NBP STOCK FUND (NSF)

NBP FUNDS
Managing Your Savings

MONTHLY REPORT (MUFAP's Recommended Format)

December 2020

Unit Price (31/12/2020): Rs.15.2704

Performance %

Performance Period	Dec-2020	FYTD - 2021	Rolling 12 Months	FY - 2020	FY - 2019	FY - 2018	FY - 2017	FY - 2016	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch January 19, 2007*
NBP STOCK FUND	5.5%	27.6%	7.9%	(0.2)%	(18.0)%	(9.7)%	33.7%	11.4%	2.8%	7.6%	17.8%	13.1%
BENCHMARK	6.1%	25.5%	2.4%	(0.5)%	(18.2)%	(10.0)%	17.9%	7.1%	2.1%	4.7%	9.0%	5.3%

** Annualized return. All other returns are cumulative.*
The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.

General Information

Launch Date:	January 19, 2007
Fund Size:	Rs. 18,120 million
Type:	Open-end – Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 3:00 P.M (Friday) 9:00 A.M to 4:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 3% (Nil if amount greater than Rs. 50 million), Back end: 0%
Management Fee:	1.5% per annum
Total Expense Ratio:	4.71% p.a (including 1.15% government levies)
Selling & Marketing Expenses:	1.9% per annum (w.e.f 27-Oct-20)
Risk Profile / Risk of principal erosion:	High / Principal at high risk
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co, Chartered Accountants
Benchmark:	KSE-30 Total Return Index
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Asset Allocation (% of Total Assets)	31-Dec-20	30-Nov-20
Equities / Stock	96.0%	95.8%
T-Bills	0.0%	2.2%
Cash	3.5%	1.5%
Others including Receivables	0.5%	0.5%
Total	**100.0%**	**100.0%**
Leverage	Nil	Nil

Characterstics of Equity Portfolio**

	PER	PBV	DY
NSF	7.0	1.2	4.6%
KSE-30	6.5	1.0	5.9%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on December 31 ,2020)

Commercial Banks	21.0 %
Oil & Gas Exploration Companies	14.8 %
Cement	10.9 %
Fertilizer	9.3 %
Textile Composite	5.7 %
Others	34.3 %

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against Sindh Worker's Welfare Fund's liability to the tune of Rs. 186,620,876/- if the same were not made the NAV Per unit/Last one year return of the Scheme would be higher by Rs. 0.1573/01.11%. For details investors are advised to read the Note 5 of the latest Financial Statements of the Scheme.

Investment Objective

To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan.

Fund Manager Commentary

During the month under review, NBP Stock Fund's (NSF) unit price (NAV) increased by 5.5%, whereas the Benchmark increased by 6.1%, thus an underperformance of 0.6% was recorded. Since inception on January 19, 2007 your Fund has posted 13.1% p.a return, versus 5.3% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 7.8% p.a. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 96% in equities which was maintained towards the end of the month. NSF underperformed the Benchmark in December as the Fund was underweight in select Engineering, Technology & Communication, and Commercial Banks sectors stocks which outperformed the market and overweight in select Cement and Transport sectors stocks which underperformed the market. During the month, the allocation was primarily increased in Chemical, Engineering, and Textile Composite sectors, whereas it was reduced primarily in Oil & Gas Exploration Companies, Commercial Banks, and Power Generation & Distribution Companies sectors.

Top Ten Holdings (as on December 31 , 2020)

Name	% of Total Assets
Habib Bank Limited	6.9%
Lucky Cement Limited	5.2%
Mari Petroleum Company Limited	5.1%
United Bank Limited	4.4%
Engro Corporation Limited	4.1%
Pak Petroleum Limited	4.0%
Hub Power Company Limited	3.9%
Systems Limited	3.7%
Oil and Gas Development Co Limited	3.5%
Bank AL-Habib Limited	3.3%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Asim Wahab Khan, CFA
Hassan Raza, CFA

Dispute Resolution / Complaint Handling

Complaint Service : www.nbpfunds.com/contact-us/investor-relations
SECP's Service Desk Management System: sdms.secp.gov.pk

Notes: 1) The calculation of performance does not include cost of front end load.
2) Taxes apply. Further, tax credit also available as per section 62 of the Income Tax Ordinance, 2001.

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