



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/09/2013): Rs.11.6005

September 2013

Performance				
Performance %	September 2013*	FYTD Jul 2013 - Sep 2013*	Trailing 12 Months Oct. 2012 - Sep. 2013*	Since Launch August 21, 2010**
NAFA Asset Allocation Fund *	(0.35%)	1.96%	24.52%	21.59%
Benchmark	(0.83%)	2.12%	14.22%	12.60%

* Cumulative Returns
** Annualized Return *[Net of management fee & all other expenses]*

General Information

Launch Date: August 21, 2010
Fund Size: Rs. 1,330 million
Type: Open-end – Asset Allocation Fund
Dealing Days: Daily – Monday to Friday
Dealing Time: (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement: 2-3 business days
Pricing Mechanism: Forward Pricing
Load: Front end – 3% (Nil on investment above Rs. 16 million) Back end - 0%
Management Fee: 2% per annum
Risk Profile: Moderate
Listing: Lahore Stock Exchange
Custodian & Trustee: Central Depository Company (CDC)
Auditors: A. F. Ferguson & Co. Chartered Accountants
Benchmark: 1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index
Fund Manager: Muhammad Imran, CFA, ACCA
Minimum Subscription: Growth Unit: Rs. 10,000/-
Income Unit: Rs. 100,000/-
Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)

Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

Fund Manager's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) unit price (NAV) decreased by 0.4% while the benchmark decreased by 0.8%. Thus your Fund outperformed the benchmark by 0.4%. Since inception on August 21, 2010 the Fund has posted 83.9% return, versus 44.7% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 39.2%. This out-performance is net of management fee and all other expenses.

The stock market rallied during the first half of the month on the perception of a benign IMF program, though the realization of tough quantitative targets set by the IMF and subsequent fall in PKR vs USD coupled with increase in Minimum Deposit Rate (MDR) led to around 8% decline in the market in the last 5 trading sessions. Overall, KSE 100 Index declined by 1.48% during September 2013. NAAF started off the month with an allocation of around 15% in equities, which was reduced to around 5% towards the end of the month on the expectation of correction in the stock market driven by depreciation in PKR, further hike in interest rates and the liquidity tightening post the IMF program. The Fund out-performed the benchmark as it was underweight in equities. During the month, allocation was reduced in all the sectors.

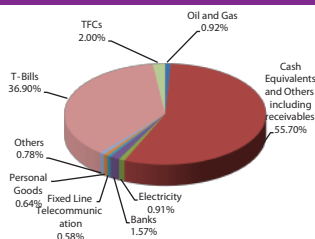
Asset Allocation (% of Total Assets)	30-Sep-13	30-Aug-13
Equities / Stocks	5.40%	14.67%
TFCs	2.00%	1.85%
T-Bills	36.90%	35.06%
Cash Equivalents	54.46%	47.58%
Others including receivables	1.24%	0.84%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NAAF	6.7	1.8	8.8%
KSE-30	7.5	1.9	7.4%

*** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 30th September, 2013)

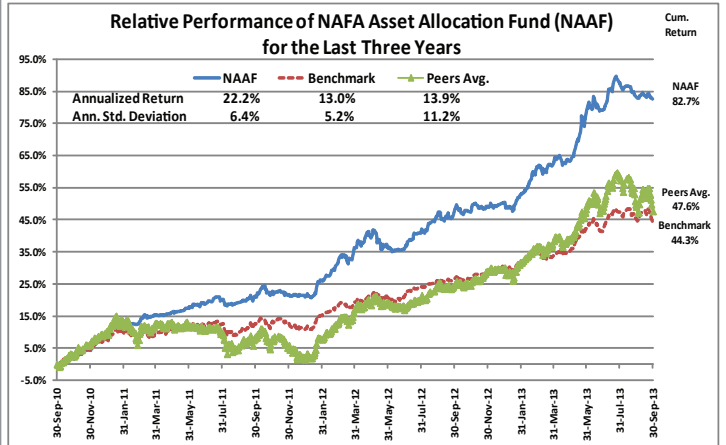


Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Imran, CFA, ACCA

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 6,776,444/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0591/0.63%. For details investors are advised to read Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2013.



Top Holdings (as on 30th September, 2013)

Name	Asset Class	% of Total Assets
Allied Bank Limited I	TFC	1.39%
Bank AL-Habib Ltd	Equity	0.87%
Bank AL-Falah Ltd	Equity	0.69%
Pakistan Petroleum Ltd	Equity	0.61%
Pakistan Telecommunication Ltd	Equity	0.58%
Kohat Cement Ltd	Equity	0.55%
Kot Addu Power Co Ltd	Equity	0.51%
Nishat Power Ltd	Equity	0.41%
United Bank Ltd III	TFC	0.37%
Nishat Mills Ltd	Equity	0.32%
Total		6.30%

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. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.