



NAFA Islamic Multi Asset Fund (NIMF)

NAV Unit Price (31/03/2009): Rs. 8.3504

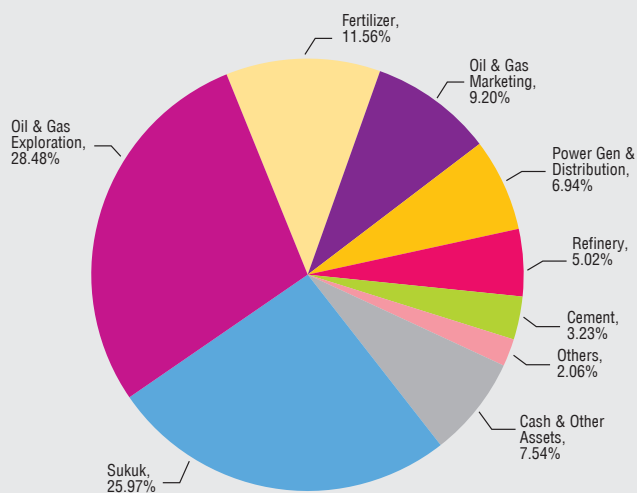
March 2009

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.	Performance (%)*	Nov - Dec 2007	Jan - Dec 2008	Jul - Mar 2008 - 09	Mar 2009	Since Launch October 29, 2007**
	NAFA Islamic Multi Asset Fund	(2.42)%	(35.94)%	(12.43)%	18.94%	(16.50)%
	Benchmark**	-	-	-	12.60%	-

*Returns are net of management fee & all other expenses
** KMI - 30 Index was launched on 1st Sep, 2008

General Information	Fund Manager's Commentary
<p>Launch Date: October 29, 2007</p> <p>Fund Size: Rs. 523 million</p> <p>Type: Shariah Compliant - Open-end Balanced Fund</p> <p>Dealing: Daily - Monday to Friday</p> <p>Settlement: 2-3 business days</p> <p>Load: Front end - 3%, Back end - 0%</p> <p>Management Fee: 3% per annum</p>	<p>During the month of March 2009, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) increased by 18.94%, whereas the benchmark increased by 12.60%, thus an out-performance of 6.34% was recorded. During the month under review, the Fund also out performed the peer group by 4.48%.</p> <p>In line with our expectations, the recovery continued in the stock market during the month. Restoration of the deposed judges and positive developments on the political front provided much needed impetus to the market. Trading volumes also remained very healthy during the month showing further buying interest among domestic investors.</p> <p>Macroeconomic indicators are showing further improvement. For the month of February 2009, the current account posted a surplus on account of decrease in trade deficit and healthy home remittances. Interest rates also showed decline due to improvement in the liquidity conditions in the market. The 6-month KIBOR declined by 16 basis points to close the month at 12.85%. The US president has proposed to the Congress to pass the bill for US \$ 1.5 billion per annum non-military aid to Pakistan for the next five years. This will help the external account of the country.</p>
<p>Listing: Lahore Stock Exchange</p> <p>Trustee: Central Depository Company</p> <p>Auditors: A. F. Ferguson & Co. Chartered Accountants</p> <p>Benchmark: 50% KMI - 30 Index & 50% average 1-month profit rate of Islamic banks</p> <p>Fund Manager: Sajjad Anwar, CFA</p> <p>Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	

Asset Allocation (on 31st March 2009)



NIMF is a balanced fund and market weight implies a 50% weight in equity and 50% weight in fixed income. However, during the month, we remained overweight in equity and underweight in fixed income asset classes. This strategy of overweight to equity, along with better stock selection contributed to the outperformance of the Fund against the benchmark and the peer group during the outgoing month.

The attached chart shows the asset allocation of the Fund. Focus of our strategy is to remain overweight in equity in the near future considering the attractive stock prices in defensive sectors. Going forward, we expect the healthy performance of our Fund to continue as we expect further upside in the stock market.

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