



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/12/2011): Rs.9.2797

December 2011

Performance

Performance % *	December 2011	Jul. - Dec. 2011	Jan. - Dec. 2011	Since Launch January 22, 2007
NAFA Multi Asset Fund	(1.95%)	0.03%	6.40%	47.87%
Benchmark	(2.43%)	(3.18%)	0.08%	20.31%

* Cumulative returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses

General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 562 million
Type:	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:	2.5% per annum
Risk Profile:	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	M. Yousuf Adil Saleem & Co. Chartered Accountants
Benchmark:	50% KSE-30 Index & 50% 3-month KIBOR
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. NMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, CFS etc.

Fund Manager Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) decreased by 1.95% while the benchmark (50% KSE-30 index & 50% 3-month KIBOR) decreased by 2.43%. Thus your Fund out-performed the benchmark by 0.48%. Since inception on January 22, 2007 your Fund has increased by 47.87%, while the benchmark has increased by 20.31%. Thus, to-date the out-performance of your Fund stands at 27.56%. This out-performance is net of management fee and all other expenses.

NMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. The stock market continued to depict a weak trend ensuing from concerns on the macro and political front as well as structural issues. NMF out-performed mainly on account of its under-weight position in equities. On the other hand, the Fund's performance was affected by depressed TFC / Sukuk prices. NMF was under-weight in selected stocks in the Fertilizer sub-sector that under-performed, which significantly benefited the Fund. Further, some of the Fund's holdings in the Oil & Gas Exploration and Jute performed better than the market, which also benefited the Fund. At the start of the month, NMF was around 37% invested in equities. During the period we lowered the Fund's weightage in equities as the market lacked any positive triggers. However, during the latter half of the month we enhanced the allocation of NMF in stocks with high dividend yields and attractive valuations primarily in the Banking sector and Oil & Gas Exploration sub-sector. On the other hand, we reduced the weightage in the OMCs and Refineries sub-sectors. At the end of the month NMF was around 38% invested in equities.

NMF is invested in high dividend yielding stocks of defensive sectors. The portfolio of NMF is priced at forward earnings multiple of 5.5x offering 11.0% dividend yield. We are vigilant to the events in the capital markets and will alter the portfolio of NMF accordingly.

Asset Allocation (% of NAV) 30-Dec-11 30-Nov-11

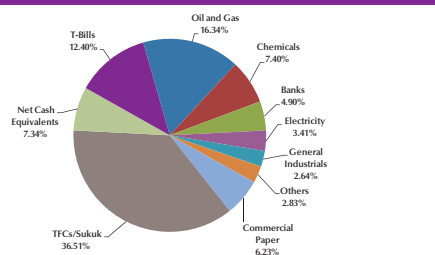
Asset Allocation (% of NAV)	30-Dec-11	30-Nov-11
Equities / Stocks	37.52%	37.32%
TFCs / Sukuks	36.51%	36.56%
Commercial Paper	6.23%	6.04%
Cash Equivalents	8.83%	8.43%
T-Bills	12.40%	11.91%
Other Net Liabilities	(1.49%)	(0.26%)
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NMF	5.5	2.8	11.0%
KSE-30	6.6	3.8	8.9%

** Based on NAFA's estimates

Asset Allocation (as on 30th December 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 30th December 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Maple Leaf Cement	Sukuk	9.32%	Avari Hotels Limited	TFC	4.33%
Pakistan Oilfields Ltd.	Equity	7.98%	Saudi Pak Leasing	TFC	4.04%
Hub Power Co. Ltd.	CP	6.23%	Oil & Gas Dev.Co. Ltd.	Equity	3.92%
Fauji Fertilizer Co. Ltd.	Equity	5.95%	Eden Housing	Sukuk	3.91%
Orix Leasing Pakistan	TFC	5.37%	Hub Power Co. Ltd.	Equity	3.41%

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	Yield to Maturity per annum
Eden Housing II	SUKUK	33,750,000	11,765,625	21,984,375	3.91%	3.79%	43.10%
Maple Leaf Cement I	SUKUK	88,289,652	35,906,254	52,383,398	9.32%	9.02%	34.12%
Saudi Pak Leasing	TFC	34,353,300	11,671,637	22,681,663	4.04%	3.91%	27.62%
Pak Elektron Limited ***	SUKUK	17,142,857	1,390,646	15,752,211	2.80%	2.71%	18.44%
Maple Leaf Cement II***	SUKUK	3,315,000	3,315,000	-	0.00%	0.00%	N/A
New Allied Electronics I	SUKUK	10,000,000	10,000,000	-	0.00%	0.00%	N/A
Total		186,850,809	74,049,162	112,801,647	20.07%	19.43%	

***Book Value, performing but below A- (A minus)

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.