



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/09/2014): Rs.13.3345

September 2014

Performance %

Performance Period	September 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch October 26, 2007*
NAFA Islamic Asset Allocation Fund (Formerly: NAFA Islamic Multi Asset Fund)	4.4%	2.6%	25.4%	22.2%	36.3%	13.3%	28.4%	17.5%	14.1%
Benchmark**	1.8%	1.9%	18.8%	17.7%	28.4%	11.1%	24.4%	21.3%	11.4%

* 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 26, 2007
Fund Size: Rs. 673 million
Type: Shariah Compliant - Open-end - Asset Allocation Fund
Dealing Days: Daily - Monday to Friday
Dealing Time: (Mon-Thr) 9:00 A.M to 5:00 P.M
(Friday) 9:00 A.M to 5:30 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 Growth Unit: Rs. 10,000/-
Subscription: 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 4.4%, whereas the Benchmark increased by 1.8%, thus your Fund outperformed the Benchmark by 2.6%. Since inception your Fund has posted 150.3% return, versus 111.9% by the Benchmark. Thus, an outperformance of 38.4% was recorded. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 52% in equities, which was increased to around 56% towards the end of the month as the political noise settled down. NIAAF outperformed the Benchmark in September as the Fund was overweight in select Automobile & Parts, Construction and Materials, and General Industrials sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Personal Goods and Construction and Materials sectors whereas it was slightly reduced in the Banks sector.

Asset Allocation (% of Total Assets) 30-Sep-14 29-Aug-14

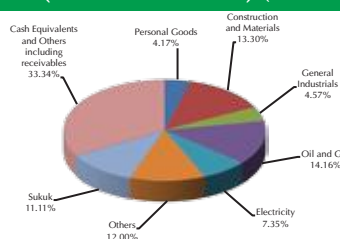
Equities / Stocks	55.55%	51.85%
Sukuks	11.11%	12.49%
Cash Equivalents	28.18%	29.08%
Others including receivables	5.16%	6.58%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAF	7.6	2.3	6.4%
KMI-30	8.7	2.3	6.6%

*** Based on NAFA's estimates

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



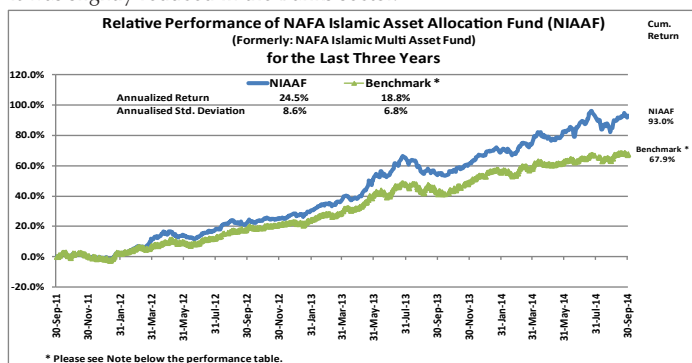
Name of the Members of Investment Committee

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. 6,924,141/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.1372/1.29%.For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 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.



Top Ten Holdings (as on 30 September, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Ltd	Sukuk	6.74%	Lucky Cement Ltd	Equity	3.88%
Pakistan Petroleum Ltd	Equity	5.39%	Kot Addu Power Co Ltd	Equity	3.44%
Maple Leaf Cement Ltd	Sukuk	4.38%	Pioneer Cement Ltd	Equity	3.34%
Pakistan Oilfields Ltd	Equity	4.36%	Maple Leaf Cement Ltd	Equity	3.26%
Nishat Mills Ltd	Equity	4.17%	Hub Power Company 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	37,393,750	-	30,059,714	4.47%	4.38%	20.88%
Pak Elektron Limited (Sukuk)	SUKUK	21,428,571	21,428,571	-	-	-	-
Total		63,744,196	26,350,446	30,059,714	4.47%	4.38%	

****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.