

MONTHLY REPORT (MUFAP's Recommended Format)

February 2021

Unit Price (28/02/2021): Rs.19.7111

Performance %												
Performance Period	Feb-2021	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 BALANCED FUND	0.8%	18.1%	12.6%	7.4%	(8.5)%	(6.2)%	28.4%	8.7%	4.5%	9.6%	14.7%	12.9%
BENCHMARK	(0.1)%	18.4%	12.8%	10.7%	(3.6)%	(2.8)%	14.1%	7.1%	7.7%	9.3%	10.7%	8.8%
* 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. 1,616 million
Type:	Open-end – Balanced 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 2-3 business days
Settlement:	Forward Pricing
Pricing Mechanism:	Front end: 3% (Nil if amount greater than Rs. 50 million), Back end: 0%
Load:	1.5% per annum w.e.f 12-Jul-19
Management Fee:	4.28% p.a.(including 0.73% government levies)
Total Expense Ratio:	
Selling & Marketing Expenses:	1.75% p.a. w.e.f. Jan. 26, 2021
Risk Profile / Risk of principal erosion:	High / Principal at high risk
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Grant Thornton Anjum Rahman, Chartered Accountants
Benchmark:	Daily weighted return of KSE-30 Total Return Index & 6-month KIBOR based on Fund's actual allocation.
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)	28-Feb-21	31-Jan-21
Equities / Stocks	60.2%	48.9%
TFCs / Sukuks	7.3%	7.4%
T-Bills	0.0%	37.7%
Cash	31.8%	3.8%
Others including receivables	0.7%	2.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NBF	6.7	1.3	4.1%
KSE-30	6.4	1.1	5.6%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on February 28 ,2021)

Commercial Banks	10.7 %
Cement	9.3 %
Oil & Gas Exploration Companies	8.4 %
Fertilizer	5.3 %
Textile Composite	4.4 %
Others	22.1 %

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against Sindh worker's welfare Fund's liability to the tune of Rs 19,327,104/- if the same were not made the NAV Per unit/last one year return of the Scheme would be higher by Rs 0.2358/1.35%. For details investors are advised to read the note 12.1 of the latest Financial Statements of the Scheme.

Investment Objective

The objective of NBP Balanced Fund (NBF) is to provide investors with a combination of capital growth and income. NBF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, MTS, commodities etc.

Fund Manager Commentary

During the month under review, NBP Balanced Fund's (NBF) unit price (NAV) increased by 0.8% whereas the Benchmark decreased by 0.1%, thus an outperformance of 0.9% was recorded. Since inception on January 19, 2007 your Fund has posted 12.9% p.a return, versus 8.8% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 4.1% p.a. This outperformance is net of management fee and all other expenses.

NBF started off the month with an allocation of around 49% in equities which increased to around 60% towards the end of the month. NBF outperformed the Benchmark in February as the Fund was underweight in select Commercial Banks sector stocks which underperformed the market and overweight in select Oil & Gas Exploration Companies, Technology & Communication, Engineering, and Textile Composite sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Cement, Oil & Gas Exploration Companies, Engineering, and Pharmaceutical sectors, whereas it was reduced primarily in Commercial Banks and Paper & Board sector.

Top Ten Holdings (as on February 28 ,2021)

Name	Asset Class	% of Total Assets
Lucky Cement Limited	Equity	4.6%
Mari Petroleum Company Limited	Equity	3.4%
Habib Bank Limited	Equity	3.3%
Hub Power Company Limited	Sukuk	3.1%
Hub Power Company Limited	Equity	2.9%
Jahangir Siddiqui and Company Limited	TFC	2.4%
Fauji Fertilizer Company Limited	Equity	2.2%
Oil and Gas Development Co Limited	Equity	2.2%
Pak Petroleum Limited	Equity	2.1%
Systems Limited	Equity	2.1%

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
SHAKARGANJ FOOD PRODUCTS LTD. (10-07-18)	Sukuk	25,060,329	0	25,060,329	1.6%	1.5%
New Allied Electronics Limited - Sukuk 25-JUL-07 25-JUL-22	Sukuk	10,000,000	10,000,000	0	0.0%	0.0%
Saudi Pak Leasing Company Limited - Revised II 13-MAR-	TFC	27,547,410	27,547,410	0	0.0%	0.0%
Eden House Limited - Sukuk Revised 29-MAR-08 29-SEP-25	Sukuk	9,843,750	9,843,750	0	0.0%	0.0%
Total		72,451,489	47,391,160	25,060,329	1.6%	1.5%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
 Sajjad Anwar, CFA
 Asim Wahab Khan, CFA
 Hassan Raza, CFA
 Muhammad Ali Bhabha, CFA, FRM

Dispute Resolution / Complaint Handling

Complaint Service : www.nbp-funds.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.

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Documents to understand the investment policies and the risks involved. The scheme holds certain non-compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial statements. The reported return may include provisions and reversal of provisions. NBP Funds or any of its sales representative cannot guarantee preservation / protection of capital and / or expected returns / profit on investments.