



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/10/2011): Rs.9.2871

October 2011

Performance

Performance % *	October 2011	Jul. - Oct. 2011	Jan. - Oct. 2011	Trailing 12 Months	Since Launch October 29, 2007
NAFA Islamic Multi Asset Fund	1.75%	2.01%	10.98%	21.93%	31.95%
Benchmark	2.38%	4.40%	11.57%	19.87%	NA**

* Cumulative returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses
** KMI-30 Index was launched from September 2008

General Information

Launch Date:	October 29, 2007
Fund Size:	Rs.250 million
Type:	Shariah Compliant - Open-end - Balanced 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 - 3%, Back end - 0%
Management Fee:	3% per annum
Risk Profile	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	50% KMI - 30 Index & 50% average 3-month profit rate of Islamic banks.
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2-'Positive Outlook' by PACRA

Investment Objective

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.

Fund Manager Commentary

During the month under review, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) increased by 1.75%, whereas the benchmark (50% KMI-30 index & 50% average 3-month profit rate of Islamic Banks) increased by 2.38%, thus your Fund under-performed the benchmark by 0.63%. During the first ten months of current Calendar Year, the Fund earned a return of 10.98% and under-performed its benchmark by 0.59%.

NIMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. During the month the stock market portrayed a lukewarm trend on foreign portfolio investment outflows and absence of triggers on wrapping up of the results season despite the higher than expected 150bps cut in the discount rate. During the month, NIMF's key holdings in the Chemicals and Oil & Gas sectors performed better than the market, which benefited the Fund. NIMF was under-weight in selected stocks in the Oil & Gas, Construction & Materials, Automobile & Parts, Industrial Engineering and Fixed Line Telecommunication sectors, which benefited the Fund. At the start of the month NIMF was around 42% invested in equities. The Fund's allocations in the Oil & Gas sector and Fertilizer sub-sector were increased. On the other hand, NIMF's allocation in the Electricity sector was reduced. At the end of the month NIMF was around 44% invested in equities. The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio of NIMF is around 27.69% p.a.

NIMF is invested in high dividend yielding Shariah Compliant stocks of defensive sectors. We are cognizant to the developments in the capital market and will alter the portfolio of NIMF accordingly.

Asset Allocation (% of NAV)

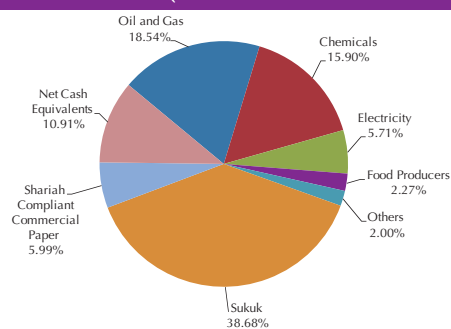
	31-Oct-11	30-Sep-11
Equities / Stocks	44.42%	42.09%
Sukuks	38.68%	40.62%
Shariah Compliant Commercial Paper	5.99%	6.06%
Cash Equivalents	11.32%	9.08%
Other Net (Liabilities) / Assets	(0.41%)	2.15%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIMF	6.8	1.9	9.5%
KMI-30	7.8	4.5	7.9%

*** Based on NAFA's estimates

Asset Allocation (as on 31st October 2011)



Name of the Members of Investment Committee

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

Top Ten Holdings (as on 31st October 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Maple Leaf Cement I	Sukuk	12.51%	Hub Power Co. Ltd.	CP	5.99%
Kohat Cement Limited	Sukuk	11.82%	Hub Power Co. Ltd.	Equity	5.71%
Fauji Fertilizer Co. Ltd.	Equity	10.42%	Fauji Fertilizer Bin Qasim	Equity	5.47%
Pakistan Oilfields Ltd.	Equity	9.21%	Eden Housing II	Sukuk	4.81%
Pak Elektron Limited	Sukuk	7.90%	Pak Petroleum Ltd.	Equity	2.71%

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	YTM Per Annum
Kohat Cement Limited ****	SUKUK	44,300,000	14,706,537	29,593,463	11.82%	11.28%	24.56%
Maple Leaf Cement I	SUKUK	49,925,625	18,615,019	31,310,606	12.51%	11.93%	34.13%
Eden Housing II	SUKUK	17,343,750	5,296,053	12,047,697	4.81%	4.59%	38.90%
Maple Leaf Cement II****	SUKUK	1,875,000	1,875,000	-	N/A	N/A	N/A
Total		113,444,375	40,492,609	72,951,766	29.14%	27.80%	

**** Book Value, performing but below investment grade