



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/05/2012): Rs. 10.0193

May 2012

## Performance

Performance % *	May 2012	Since Launch February 24, 2012
NAFA Money Market Fund	10.54%	10.82%
Benchmark	7.33%	7.30%

\* Represent Annualized Return - (based on morning star formula)  
(Returns are net of management fee & all other expenses)

## General Information

Launch Date:	February 24, 2012
Fund Size:	Rs. 21,192 million
Type:	Open-end – Money Market Fund
Dealing Days:	Daily – Monday to Saturday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 0%, Back end: 0%
Management Fee:	1.25% per annum
Risk Profile:	Very Low
Fund Stability Rating:	"AA (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	3-Month deposit rates (AA & above rated banks)
Fund Manager:	Salman Ahmed
Minimum	Growth Unit: Rs. 10,000/-
Subscription:	Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- 'Positive Outlook' by PACRA

## Investment Objective

To provide stable income stream with preservation of capital by investing in AA and above rated banks and money market instruments.

## Fund Manager Commentary

The Fund earned an annualized return of 10.54% during May 2012 against the benchmark return of 7.33% p.a., thus registering an out-performance of 3.21% p.a. This out-performance is net of management fee and all other expenses. The Fund size surpassed Rs 20 billion mark during the month.

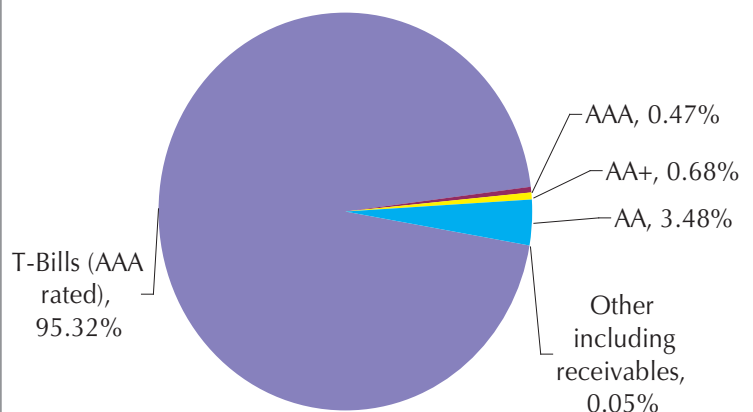
Being a money market scheme, the investment guidelines of the Fund are very restrictive. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum rating is AA, while the Fund is not allowed to invest in any security exceeding six month maturity. The weighted average time to maturity of the Fund cannot exceed 90 days. The Fund is rated AA(f) by PACRA which denotes a very strong capacity to maintain relative stability in returns and possesses very low exposure to risks. The management is announcing monthly dividends in the Fund.

As the chart below depicts, during the month the allocation of the Fund in AAA rated T-Bills was increased to around 95% versus 50.11% during the previous month. The weighted average time to maturity of the T-bill portfolio is 59 days while that of the overall Fund is also 59 days. The exposure in Money Market placements declined due to increase in the Fund size. The Fund intends to vigilantly monitor interest rate movements and associated expectations to adjust the Fund's maturity prudently.

We are also vigilant to the developments in the capital market conditions and will proactively rebalance the portfolio of the Fund.

## Credit Quality of the Portfolio as of May 31, 2012 (% of Total Assets)

Asset Allocation (% of Total Assets)	31-May-12	30-Apr-12
T-Bills	95.32%	50.11%
Placements with DFIs	2.95%	35.73%
Money Market Placements	0.67%	11.71%
Cash Equivalents	1.01%	1.01%
Other including receivables	0.05%	1.44%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil



## Name of the Members of Investment Committee

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