



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/10/2012): Rs.11.2809

October 2012

Performance

Performance %	October 2012	Jul. 2012 - Oct. 2012	Trailing 12 Months Nov 2011 - Oct 2012	Since Launch August 21, 2010
NAFA Asset Allocation Fund *	1.02%	9.15%	21.22%	49.16%
Benchmark	0.48%	5.02%	12.19%	27.32%

* Fund's Cumulative returns are net of management fee & all other expenses

General Information

Launch Date:	August 21, 2010
Fund Size:	Rs.638 million
Type:	Open-end – Asset Allocation 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 – 2%, Back end - 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index
Fund Manager:	Hussain Yasar
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA

Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

Fund Manager's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) Net Asset Value (NAV) increased by 1.02% while the benchmark increased by 0.48%. Thus your Fund out-performed the benchmark by 0.54%. Since inception on August 21, 2010 the Fund has increased by 49.16%, while the Benchmark has increased by 27.32%. Thus, to-date the out-performance of your Fund stands at 21.84%. This out-performance is net of management fee and all other expenses.

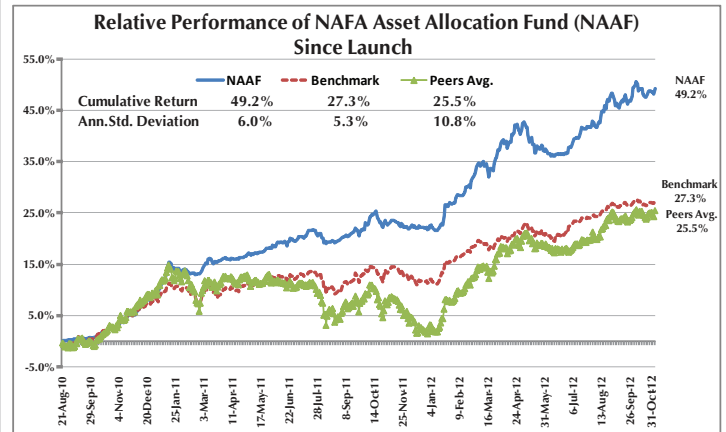
The market depicted positive trend with some volatility. At the start of the month NAAF was around 67% invested in equities. However, by the end of October NAAF's equity exposure was reduced to around 32%. The Fund also out-performed during the month as its key holdings in the Banks, Personal Goods, Construction & Materials and Oil & Gas sectors performed better than the market. On the other hand, drag on the Fund's performance was its over-weight position in Electricity and Fixed Line Telecommunication sector, which under-performed the market. The weightage of NAAF in the Electricity and Oil & Gas sectors and Fertilizer sub-sector was reduced.

Asset Allocation (% of Total Assets)	31-Oct-12	28-Sep-12
Equities / Stocks	32.46%	67.31%
TFCs	7.50%	10.06%
Cash Equivalents	45.34%	9.37%
T-Bills	11.19%	11.09%
Others including receivables	3.51%	2.17%
Total	100.00%	100.00%
Leverage	Nil	Nil

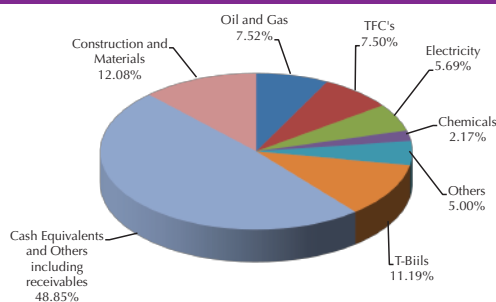
Characteristics of Equity Portfolio**

	PER	PBV	DY
NAAF	6.9	1.9	8.1%
KSE-30	8.0	4.0	7.8%

** Based on NAFA's estimates



Asset Allocation (% of Total Assets) (as on 31st October, 2012)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 2,913,721/- if the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0516/0.55%. For details investors are advised to read the Note 15 of the Financial Statements of the Scheme for the period ended June 30, 2012.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Tanvir Abid, CFA, FRM
Muhammad Ali Bhabha, CFA, FRM
Hussain Yasar

Top Ten Holdings (as on 31st October, 2012)

Name	Asset Class	% of Total Assets
Attock Cement Pakistan Limited	Equity	4.73%
Hub Power Company Limited	Equity	4.62%
Allied Bank Limited I	TFC	3.92%
D. G. Khan Cement Co Limited	Equity	3.70%
Lucky Cement Limited	Equity	3.64%
Pakistan Oilfields Limited	Equity	3.36%
Pakistan Petroleum Limited	Equity	3.15%
Pakistan Telecommunication Limited	Equity	2.02%
Nishat Mills Limited	Equity	1.76%
United Bank Limited III	TFC	1.56%
Total		32.46%

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.