

## Performance

Performance % **	April 2011	Since Launch August 21, 2010
NAFA Riba Free Savings Fund	11.70%	10.12%
Benchmark	8.36%	8.26%

\* Ex-Dividend Price

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

## General Information

Launch Date:	August 21, 2010
Fund Size:	Rs. 329 million
Type:	Open-end – Shariah Compliant Income Fund
Dealing Days:	Daily – Monday to Saturday
Dealing Time:	(Mon - Fri) 9:00 A.M to 4:30 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:	1.0% per annum (The Management Fee has been reduced from 1.5% p.a to 1.0% p.a with effect from March 1st 2011)
Risk Profile:	Low
Fund Stability Rating:	"A+(f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Average 6-month deposit rate of A- and above rated Islamic Banks (Benchmark changed with effect from 15-12-2010. Previous Benchmark was 3-month deposit rate of A and above rated Islamic Banks.)
Fund Manager:	Usman Khan
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- by PACRA

## Investment Objective

To provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah compliant banks and money market / debt securities.

## Fund Manager Commentary

The annualized return of NRFSF for the month of April 2011 is 11.70%. This is better than the benchmark return by 3.34%. Since the Fund's inception eight months ago, the Fund has outperformed its benchmark by 1.86%. The Fund Size has registered a growth of 22% during April.

We aim to consistently provide significantly better returns than profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is not authorized to invest in corporate sukuk and the stock market.

We increased exposure in Government of Pakistan (GOP) Ijara sukuk in April to 71% from around 69% in the previous month. Thus 71% of your Fund's portfolio is invested in AAA rated Shariah Compliant Government securities. This has substantially increased the liquidity of the Fund. In the upcoming auction of GOP Ijara sukuk, the Government has set a target of Rs 45 billion. Currently, the outstanding amount of GOP Ijara sukuk is Rs 189 billion. GOP Ijara sukuk are floating rate Shariah compliant securities with six monthly coupon resets and hence an average duration of three months. This minimizes any pricing risk.

NRFSF is an Islamic Income Scheme that invests only in Shariah compliant avenues. The weighted average rating of the Fund is "AA+."

The average duration of your Fund is 74 days.

## Asset Allocation (% of NAV) 30-Apr-11 31-Mar-11

Asset Allocation (% of NAV)	30-Apr-11	31-Mar-11
GOP Ijara Sukuk - Govt. Backed	71.05%	68.94%
Cash Equivalents	27.19%	29.61%
Other Assets	1.76%	1.45%
Total	100.00%	100.00%
Leverage	Nil	Nil

## Sukuk Holdings (as at April 30, 2011)

Name of Sukuks	% of Net Assets
GOP Ijarah Sukuk VII	52.72%
GOP Ijarah Sukuk V	10.68%
GOP Ijarah Sukuk VI	7.65%
<b>Total</b>	<b>71.05%</b>

## Name of the Members of Investment Committee

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

## Credit Quality of the Portfolio (% of NAV)

