



MONTHLY REPORT (MUFAP's Recommended Format)

Unit Price (31/01/2012): Rs.9.3191

January 2012

Performance

Performance % *	January 2012	Jul. 2011- Jan. 2012	Trailing 12 Months	Since Launch October 29, 2007
NAFA Islamic Multi Asset Fund	3.41%	2.36%	7.91%	32.40%
Benchmark	3.99%	4.19%	8.36%	NA**

* Cumulative returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses

** KMI-30 Index was launched from September 2008

General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 246 million
Type:	Shariah Compliant - Open-end - Balanced 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 - 3%, Back end - 0%
Management Fee:	3% per annum
Risk Profile:	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	50% KMI - 30 Index & 50% average 3-month profit rate of Islamic banks.
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2-'Positive Outlook' by PACRA

Investment Objective

To provide investors with a combination of capital growth and income by investing in Shariah compliant investments. NIMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of Shariah compliant securities, instruments and avenues such as Equities, Musharakah, Murabahah, Ijarah etc.

Fund Manager Commentary

During the month under review, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) increased by 3.41%, whereas the benchmark (50% KMI-30 index & 50% average 3-month profit rate of Islamic Banks) increased by 3.99%, thus your Fund under-performed the benchmark by 0.58%.

NIMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. The stock market advanced during the month of January on the back of healthy results announcements, relaxation in CGT, improvement in domestic political climate and thaw in US-Pak diplomatic relations. During the first half of the month the market continued downward trend. However, the market took upward trend during the latter half of the month. NIMF was around 38% invested in equities at the beginning of the month and we remained under-weight during the first half of the month. However, with the improvement in the trend in the market allocation in equities was enhanced during the latter half of the month that benefited the Fund. NIMF's under-performance during the month was due to its under-weight in equities at the inception of the market rally and underperformance of key holdings in Oil and Gas and Electricity sectors. We increased the exposure in selected fertilizer companies, which performed better than the market that benefited the Fund. The Fund benefited from its under-weight stance in the Food Producer sector and selected oil exploration stock that lagged the market. Mark down of a corporate sukuk also contributed to the underperformance of the Fund. At the end of the month NIMF is overweight in equities with around 56% weightage.

NIMF is invested in high dividend yielding Shariah Compliant stocks of defensive sectors. The portfolio of NIMF is priced at a forward earnings multiple of 6.7x offering 10.1% dividend yield. We are vigilant to the developments in the capital markets and will alter the portfolio of NIMF proactively.

Asset Allocation (% of NAV)

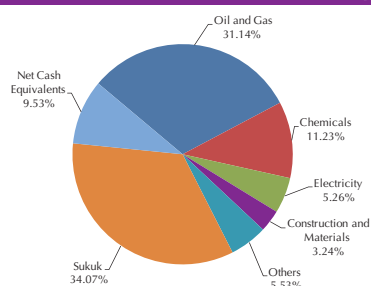
	31-Jan-12	30-Dec-11
Equities / Stocks	56.40%	37.70%
Sukuks	34.07%	36.18%
Shariah Compliant Commercial Paper	-	6.20%
Cash Equivalents	8.28%	19.55%
Other Net Assets	1.25%	0.37%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIMF	6.7	4.5	10.1%
KMI-30	6.9	4.1	9.0%

*** Based on NAFA's estimates

Asset Allocation (as on 31st January 2012)



Name of the Members of Investment Committee

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

Top Ten Holdings (as on 31st January 2012)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Pakistan Oilfields Ltd.	Equity	14.30%	Pak Elektron Limited.	Sukuk	7.84%
Maple Leaf Cement I.	Sukuk	12.03%	Hub Power Co. Ltd.	Equity	5.26%
Fauji Fertilizer Co. Ltd.	Equity	11.22%	Oil & Gas Dev.Co.	Equity	5.12%
Pak Petroleum Ltd.	Equity	9.31%	Eden Housing II.	Sukuk	4.47%
Kohat Cement Limited.	Sukuk	8.22%	Lucky Cement Ltd.	Equity	3.24%

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	YIM Per Annum
Eden Housing II	SUKUK	16,875,000	5,882,811	10,992,189	4.47%	4.38%	43.10%
Maple Leaf Cement I	SUKUK	49,915,000	20,299,782	29,615,218	12.03%	11.81%	36.68%
Pak Elektron Limited	SUKUK	21,428,571	2,123,614	19,304,957	7.84%	7.70%	9.68%
Kohat Cement Limited ****	SUKUK	30,300,000	10,058,873	20,241,127	8.22%	8.07%	30.69%
Maple Leaf Cement II****	SUKUK	1,875,000	1,875,000	-	0.00%	0.00%	N/A
Total		120,393,571	40,240,080	80,153,491	32.56%	31.96%	

****Book Value, performing but below A- (A minus)

Weighted Average Time to Maturity of Non Equity Assets	Limit	Excess
2.08 years	2 years	0.08 years

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.