

Performance

Performance % *	June 2011	Jan. - Jun. 2011	FY 2010-11	Since Launch October 29, 2007
NAFA Islamic Multi Asset Fund	(0.42%)	8.79%	28.44%	29.34%
Benchmark	1.07%	6.87%	24.38%	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. 289 million
Type:	Shariah Compliant - Open-end – Balanced Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	9:00 A.M to 4:30 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:	A. F. Ferguson & 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) decreased by 0.42%, whereas the benchmark (50% KMI-30 index & 50% average 3-month profit rate of Islamic Banks) increased by 1.07%, thus your Fund under-performed the benchmark by 1.49%. Whereas during the first six month of current CY, the Fund earned a return of 8.79% and out-performed its benchmark by 1.92%.

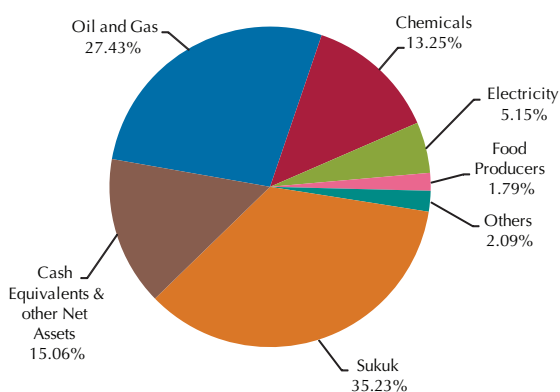
NIMF is a balanced fund and market weight implies 50% weight in equities and 50% in fixed income asset class. NIMF under-performed during the month on the back of depressed Sukuk prices. At the start of the month NIMF was around 56% invested in equities. The stock market trend during the month mostly depicted a neutral pattern in the absence of notable triggers. We reduced the weightage of NIMF in equities. The weightage of the Fund in the Chemicals, Electricity and Oil & Gas sectors was reduced. At the end of the month NMF was around 50% invested in equities. Our strategy to remain overweight in the selected high dividend yielding companies in the Fertilizer sub-sector, which out-performed the market, benefited NIMF. Moreover, NIMF's key holdings in Oil & Gas sector performed better than the market, which also contributed to the performance of the Fund. The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio of NIMF is around 29% p.a.

NIMF is invested in high dividend yielding Shariah Compliant stocks of defensive sectors. We are monitoring the capital market conditions and will rebalance the portfolio of NIMF accordingly.

Asset Allocation (% of NAV) 30-Jun-11 31-May-11

	30-Jun-11	31-May-11
Equities / Stocks	49.71%	55.69%
Sukuks	35.23%	35.81%
Cash Equivalents	12.05%	3.49%
Other Net Assets	3.01%	5.01%
Total	100.00%	100.00%
Leverage	Nil	Nil

Asset Allocation (as on 30th June 2011)



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 30th June 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Kohat Cement Ltd.	Sukuk	11.18%	Pak Petroleum Ltd.	Equity	7.19%
Maple Leaf Cement 1	Sukuk	10.85%	Hub Power co. Ltd.	Equity	5.15%
Fauji Fertilizer Co. Ltd.	Equity	9.91%	Eden Housing Ltd.	Sukuk	4.29%
Pakistan Oilfields Ltd.	Equity	9.61%	Oil & Gas Dev.Co	Equity	3.48%
Pak Elektron Ltd.	Sukuk	7.37%	Fauji Fertilizer Bin Qasim	Equity	3.34%

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	YTM Per Annum
Kohat Cement Limited Sukuk	Sukuk	48,300,000	16,034,441	***32,265,559	11.18%	11.00%	33.53%
Maple Leaf Cement Sukuk 1	Sukuk	49,936,250	18,618,980	***31,317,270	10.85%	10.67%	29.74%
Eden Housing Limited Sukuk 2	Sukuk	17,812,500	5,439,189	12,373,311	4.29%	4.22%	41.06%
Maple Leaf Cement Sukuk 2	Sukuk	1,875,000	1,875,000	-	-	-	-
Total		117,923,750	41,967,610	75,956,140	26.32%	25.89%	

*** Book Value, performing but below investment grade

Weighted Average Time to Maturity of Non Equity Assets	Limit	Excess
3.26 years	<= 2 years	1.26 year