



**Performance**

Performance %	April 2012**	Jul. - Apr. 2011 - 2012**	Trailing 12 Months *	Since Launch April 22, 2006*
NAFA Income Opportunity Fund	-0.75%	-2.50%	-4.19%	6.03%
Benchmark	0.94%	10.30%	12.65%	11.75%

\* Represent Annualized Return - (based on morning star formula)  
\*\* Represent Cumulative Return  
(Returns are net of management fee & all other expenses)

**General Information**

Launch Date: April 22, 2006  
Fund Size: Rs. 1,520 million  
Type: Open-end – Income Fund  
Dealing Days: Daily – Monday to Saturday  
Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M  
(Friday) 9:00 A.M to 5:30 P.M  
(Saturday) 9:00 A.M to 1:00 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: 0%, Back end: 0%  
Management Fee: 1.5% per annum  
Risk Profile: Low  
Fund Stability Rating: "A (f)" by PACRA  
Listing: Lahore Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: KPMG Taseer Hadi & Co.  
Chartered Accountants  
Benchmark: 6-Month KIBOR  
Fund Manager: Hussain Yasar  
Minimum Subscription: Growth Unit: Rs. 10,000/-  
Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM2- 'Positive Outlook' by PACRA

**Investment Objective**

To seek preservation of Capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.

**Fund Manager Commentary**

The Fund's unit price declined by 0.75% during April 2012. This was on account of rating downgrade of a Telecom sector TFC, and subsequent decline in the market price of that TFC. The issuer is expected to pay its outstanding payment within two months, and the unrealized loss is expected to reverse.

The Fund has high allocation in TFCs of around 85.74% of the Fund size. All TFCs in the Fund are floating rate instruments linked to KIBOR. Weighted average price of the TFC portfolio is Rs. 84.38 against the par value of Rs100. Developments on restructuring of some of the TFCs are at advanced stage.

The weighted average Yield to Maturity of the Fund is around 20.46% p.a. and that of the TFC portfolio is 22.85% p.a. The weighted average time to maturity of the Fund is 1.90 years. The Fund's sector allocation is fairly diversified with exposure to Telecom, Fertilizer, Cement, Financial Services, Banking, and Leisure (Hotel) sub-sectors. However, since TFCs prices may go up and down, therefore, only long-term investors are advised to invest in this Fund.

**Details of Non-Compliant Investments**

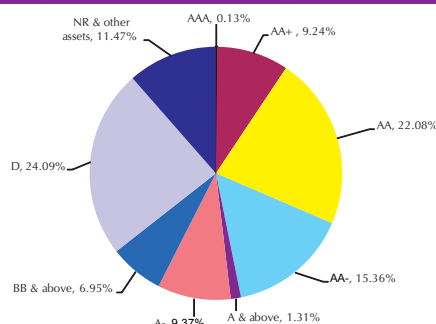
Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	Yield to Maturity per annum
BRR Guardian Modaraba***	SUKUK	48,593,750	12,148,437	36,445,313	2.40%	1.82%	24.92%
Escort Investment Bank Limited***	TFC	12,489,900	3,280,397	9,209,503	0.61%	0.46%	18.00%
Kohat Cement Limited (Sukuk)***	SUKUK	108,500,000	28,169,421	80,330,579	5.28%	4.01%	27.64%
World Call Telecom Limited***	TFC	128,494,292	32,123,573	96,370,719	6.34%	4.81%	23.59%
Eden Housing (Sukuk II)	SUKUK	28,893,750	10,072,679	18,821,071	1.24%	0.94%	28.67%
Maple Leaf Cement (Sukuk I)	SUKUK	399,235,000	162,363,684	236,871,316	15.58%	11.82%	37.78%
Pak Elektron Limited (Sukuk)	SUKUK	51,428,571	11,371,423	40,057,148	2.64%	2.00%	17.29%
Saudi Pak Leasing	TFC	51,529,950	17,507,455	34,022,495	2.24%	1.70%	19.37%
Agritech Limited I	TFC	149,860,200	149,860,200	-	-	-	-
Agritech Limited V	TFC	32,320,000	32,320,000	-	-	-	-
Azgard Nine Limited (PPTFC)	TFC	249,800,000	249,800,000	-	-	-	-
Dewan Cement Limited	TFC	150,000,000	150,000,000	-	-	-	-
Gharibwal Cement Limited (PPTFC)	TFC	24,355,500	24,355,500	-	-	-	-
Maple Leaf Cement (Sukuk II)	SUKUK	15,000,000	15,000,000	-	-	-	-
New Allied Electronics (PPTFC)	TFC	31,706,536	31,706,536	-	-	-	-
New Allied Electronics (Sukuk II)	SUKUK	44,148,934	44,148,934	-	-	-	-
PACE Pakistan Limited	TFC	149,820,000	149,820,000	-	-	-	-
<b>Total</b>		<b>1,676,176,383</b>	<b>1,124,048,239</b>	<b>552,128,144</b>	<b>36.33%</b>	<b>27.56%</b>	

\*\*\*Book Value, performing but below authorized minimum credit rating grade

**Excess / (Short) exposures**

Particulars	Exposure Type	% of Net Assets	Limit	Excess / (Shortfall)
Maple Leaf Cement (Sukuk I)	Per Party	15.58%	10.00%	5.58%
Cash and Cash Equivalents	Cash Balance	8.07%	25.00%	(16.93)%

**Credit Quality of the Portfolio as of April 30, 2012 (% of NAV)**



**Asset Allocation (% of NAV) 30-Apr-12 31-Mar-12**

	30-Apr-12	31-Mar-12
TFCs / Sukuks	85.74%	88.06%
Cash Equivalents	8.07%	12.61%
Other Net Assets / (Liabilities)	6.19%	-0.67%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**Top 10 TFC/SUKUK Holdings (as at April 30, 2012)**

Name of TFCs / Sukuks	% of Net Assets
Maple Leaf Cement (Sukuk I)	15.58%
Engro Fertilizer Limited (PPTFC)	10.92%
Pakistan Mobile Communication (Listed II)	10.83%
Avari Hotels Limited	9.35%
Orix Leasing Pakistan (PPTFC)	8.55%
World Call Telecom Limited	6.34%
Kohat Cement Limited (Sukuk)	5.28%
Allied Bank Limited II	4.40%
Jahangir Siddiqui & Company IV	2.96%
Pak Elektron Limited (Sukuk)	2.64%
<b>Total</b>	<b>76.85%</b>

**Name of the Members of Investment Committee**

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