



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (28/09/2012): Rs. 8.5344

September 2012

Performance

Performance % *	September 2012	FYTD Jul 12 - Sep 12	Trailing 12 Months Oct. - Sep 2011 - 2012	Since Launch October 29, 2007
NAFA Islamic Aggressive Income Fund	1.52%	-2.85%	17.15%	4.42%
Benchmark	7.67%	7.75%	7.85%	6.76%

* Represent Annualized Return - (based on morning star formula)
(Fund's 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 return of 1.52% during September 2012. The return is depressed owing to increased provisions in cement sector Sukuk. However, the return for trailing 12 months is an impressive 17.15% and for the first nine months of CY 2012 annualized return is 15.55%. This performance is net of management fee and all other expenses.

The Funds allocation in corporate sukuk is 37.08% diversified among Cement, Fertilizer, Utilities and Consumer Electronics sub-sectors. Around 26.57% of the portfolio is allocated to AAA rated Government of Pakistan Ijarah Sukuk which coupled with 15.17% 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 is around 15.28% p.a. while, its weighted average time to maturity is 2.03 years. The weighted average time to maturity of the Fund is 0.72 years. Hence, for investors with medium term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, Sukuk prices may go up and down. Therefore, only long-term investors are advised to invest in this Fund.

Asset Allocation (% of Total Assets) 28-Sep-12 31-Aug-12

	28-Sep-12	31-Aug-12
Sukuk	37.08%	40.70%
GOP Ijarah Sukuk - Govt. Backed	26.57%	24.95%
Islamic Money Market Placements	13.88%	13.91%
Cash Equivalents	15.17%	12.05%
Other including receivables	7.30%	8.39%
Total	100.00%	100.00%
Leverage	Nil	Nil

Top 10 Sukuk Holdings (Including Short Term Sukuk) (as at September 28, 2012)

Name of Sukuk / Short Term Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	12.26%
HUBCO Short Term Islamic Sukuk I	11.11%
Kohat Cement Limited (Sukuk)	11.09%
GOP Ijarah (Sukuk IX)	8.34%
GOP Ijarah (Sukuk X)	7.78%
Maple Leaf Cement (Sukuk I)	5.74%
GOP Ijarah (Sukuk V)	5.45%
Pak Elektron Limited (Sukuk)	4.72%
Sui Southern Gas Company Limited (Sukuk)	3.27%
HUBCO Short Term Islamic Sukuk II	2.78%
Total	72.54%

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. 0.0587/0.81%. 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
Muhammad Ali Bhabha, CFA, FRM
Tanvir Abid, CFA, FRM
Hussain Yasar

Credit Quality of the Portfolio as of September 28, 2012 (% of Total Assets)

