



# NAFA Islamic Multi Asset Fund (NIMF)

**NBP Fullerton  
Asset Management Limited**

(Formerly National Fullerton Asset Management Limited)

Unit Price (30/09/2010): Rs. 9.4439

September 2010

## Performance

Performance % *	September 2010	CYTD Jan. - Sep. 2010	Since Launch October 29, 2007
<b>NAFA Islamic Multi Asset Fund</b>	<b>2.50%</b>	<b>15.26%</b>	<b>7.48%</b>

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

## General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 347 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 September 2010, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) increased by 2.50%, whereas the benchmark (50% KMI-30 index & 50% 1-month profit rate on Islamic Banks) increased by 1.83%, thus your Fund out-performed the benchmark by 0.67%.

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 42% invested in equities. The market trend was lackluster at the start of the month. Thereafter, investor outlook improved on positive developments on the leverage product front and easing of political uncertainties. We enhanced the weightage of NIMF in high dividend yielding stocks and defensive sectors. We enhanced our weightage in the Oil & Gas Exploration sub-sector that contributed to the outperformance of the Fund. Similarly, the weightage in the Fixed Line telecommunication sector was increased. We built NIMF's exposure in Gas Water and Multiutilities sector following improved earnings prospects resulting from the enhancement in allowable gas losses. The exposure of NIMF in selected high dividend yielding stocks in the Fertilizer sub-sector was unchanged. Towards the end of the month NIMF was around 49% invested in equities. On the Fixed Income side, NIMF benefited from regularization of previously non-performing Sukuk and consequent reversal in their value.

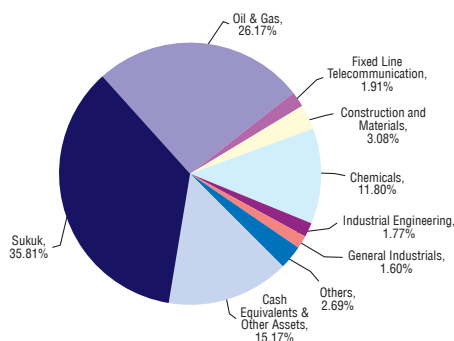
Going forward, we are expecting the Fund to perform well as we are invested in high dividend yielding stocks with stable earnings stream and attractive valuations. We are monitoring the capital market conditions and will rebalance the portfolio accordingly.

## Asset Allocation %

30-Sep-10 31-Aug-10

Equities / Stock	49.02%	41.69%
TFC / Sukuk	35.81%	33.35%
Cash Equivalents	14.18%	33.96%
Other Net Assets / (Liabilities)	0.99%	-9.00%
Leverage	Nil	Nil

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



## Top Ten Holdings (% of Net Assets)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Maple Leaf Cement	Sukuk	10.82%	Pak Elektron	Sukuk	9.08%
Kohat Cement	Sukuk	10.45%	Eden Housing	Sukuk	3.87%
POL	Equity	10.28%	OGDC	Equity	3.47%
PPL	Equity	10.12%	FFBL	Equity	2.52%
FFC	Equity	9.28%	LUCK	Equity	2.02%

## Details of Non-Complaint Investments

Name of Non Complaint 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	48,300,000	12,075,000	** 36,225,000	10.45%	25.15%
Maple Leaf Cement Sukuk 1	Sukuk	49,968,125	12,492,031	**37,476,094	10.82%	21.75%
Eden Housing Limited Sukuk 2	Sukuk	18,750,000	5,348,494	** 13,401,506	3.87%	45.11%
<b>Total</b>		<b>117,018,126</b>	<b>29,915,525</b>	<b>87,102,600</b>	<b>25.14%</b>	

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

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Tanvir Abid, CFA, FRM  
Irfan Malik, CFA

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