



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/10/2012): Rs. 8.5486

October 2012

Performance

Performance % *	October 2012	FYTD Jul 12 - Oct 12	Trailing 12 Months Nov. - Oct 2011 - 2012	Since Launch October 29, 2007
NAFA Islamic Aggressive Income Fund	1.75%	-1.61%	17.47%	4.38%
Benchmark	7.33%	7.64%	7.78%	6.77%

* Represent Annualized Return - (based on morning star formula)
(Fund's returns are net of management fee & all other expenses)

General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 178 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 1.75% during October 2012. The return is depressed owing to i) decline in price of a Fertilizer sector Sukuk, ii) delay in payment by a Consumer Electronics sub sector sukuk. However, the return for trailing 12 months is an impressive 17.47% and for the first ten months of CY 2012 annualized return is 13.98%. This performance is net of management fee and all other expenses.

The Funds allocation in corporate sukus is 34.91% diversified among Cement, Fertilizer, Utilities and Consumer Electronics sub-sectors. Around 26.60% of the portfolio is allocated to AAA rated Government of Pakistan Ijarah Sukuks which coupled with 17.21% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward, the Fund intends to maintain the present allocation.

Asset Allocation (% of Total Assets) 31-Oct-12 28-Sep-12

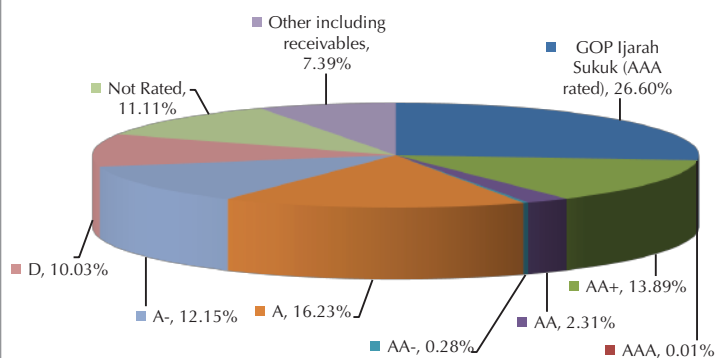
	31-Oct-12	28-Sep-12
Sukuks	34.91%	37.08%
GOP Ijarah Sukuks - Govt. Backed	26.60%	26.57%
Islamic Money Market Placements	13.89%	13.88%
Cash Equivalents	17.21%	15.17%
Other including receivables	7.39%	7.30%
Total	100.00%	100.00%
Leverage	Nil	Nil

The weighted average Yield-to-Maturity of the sukuk portfolio is around 17.26% p.a. while, its weighted average time to maturity is 1.99 years. The weighted average time to maturity of the Fund is 1.28 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.

Top 10 Sukuk Holdings (Including Short Term Sukuk) (as at October 31, 2012)

Name of Sukuk / Short Term Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	12.15%
HUBCO Short Term Islamic Sukuk I	11.12%
Kohat Cement Limited (Sukuk)	11.11%
GOP Ijarah (Sukuk IX)	8.35%
GOP Ijarah (Sukuk X)	7.78%
Maple Leaf Cement (Sukuk I)	5.74%
GOP Ijarah (Sukuk V)	5.46%
Pak Elektron Limited (Sukuk)	4.28%
HUBCO Short Term Islamic Sukuk II	2.78%
GOP Ijarah (Sukuk XI)	2.23%
Total	71.00%

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



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1,221,001/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0588/0.81%. For details investors are advised to read note 16 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
Muhammad Ali Bhabha, CFA, FRM
Tanvir Abid, CFA, FRM
Hussain Yasar