



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/08/2012): Rs. 10.0795

August 2012

Performance

Performance % *	August 2012	FYTD Jul 12 - Aug 12	Trailing 12 Months Sep 11 to Aug 12	Since Launch August 21, 2010
NAFA Riba Free Savings Fund	10.56%	10.40%	10.41%	10.62%
Benchmark	8.27%	8.17%	8.24%	8.28%

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

General Information

Launch Date:	August 21, 2010
Fund Size:	Rs. 960 million
Type:	Open-end – Shariah Compliant 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: 1%, (w.e.f 10th September 2012), Back end: 0%
Management Fee:	1.25% per annum (w.e.f March 11, 2012)
Risk Profile:	Very Low
Fund Stability Rating:	"AA-(f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Average 6-month deposit rate of A- and above rated Islamic Banks
Fund Manager:	Salman Ahmed
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA

Investment Objective

To provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah compliant banks and money market / debt securities.

Fund Manager Commentary

The Fund generated an annualized return of 10.56% for the month of August 2012 thus out-performing its benchmark by 2.29%. During last one year the Fund has out-performed its benchmark by 2.17% by earning an annualized return of 10.41%. This outperformance is net of management fee and all other expenses.

The Fund aims to consistently provide better returns than profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is not authorized to invest in corporate debt securities and the stock market. The Fund can invest in short-term Shariah compliant money market securities of up to six months maturity rated AA- or better. With stability rating of AA-(f) awarded by PACRA, the Fund is amongst the highest rated Islamic Income Funds in the market.

The allocation of the Fund is fairly diversified with significant exposure of around 51.03% (previous month 48.41%) in GoP Ijarah sukuks, which are floating rate instruments with 6-months coupon re-setting. The SBP has set a target of Rs. 45 billion in the next GOP Ijarah Sukuk auction scheduled on September 13, 2012. This asset class has become very popular and is now a reliable source of funding for the Government. Outstanding stock has increased to Rs 383.5 billions compared Rs 225 billions a year ago. The remaining assets of the Fund are invested in "AA" and above rated Shariah compliant money market instruments (17.43%) and bank deposits (28.76%). This allocation reduces the credit risk and enhances the liquidity profile of the Fund.

The average duration of the Fund is 69 days and the weighted average time to maturity of the Fund is 1.12 years.

Asset Allocation (% of Total Assets)

	31-Aug-12	31-July-12
GOP Ijarah Sukuk - Govt. Backed	51.03%	48.41%
Islamic Money Market Placements	17.43%	16.23%
Cash Equivalents	28.76%	32.81%
Other including receivables	2.78%	2.55%
Total	100.00%	100.00%
Leverage	Nil	Nil

Top Holdings (as at August 31, 2012)

Name of Sukuks	% of Total Assets
GOP Ijarah (Sukuk IX)	17.75%
HUBCO Short Term Islamic Sukuk II	11.35%
GOP Ijarah (Sukuk VIII)	10.34%
GOP Ijarah (Sukuk V)	8.78%
GOP Ijarah (Sukuk XII)	5.17%
GOP Ijarah (Sukuk X)	4.13%
Engro Fertilizer Ltd. Short Term Sukuk	3.71%
HUBCO Short Term Islamic Sukuk I	2.37%
GOP Ijarah (Sukuk XI)	2.17%
GOP Ijarah (Sukuk VI)	1.86%
Total	67.63%

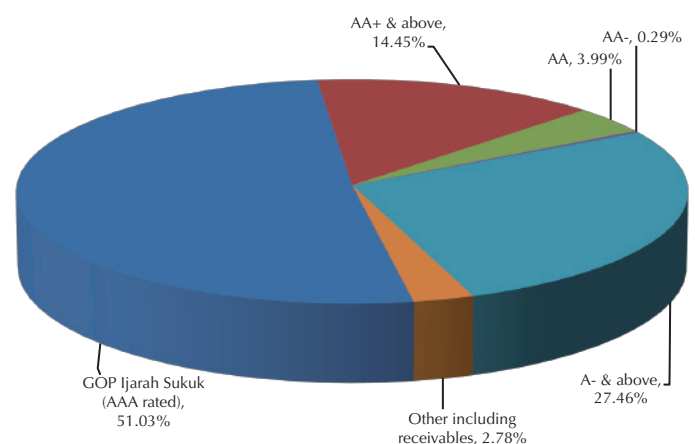
WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 2,175,376/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0228/0.25%. For details investors are advised to read note 5 of the Financial Statement of the Scheme for the period ended March 31, 2012 .

Name of the Members of Investment Committee

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

Credit Quality of the Portfolio as of August 31, 2012 (% of Total Assets)



Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.