

Performance %											
Performance Period	Aug-2021	FYTD - 2022	Rolling 12 Months	FY - 2021	FY - 2020	FY - 2019	FY - 2018	FY - 2017	Last 3 Years*	Last 5 Years*	Since Launch October 28, 2011*
NBP FINANCIAL SECTOR INCOME FUND	9.3%	8.4%	7.6%	7.8%	13.5%	9.3%	6.0%	8.4%	10.3%	9.0%	9.1%
BENCHMARK	7.6%	7.6%	7.5%	7.4%	12.2%	10.2%	6.3%	6.0%	9.9%	8.5%	8.4%

* Annualized Return Based on Morning Star Methodology. All other returns are Annualized Simple Return.
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:	October 28, 2011
Fund Size:	Rs. 44,744 million
Type:	Open-end - Income Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Fri) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front End Load (Individual with takaful coverage): Amount upto Rs.5 million: 3%, Amount over and above Rs.5 million and up to Rs.25 million: 1%, Amount exceeding Rs.25 million, load will be charged on Rs.5 million: 3% Front end load (Individual under Health Takaful Plan): Amount upto Rs. 4 million: 3%, Amount over and above Rs.4 million and up to Rs.25 million: 1%, Amount exceeding Rs.25 million, load will be charged on Rs. 4 million: 3%, Front End Load (others): 1% (Nil if amount greater than 25 million), Back end Load: 0% Front end: 1%, Back end: 0%
Management Fee:	6% of Net Income (min: 0.5% p.a., max: 1.5% p.a.) w.e.f 12-July-19. 0.54% p.a. of average net assets during the month
Total Expense Ratio:	0.94% p.a (including 0.1% government levies)
Selling & Marketing Expenses:	0.003% p.a of average net assets during the month
Risk Profile / Risk of principal erosion:	Medium / Principal at medium risk
Fund Stability Rating:	'A+(f)' by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co, Chartered Accountants
Benchmark:	6-Month KIBOR
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum:	Growth Unit: Rs. 10,000/-
Subscription:	Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Investment Objective
To provide income enhancement and preservation of capital by investing in prime quality Financial Sector TFCs/Sukuks, Bank deposits and short-term money market instruments.

Fund Manager Commentary
The Fund generated an annualized return of 9.3% p.a. in the month of August 2021 versus the Benchmark return of 7.6% p.a. Since its launch in October 2011, the Fund has generated an annualized return of 9.1% p.a. against the Benchmark return of 8.4% p.a., hence an out-performance of 0.7% p.a. This out-performance is net of management fee and all other expenses.

The Fund is unique as it invests a minimum 70% of its assets in Financial Sector (mainly banks) debt securities, instruments or deposits. Minimum entity rating of issuers of debt securities is "AA-". This minimizes credit risk and at the same time enhances liquidity of the Fund. Duration of the overall portfolio cannot be more than one year. This minimizes interest rate or pricing risk.

Exposure in TFCs/Sukuks was 8.8% of net assets at the end of the month with average time to maturity of around 4.1 years. The TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. The weighted average time-to-maturity of the Fund is around 0.4 year.

We will rebalance the allocation of the Fund proactively based on the capital market outlook.

Credit Quality of the Portfolio as of August 31, 2021 (% of Total Assets)	
Government Securities (AAA rated)	8.8%
AAA	0.1%
AA+	24.2%
AA	6.2%
AA-	15.3%
A+	20.8%
A	18.8%
Spread transactions	4.2%
MTS	0.7%
Others including Receivables	0.9%
Total	100%

Asset Allocation (% of Total Assets)	31-Aug-21	31-Jul-21
TFCs / Sukuk	8.8%	8.4%
T-Bills	8.8%	3.0%
Bank Deposits	53.5%	64.5%
Others including Receivables	0.9%	2.7%
Money Market Placements (LOP)	23.1%	17.8%
MTS	0.7%	0.4%
Spread transactions	4.2%	3.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Top TFC (as at August 31, 2021) (% of Total Assets)	
Samba Bank Limited 01-MAR-21 01-MAR-31	1.9%
HUBCO Suk-2 Rev 22-AUG-19 22-AUG-23	1.8%
KE Suk 03-AUG-20 03-AUG-27	1.5%
Hub Power Holding Limited 12-NOV-20 12-NOV-25	1.2%
Askari Commercial Bank Limited 17-MAR-20 17-MAR-30	0.7%
HUBCO Rev 19-MAR-20 19-MAR-24	0.5%
JSCL-11 06-MAR-18 06-SEP-23	0.3%
JS Bank Limited 14-DEC-16 14-DEC-23	0.3%
JS Bank Limited 29-DEC-17 29-DEC-24	0.3%
JSCL-10 18-JUL-17 18-JUL-23	0.1%

Name of the Members of Investment Committee	
Dr. Amjad Waheed, CFA	
Sajjad Anwar, CFA	
Asim Wahab Khan, CFA	
Muhammad Ali Bhabha, CFA, FRM	
Hassan Raza, CFA	

Sindh Workers' Welfare Fund (SWWF)
During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by NBP FINANCIAL SECTOR INCOME FUND amounting to Rs. 82.31 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP FINANCIAL SECTOR INCOME FUND by 0.18% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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