

Performance %												
Performance Period	Jun-2023	CYTD - 2023	FY - 2023	FY - 2022	FY - 2021	FY - 2020	FY - 2019	FY - 2018	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch October 28, 2011*
NBP FINANCIAL SECTOR INCOME FUND	22.5%	19.5%	18.4%	10.7%	7.8%	13.5%	9.3%	6.0%	12.2%	11.9%	9.9%	10.0%
BENCHMARK	22.2%	20.6%	18.3%	10.8%	7.4%	12.2%	10.2%	6.3%	12.2%	11.8%	9.5%	9.5%

\* 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. 25,717 million
Fund Size: (Excluding investment by fund of funds):	Rs. 25,216 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
Front end Load:	Front End Load (Individual with takaful coverage): Amount up to Rs.5 million: 3%, Amount over and above Rs.5 million : 1%. Front end load (Individual under Health Takaful Plan): Amount up to Rs. 4 million: 3%, Amount over and above Rs.4 million: 1% Front End (others): 1% Back end Load: 0%
Management Fee:	4% of net income (Min 0.50% p.a - Max 1.50% p.a.) w.e.f Dec 01, 2022 0.93% p.a. of average net assets during the month
Total Expense Ratio:	YTD: 1.22% p.a (including 0.11% government levies), MTD: 1.65% (including 0.16% government levies)
Selling & Marketing Expenses:	0.33% p.a w.e.f Dec 01, 2022
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:	Yousuf Adil, Chartered Accountants
Benchmark:	6-Month KIBOR
Fund Manager:	Salman Ahmed, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- 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 22.5% p.a. during the month versus the Benchmark return of 22.2% p.a. Since its launch in October 2011, the Fund has generated an annualized return of 10.0% p.a. against the Benchmark return of 9.5% p.a., hence an out-performance of 0.5% 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. The 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 12.2% of net assets at the end of the month with average time to maturity of around 4.2 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 0.5 year.

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

**Credit Quality of the Portfolio as of June 30, 2023 (% of Total Assets)**

AAA	2.5%
AA+	7.3%
AA	1.3%
AA-	30.4%
A+	52.0%
A	3.9%
Others including Receivables	2.5%
<b>Total</b>	<b>100%</b>

**Asset Allocation (% of Total Assets)**

	30-Jun-23	31-May-23
TFCs / Sukuk	11.7%	12.7%
Bank Deposits	85.8%	84.3%
Others including Receivables	2.5%	3.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

Leverage Nil Nil

Note: Amount invested by fund of funds is Rs. 501 million.

**Top TFC (as at June 30, 2023) (% of Total Assets)**

Samba Bank Limited 01-MAR-21 01-MAR-31	3.2%
Hub Power Holding Limited 12-NOV-20 12-NOV-25	2.3%
KE Suk 03-AUG-20 03-AUG-27	2.1%
Askari Commercial Bank Limited 17-MAR-20 17-MAR-30	1.1%
HUBCO Suk-2 Rev 22-AUG-19 22-AUG-23	0.8%
Meezan 16-DEC-21 16-DEC-31	0.6%
HUBCO Rev 19-MAR-20 19-MAR-24	0.5%
JS Bank Limited 29-DEC-17 29-DEC-24	0.4%
Soneri 26-DEC-22 26-DEC-32	0.4%
Bank of Punjab Limited 23-APR-18 23-APR-28	0.2%

**Name of the Members of Investment Committee**

Dr. Amjad Waheed, CFA  
Asim Wahab Khan, CFA  
Hassan Raza, CFA  
Salman Ahmed, CFA  
Usama Bin Razi

**Dispute Resolution / Complaint Handling**

Complaint Service : [www.nbpfund.com/contact-us/investor-relations](http://www.nbpfund.com/contact-us/investor-relations)  
SECP's Service Desk Management System: [sdms.secp.gov.pk](mailto:sdms.secp.gov.pk)

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply.