

Performance

Performance % *	September 2011	Jan. - Sep. 2011	Trailing 12 Months	Since Launch October 29, 2007
NAFA Islamic Multi Asset Fund	(0.45%)	9.07%	20.65%	29.67%
Benchmark	3.43%	8.98%	21.22%	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.248 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:	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) decreased by 0.45%, whereas the benchmark (50% KMI-30 index & 50% average 3-month profit rate of Islamic Banks) increased by 3.43%, thus your Fund under-performed the benchmark by 3.88%. During the first nine months of current Calendar Year, the Fund earned a return of 9.07% and out-performed its benchmark by 0.09%.

NIMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. During the month the stock market recovered on lower CPI inflation numbers of August and prospects of further cut in the Discount rate by the SBP in its Monetary Policy review in October. NIMF under-performed the benchmark on account of reversal of mark-up following delay in payment by a sukuk holding in the portfolio. During the month the size of NIMF decreased thereby increasing the weightage of sukuks in the portfolio. At the start of the month, NIMF was around 36% invested in equities. During the month we enhanced the allocation of the Fund in the Fertilizer sub-sector and the Electricity and Oil & Gas sectors. At the end of the month, NIMF was around 42% invested in equities. During the month, NIMF's key high dividend yield holdings in the Fertilizer sub-sector out-performed the market, which significantly benefited the Fund. Moreover, during the month the Fund remained under-weight in the Industrial Engineering and Automobile & Parts sectors that under-performed, thereby benefiting NIMF. The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio of NIMF is around 29.5% p.a.

NIMF is invested in high dividend yielding Shariah Compliant stocks of defensive sectors. We are vigilant to the happenings in the capital market conditions and will proactively adjust the portfolio of NIMF.

Asset Allocation (% of NAV)

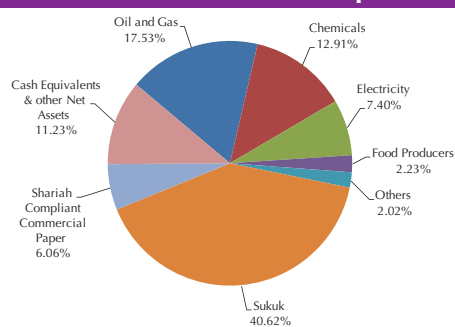
	30-Sep-11	30-Aug-11
Equities / Stocks	42.09%	36.26%
Sukuks	40.62%	35.89%
Shariah Compliant Commercial Paper	6.06%	5.37%
Cash Equivalents	9.08%	18.53%
Other Net Assets	2.15%	3.95%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIMF	7.2	1.9	8.6%
KMI-30	7.6	4.2	8.0%

*** Based on NAFA's estimates

Asset Allocation (as on 30th September 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 September 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Kohat Cement Limited	Sukuk	13.02%	Hub Power Co. Ltd.	Equity	7.40%
Maple Leaf Cement I	Sukuk	12.64%	Hub Power Co. Ltd.	CP	6.06%
Pakistan Oilfields Ltd.	Equity	10.52%	Eden Housing II	Sukuk	4.86%
Fauji Fertilizer Co. Ltd.	Equity	8.57%	Fauji Fertilizer Bin Qasim	Equity	4.33%
Pak Elektron Limited	Sukuk	8.44%	Pak Petroleum Ltd.	Equity	2.94%

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	13.02%	12.77%	30.12%
Maple Leaf Cement (Sukuk I)	SUKUK	49,936,250	18,618,980	31,317,270	12.64%	12.39%	34.13%
Eden Housing (Sukuk II)	SUKUK	17,343,750	5,296,053	12,047,697	4.86%	4.77%	43.07%
Maple Leaf Cement (Sukuk II)****	SUKUK	1,875,000	1,875,000	-	0.00%	0.00%	0.00%
Total		117,455,000	41,824,474	75,630,526	30.52%	29.93%	

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