

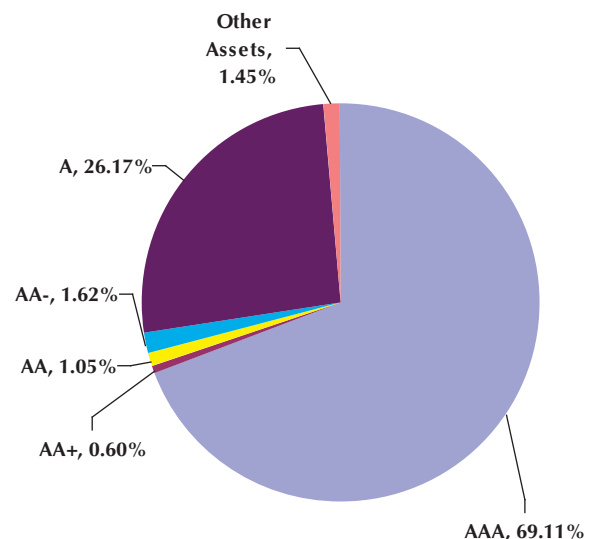
Performance % *	March 2011	Since Launch August 21, 2010
NAFA Riba Free Savings Fund	11.52%	9.91%
Benchmark	8.24%	8.25%

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

General Information		Investment Objective
Launch Date:	August 21, 2010	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 Size:	Rs. 269 million	
Type:	Open-end – Shariah Compliant Income Fund	<b>Fund Manager Commentary</b>
Dealing Days:	Daily – Monday to Saturday	
Dealing Time:	(Mon - Fri) 9:00 A.M to 4:30 P.M (Saturday) 9:00 A.M to 1:00 P.M	The annualized return of NRFSE for the month of March 2011 is 11.52%. This is better than the benchmark return by 3.28% and the previous month's return by 1.02%. Since the Fund's inception seven months ago, the Fund has outperformed its benchmark by 1.66%. We aim 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 Sukuks and the Stock Market.
Settlement:	2-3 business days	
Pricing Mechanism:	Forward Pricing	In continuation of our policy as indicated previously, we significantly enhanced exposure in Government of Pakistan Ijara Sukuks in March to 68.94% from 7.72% in previous month. Thus 69% of your Fund's portfolio is invested in AAA rated Shariah Compliant Government Securities. In the last Ijara Sukuk auction, the Government accepted Rs 47.5 billion against participation of Rs 57.8 billion. Ijara Sukuks are floating rate Shariah compliant securities with six monthly coupon resets and hence an average duration of three months. This minimizes any pricing risk.
Load:	Front end: 0%, Back end: 0%	
Management Fee:	1.0% per annum (The Management Fee has been reduced from 1.5% p.a to 1.0% p.a with effect from March 1st 2011)	NRFSE is an Islamic Income Scheme that invests only in Shariah compliant avenues. The Fund has been awarded a stability rating of A+(f) by PACRA which denotes a strong capacity to maintain stability in returns and low exposure to risks.
Risk Profile:	Low	
Fund Stability Rating:	"A+(f)" by PACRA	The average duration of your Fund is 95 days.
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 (Benchmark changed with effect from 15-12-2010. Previous Benchmark was 3-month deposit rate of A and above rated Islamic Banks.)	
Fund Manager:	Usman Khan	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	
Asset Manager Rating:	AM2- by PACRA	

Asset Allocation (% of NAV)	31-Mar-11	28-Feb-11
Placements with Islamic Banks	-	63.52%
GOP Ijara Sukuk - Govt. Backed	68.94%	7.72%
Cash Equivalents	29.61%	26.66%
Other Assets	1.45%	2.10%
Total	100.00%	100.00%
Leverage	Nil	Nil

### Credit Quality of the Portfolio (% of NAV)



Sukuk Holdings (as at March 31, 2011)	
Name of Sukuks	% of Net Assets
GOP Ijarah (Sukuk) V	13.06%
GOP Ijarah (Sukuk) VII	55.88%
<b>Total</b>	<b>68.94%</b>

### Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Ahmad Nouman, CFA  
Sajjad Anwar, CFA  
Tanvir Abid, CFA, FRM  
Usman Khan