



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/07/2012): Rs. 8.5963

July 2012

### Performance

Performance % *	July 2012	Trailing 12 Months Aug. - Jul 2011 - 2012	Since Launch October 29, 2007
NAFA Islamic Aggressive Income Fund	0.12%	18.07%	4.74%
Benchmark	7.71%	7.84%	6.73%

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

### General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 179 million
Type:	Open-end-Shariah Compliant Aggressive Income 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: 1.0%, Back end: 0%
Management Fee:	2.0% per annum
Risk Profile:	Low to Medium
Fund Stability Rating:	"BBB+ (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	MCB Financial Services Limited
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	Average 3-month deposit rate of Islamic Banks
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 seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in Shariah Compliant money market & debt securities having good credit rating and liquidity.

### Fund Manager Commentary

The Fund earned an annualized return of 0.12% during July 2012. The return is low owing to i) delay in payment by a Consumer Electronics sub sector Sukuk ii) decline in price of sukuk belonging to the Fertilizer Sector. The annualized return for trailing 12 months is an impressive 18.07% and for the first seven months of CY 2012 is 21.76%. This performance is net of management fee and all other expenses.

The Funds allocation in corporate sukuk is 41.79% diversified among Cement, Fertilizer, Utilities and Consumer Electronics sub-sectors. Around 35.78% of the portfolio is allocated to AAA rated Government of Pakistan Ijarah Sukuks which coupled with 14.79% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward, the Fund intends to maintain the present allocation.

The weighted average Yield-to-Maturity of the sukuk portfolio of the Fund is around 15.06% p.a. while, its weighted average time to maturity is 2.20 years. The weighted average time to maturity of the Fund is 0.87 years. Hence, for investors with medium term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, Sukuks prices may go up and down. Therefore, only long-term investors are advised to invest in this Fund.

### Asset Allocation (% of Total Assets) 31-July-12 29-June-12

	31-July-12	29-June-12
Sukuks	41.79%	43.90%
GOP Ijarah Sukuks - Govt. Backed	35.78%	29.08%
Cash Equivalents	14.79%	20.24%
Other including receivables	7.64%	6.78%
Total	100.00%	100.00%
Leverage	Nil	Nil

### Top Sukuk Holdings (as at July 31, 2012)

Name of Sukuks	% of Total Assets
GOP Ijarah (Sukuk IX)	19.33%
Engro Fertilizer Limited (Sukuk)	12.70%
Kohat Cement Limited (Sukuk)	12.30%
Maple Leaf Cement (Sukuk I)	8.04%
GOP Ijarah (Sukuk X)	7.73%
Pak Elektron Limited (Sukuk)	5.50%
GOP Ijarah (Sukuk V)	5.41%
Sui Southern Gas Company Limited (Sukuk)	3.25%
GOP Ijarah (Sukuk XI)	2.21%
GOP Ijarah (Sukuk VII)	1.10%
Total	77.57%

### WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1,228,553/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0591/0.81%. For details investors are advised to read note 7 of the Financial Statements of the Scheme for the period ended March 31, 2012.

### Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Ahmad Nouman, CFA  
Tanvir Abid, CFA, FRM  
Hussain Yasar

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

