



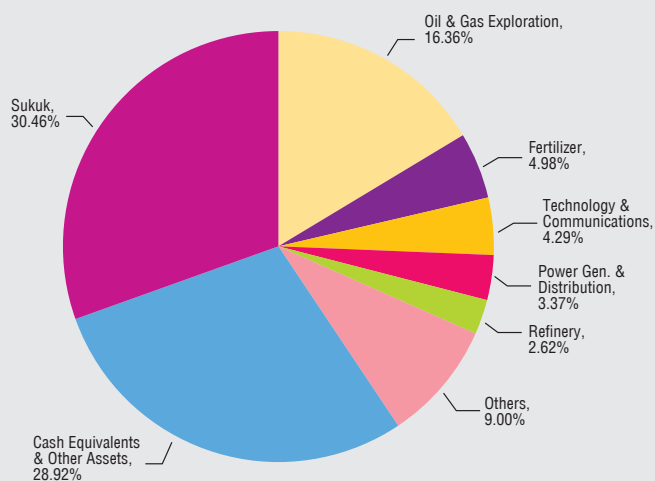
NAFA Islamic Multi Asset Fund (NIMF)

December 2008

Investment Objective	Performance					
To provide investors with a combination of capital growth and income by investing in Shariah compliant investments. NIMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of Shariah compliant securities, instruments and avenues such as Equities, Musharakah, Murabahah, Ijarah etc.	Return (%)*	Jan - Jul 2008	Jul - Sep 2008	Aug 2008	Sep 2008	Since Launch Oct 29, 2007 to Sept 30, 2008
	NAFA Islamic Multi Asset Fund	-6.96%	-10.63%	-5.69%	-0.23%	-14.78%
	*Returns are net of management fee & all other expenses					

General Information		Fund Manager's Commentary
Launch Date:	October 29, 2007	Securities and Exchange Commission of Pakistan finally intervened and directed to remove, w.e.f 15 Dec 2008, the floor placed under stock prices by the Karachi Stock Exchange. Potential buyers did not show any buying interest knowing that there was a significant selling pressure on behalf of the investors who were unable to sell over the past three months when the market remained frozen. Stock prices continued to fall sharply until the end of the month.
Fund Size:	Rs. 398 million	
Type:	Shariah Compliant - Open-end Balanced Fund	
Dealing:	Daily	
Settlement:	2-3 business days	
Load:	Front end - 3%, Back end - 0%	The selling pressure attributable to CFS has been resolved towards the end of the month through an agreement between the stakeholders. This is a positive development which should lead to higher buying interest going forward. The Government sponsored Market Opportunity Fund (MOF) is in place and ready to invest. Buying activity by MOF will encourage private investors to follow suit.
Management Fee:	3% per annum	
Listing:	Lahore Stock Exchange	
Trustee:	Central Depository Company	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Fund Manager:	Abdul Rehman Warraich	The macroeconomic indicators are stabilizing and are showing gradual improvement. Inflation numbers seem to have peaked and are set to come down over the next few months. Trade deficit is narrowing. Foreign exchange reserves have improved and currency is not depreciating any further. If these trends continue, we can expect that the focus of macroeconomic policy will soon shift from inflation and external account management to economic growth.
Min. Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (as on 31st December 2008)



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Stocks are very attractive at their current prices. Our strategy is to invest about 60% in stocks with stable earnings and high dividend yield. Profit rates on debt investments are also expected to remain high in the near future. We believe that balanced funds (which invest in a combination of equity & debt) will provide very good returns over the next year. This is an appropriate time to build and/or enhance your investments in the Fund.

Disclaimer: The price of units may go down as well as up. Please refer to the respective offering document(s).