



**Performance**

Performance %	May 2014*	FYTD Jul 2013 - May 2014*	Trailing 12 Months Jun 2013 - May 2014*	Since Launch October 29, 2007 **
NAFA Islamic Aggressive Income Fund	10.98%	11.77%	12.60%	6.07%
Benchmark	6.81%	6.52%	6.52%	6.73%

\* Annualized Simple Return - \*\* (Annualized Return Based on Morningstar Methodology)  
(Returns are net of management fee & all other expenses)

**General Information**

Launch Date: October 29, 2007  
Fund Size: Rs. 290 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: 0% to 1% (Nil on investment above Rs. 16 million), Back end: 0%  
Management Fee: 1.0% 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: 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 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**

During the month under review, the Fund posted an annualized return of 11.0% as compared to the benchmark return of 6.8%. Outperformance of the Fund during the month is due to profit payment of non performing Cement Sector Sukuks. During FYTD, the Fund has posted 11.8% annualized return versus 6.5% by the benchmark, hence an outperformance of 5.3% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks with current Weightage at around 16% is diversified among Cement, Electricity, and Fertilizer sub sectors. Around 78.9% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward we will rebalance the allocation of the portfolio based on the capital market outlook.

The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio is around 15.9% p.a. and weighted average time to maturity is 1.9 years. The weighted average time to maturity of the Fund is 0.3 years. Hence, for investors with medium term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, since Sukuks prices may go up or down, therefore, only investors with medium-term investment horizon are advised to invest in this Fund.

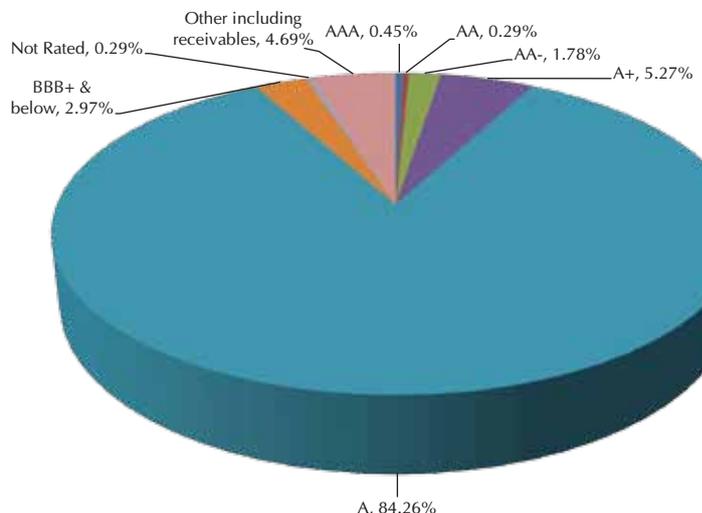
**Asset Allocation (% of Total Assets) 30-May-14 30-Apr-14**

	30-May-14	30-Apr-14
Sukuks	16.38%	19.84%
Cash Equivalents	78.93%	75.14%
Other including receivables	4.69%	5.02%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**Top Sukuk Holdings (as at May 30, 2014)**

Name of Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	7.84%
K Electric Azm Sukuk	5.28%
Maple Leaf Cement (Sukuk I)	2.97%
Kohat Cement Limited (Sukuk)	0.29%
<b>Total</b>	<b>16.38%</b>

**Credit Quality of the Portfolio as of May 30, 2014 (% of Total Assets)**



**WORKERS' WELFARE FUND (WWF)**

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.1,691,444/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0568/0.66%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

**Name of the Members of Investment Committee**

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

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