

## Performance

Performance % *	November 2010	FYTD Jul. – Nov. 2010	Since Launch October 29, 2007
NAFA Islamic Multi Asset Fund	4.75%	12.57%	13.36%

\* Cumulative returns are net of management fee & all other expenses

## General information

Launch Date:	October 29, 2007
Fund Size:	Rs. 260 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 1-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- 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 of November 2010, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) increased by 4.75%, whereas the benchmark (50% KMI-30 index & 50% average 1-month profit rate of Islamic Banks) increased by 4.06%, thus your Fund out-performed the benchmark by 0.69%. This out-performance is net of management fee and all other expenses.

NIMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. At the start of the month NIMF was around 47% invested in equities. During the month we enhanced the weightage of the Fund in the Oil & Gas, Electricity and Chemical sectors. The Oil & Gas sector and Fertilizer sub-sector offer attractive dividend payouts and healthy earnings growth prospects. In the Electricity sector we built exposure in high dividend-yielding, HUBCO as the stock has once again become Shariah-Compliant. On the contrary, the weightage of NIMF in the Fixed Line Communication and Construction & Materials sectors was reduced. At the end of the month, NIMF was around 50% invested in equities. The exposure of NIMF in the Oil & Gas sector and Fertilizer and Jute sub-sectors contributed to the out-performance of the Fund.

In the Monetary Policy Review during November, the SBP has raised the Discount Rate by another 50bps to 14%. This will improve the returns from the Sukuk portfolio following the increase in the Base rates. The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio of NIMF is around 28%.

NIMF remains invested in attractive high dividend yielding stocks with low business risk. We remain alert to developments in the capital markets and will shift the portfolio accordingly.

## Top Ten Holdings

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
POL	Equity	14.59%	FFBL	Equity	5.36%
Kohat Cement	Sukuk	12.42%	Eden Housing	Sukuk	4.97%
Maple Leaf Cement	Sukuk	12.05%	FFC	Equity	2.94%
Pak Elektron Ltd.	Sukuk	10.42%	HUBC	Equity	2.06%
PPL	Equity	10.41%	Eden Builders	Sukuk	2.03%

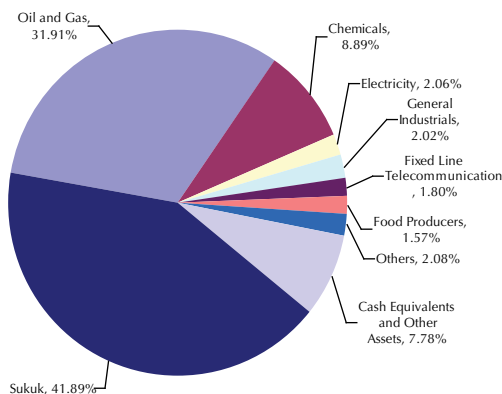
## Details of Non-Compliant Investments

Name of Non Compliant Investment	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	Yield to Maturity per annum
Kohat Cement Limited Sukuk	Sukuk	48,300,00	16,011,788	**32,288,212	12.42%	30.59%
Maple Leaf Cement Sukuk 1	Sukuk	49,968,125	18,630,865	**31,337,260	12.05%	28.02%
Eden Housing Limited Sukuk 2	Sukuk	18,750,000	5,832,337	**12,917,663	4.97%	37.19%
Total		117,018,125	40,474,990	76,543,135	29.44%	

\*\* Book Value, performing but below investment grade

Asset Allocation %	30-Nov-10	31-Oct-10
Equities / Stock	50.33%	46.98%
TFC / Sukuk	41.89%	43.87%
Cash Equivalents	3.35%	4.03%
Other Net Assets	4.43%	5.12%
Total	100.00%	100.00%
Leverage	Nil	Nil

## Asset Allocation (as on 30th November 2010)



## Name of the Members of Investment Committee

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