



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/08/2012): Rs. 8.5245

August 2012

### Performance

Performance % *	August 2012	FYTD Jul 12 - Aug 12	Trailing 12 Months Sep. - Aug 2011 - 2012	Since Launch October 29, 2007
NAFA Islamic Aggressive Income Fund	-9.40%	-4.76%	15.72%	4.47%
Benchmark	7.87%	7.79%	7.84%	6.75%

\* Represent Annualized Return - (based on morning star formula)  
(Returns are net of management fee & all other expenses)

### General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 177 million
Type:	Open-end - Shariah Compliant Aggressive Income 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: 1.0%, Back end: 0%
Management Fee:	2.0% per annum
Risk Profile:	Low to Medium
Fund Stability Rating:	"BBB+ (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	MCB Financial Services Limited
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	Average 3-month deposit rate of Islamic Banks
Fund Manager:	Hussain Yasar
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA

### Investment Objective

To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in Shariah Compliant money market & debt securities having good credit rating and liquidity.

### Fund Manager Commentary

The Fund earned an annualized loss of 9.40% during August 2012 (on absolute basis unit price decline by -0.84%). The return is negative owing to i) delay in payment by a Consumer Electronics sub sector Sukuk ii) decline in price of sukuk belonging to the Fertilizer Sector. However, the return for trailing 12 months is an impressive 15.72% and for the first eight months of CY 2012 annualized return is 17.27% This performance is net of management fee and all other expenses.

The Funds allocation in corporate sukus is 40.70% diversified among Cement, Fertilizer, Utilities and Consumer Electronics sub-sectors. Around 24.95% of the portfolio is allocated to AAA rated Government of Pakistan Ijara Sukus which coupled with 12.05% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward, the Fund intends to maintain the present allocation.

The weighted average Yield-to-Maturity of the sukuk portfolio of the Fund is around 15.41% p.a. while, its weighted average time to maturity is 2.07 years. The weighted average time to maturity of the Fund is 0.79 years. Hence, for investors with medium term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, Sukus prices may go up and down. Therefore, only long-term investors are advised to invest in this Fund.

### Asset Allocation (% of Total Assets) 31-Aug-12 31-July-12

	31-Aug-12	31-July-12
Sukus	40.70%	41.79%
GOP Ijara Sukus - Govt. Backed	24.95%	35.78%
Islamic Money Market Placements	13.91%	-
Cash Equivalents	12.05%	14.79%
Other including receivables	8.39%	7.64%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

### Top Sukuk Holdings (as at August 31, 2012)

Name of Sukus	% of Total Assets
Kohat Cement Limited (Sukuk)	12.43%
Engro Fertilizer Limited (Sukuk)	12.28%
HUBCO Short Term Islamic Sukuk I	11.13%
GOP Ijarah (Sukuk IX)	8.36%
GOP Ijarah (Sukuk X)	7.79%
Maple Leaf Cement (Sukuk I)	7.59%
GOP Ijarah (Sukuk V)	5.46%
Pak Elektron Limited (Sukuk)	5.12%
Sui Southern Gas Company Limited (Sukuk)	3.27%
HUBCO Short Term Islamic Sukuk II	2.78%
<b>Total</b>	<b>76.21%</b>

### WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1,221,001/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0588/0.80%. For details investors are advised to read note 7 of the Financial Statements of the Scheme for the period ended March 31, 2012.

### Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Ahmad Nouman, CFA  
Tanvir Abid, CFA, FRM  
Hussain Yasar

### Credit Quality of the Portfolio as of August 31, 2012 (% of Total Assets)

