



Performance

Performance %	June 2014	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch October 29, 2007*
NAFA Islamic Asset Allocation Fund (Formerly: NAFA Islamic Multi Asset Fund)	3.12%	22.23%	36.31%	13.25%	28.44%	17.46%	14.29%
Benchmark**	0.97%	17.72%	28.44%	11.07%	24.38%	21.27%	11.57%

\* Annualized Return  
All Other returns are Cumulative [Net of management fee & all other expenses]

Note:\*\* KSE-30 is used as equity component for the Benchmark before June 30, 2008, the launch date of KMI-30 Index. The fund category was changed to Islamic Asset Allocation from Islamic Balanced with effect from April 22, 2014. Consequently, allowed equity range is now 0% to 90% which previously was 30% to 70%. Previous benchmark was 50% KSE-30 Index & 50% 3-month KIBOR.

General Information

Launch Date: October 29, 2007  
Fund Size: Rs. 557 million  
Type: Shariah Compliant - Open-end - Asset Allocation Fund  
Dealing Days: Daily - Monday to Friday  
Ramzan Dealing Time: (Mon-Thr) 8:00 A.M to 2:00 P.M (Friday) 8:00 A.M to 12:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: without Life Insurance: 3%, with Life Insurance: 5% (Nil on investment above Rs. 16 million), Back end: 0%  
Management Fee: 2% per annum  
Risk Profile: Moderate  
Listing: Lahore Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: KPMG Taseer Hadi & Co. Chartered Accountants  
Benchmark:\*\*\* Average of (i) average 3-month Islamic banks deposit rate (ii) 6-month KIBOR or its Shariah Compliant equivalent (iii) KMI 30 Index  
Fund Manager: Asim Wahab Khan, CFA  
Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)

Investment Objective

To provide investors with a combination of capital growth and income by investing in Shariah compliant investments. NIAAF (Formerly 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's Commentary

During the month under review, unit price (NAV) of NAFA Islamic Asset Allocation Fund (NIAAF) (Formerly: NAFA Islamic Multi Asset Fund) increased by 3.1%, whereas the Benchmark increased by 1.0%, thus your Fund outperformed the Benchmark by 2.1%. Since inception your Fund has posted 144.01% return, versus 107.8% by the Benchmark. Thus, an outperformance of 36.2% was recorded. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 62% in equities, which was slightly reduced to around 61% towards the end of the month. The reduction was primarily due to cash being tied up in Secondary Public Offering (SPO) of Pakistan Petroleum Limited. The Fund outperformed the Benchmark in June primarily due to reclassification of a Cement sub sector Sukuk from Non-Performing to Performing, which resulted in mark-to-market gains. During the month, allocation was increased in Automobile and Parts and Engineering sectors, whereas it was reduced in all the other sectors.

Asset Allocation (% of Total Assets) 30-June-14 30-May-14

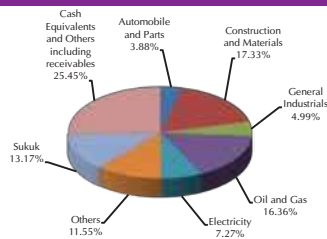
Equities / Stocks	61.38%	62.44%
Sukus	13.17%	11.55%
Cash Equivalents	22.54%	23.34%
Others including receivables	2.91%	2.67%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio\*\*\*

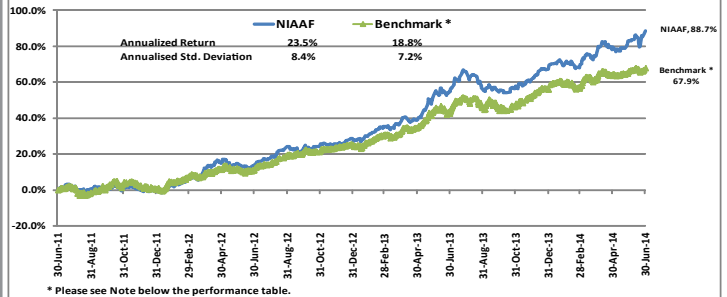
	PER	PBV	DY
NIAAF	8.3	2.4	6.6%
KMI-30	8.1	2.3	7.1%

\*\*\* Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 30 June, 2014)



Relative Performance of NAFA Islamic Asset Allocation Fund (NIAAF) (Formerly: NAFA Islamic Multi Asset Fund) for the Last Three Years



Top Ten Holdings (as on 30 June, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Ltd	Sukuk	8.13%	Pak Petroleum Ltd	Equity	4.35%
Pakistan Oilfields Ltd	Equity	5.48%	Pakistan State Oil Co Ltd	Equity	3.87%
Lucky Cement Ltd	Equity	5.28%	Kot Addu Power Co Ltd	Equity	3.69%
Maple Leaf Cement Ltd	Sukuk	5.04%	Maple Leaf Cement Factory Ltd	Equity	3.53%
Pioneer Cement Ltd	Equity	4.72%	Thal Ltd	Equity	3.17%

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	Yield to Maturity per annum
Eden Housing (Sukuk II)	SUKUK	4,921,875	4,921,875	-	-	-	-
Maple Leaf Cement (Sukuk I)****	SUKUK	38,643,750	-	28,720,421	5.16%	5.04%	38.65%
Pak Elektron Limited (Sukuk)	SUKUK	21,428,571	21,428,571	-	-	-	-
Total		64,994,196	26,350,446	28,720,421	5.16%	5.04%	

\*\*\*\*Said TFC is performing but classified as non Compliant on the basis of required rating. Due to this the difference between the Value of Investment before provision and after provision is mark to market loss instead of provisioning.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 6,692,003/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1562/1.47%. For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Note: 1) The calculation of performance does not include cost of front-end load.

2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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 dependent 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.

"This version of the FMR has been uploaded on July 16, 2014 after incorporating additional requirements as prescribed in 'Circular 16 of 2014' dated July 03, 2014"