



National Fullerton  
Asset Management Limited

# NAFA Islamic Multi Asset Fund (NIMF)

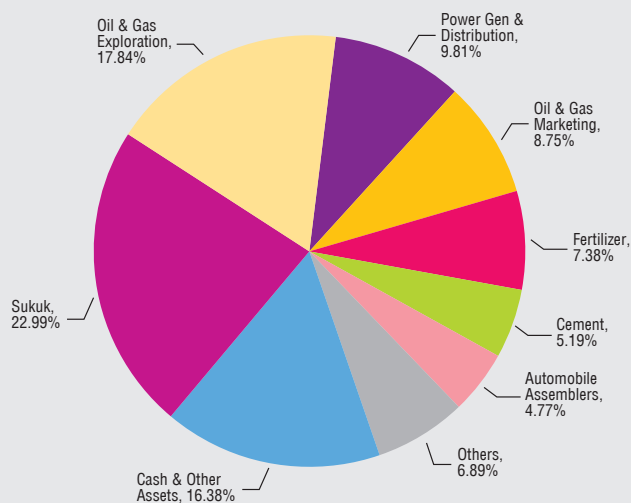
Unit Price (30/09/2009): Rs. 10.1767

September 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 - Aug 2008 - 09	Sep 2009	Since Launch October 29, 2007
	<b>NAFA Islamic Multi Asset Fund</b>	<b>(2.42)%</b>	<b>(35.94)%</b>	<b>3.98%</b>	<b>2.64%</b>	<b>1.77%</b>
	<b>Benchmark*</b>	-	-	-	3.05%	-
	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. 601 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 September 2009, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) increased by 2.64%, whereas the benchmark increased by 3.05%, thus an under-performance of 0.41% was recorded.</p> <p>We remained overweight in equities and under weight in fixed income asset class during the month. NIMF is a balanced fund and market weight implies 50% weight in equity and 50% in fixed income.</p>
<p>Listing: Lahore Stock Exchange</p> <p>Custodian &amp; Trustee: Central Depository Company (CDC)</p> <p>Auditors: A. F. Ferguson &amp; Co. Chartered Accountants</p> <p>Benchmark: 50% KMI - 30 Index &amp; 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>	
	<p>We witnessed a rising trend in the Stock Market during the month. KMI-30 Index gained around 5.49% to close the month at 13648. Key factors attributable to this performance of the Stock Market during the month are: (i) net foreign inflows of around US \$ 126 million; (ii) expectations of monetary policy loosening by SBP; (iii) lower YoY inflation (CPI); (iv) better than expected corporate earnings; (v) improved current account situation; (vi) resolution of circular debt issue.</p>

Asset Allocation (as on 30th September 2009)



During the month, banking, auto and fertilizer sectors performed very well. While cement, technology, refinery and power sectors under-performed. Trading activity also remained healthy with daily average traded value around PKR 14.78 billion versus PKR 9.25 billion during the previous month.

In the monetary policy review of September 2009, SBP kept the discount unchanged at 13% mainly due to concern over inflation and external accounts. During the month of September 2009 interest rate remained range bound. 6-month KIBOR increased by 9 basis points to close the month at 12.65%. 6 month T-bills yield also increased by around 11 basis points and reached 12.46% from 12.35% at the beginning of the month. The key factor for this increasing trend in interest rates is tight liquidity situation due to heavy government borrowing.

Going forward, we are expecting the performance of the Fund to improve as we are holding undervalued stocks that are expected to perform better than the market.

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