



# NAFA Islamic Multi Asset Fund (NIMF)

**NBP Fullerton  
Asset Management Limited**

(Formerly National Fullerton Asset Management Limited)

Unit Price (31/08/2010): Rs. 9.2139

August 2010

## Performance

Performance % *	August 2010	CYTD Jan. - Aug. 2010	Since Launch October 29, 2007
<b>NAFA Islamic Multi Asset Fund</b>	<b>(2.04%)</b>	<b>12.46%</b>	<b>4.86%</b>

\* Cumulative returns are net of management fee & all other expenses

## General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 369 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
Dealing Time: (Ramadan)	9:00 A.M to 2:00 P.M 8:30 A.M to 12:30 P.M (Friday)
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:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	50% KMI - 30 Index & 50% average 1-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- 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 of August 2010, Net Asset Value (NAV) of NAFA Islamic Multi Asset Fund (NIMF) decreased by 2.04%, whereas the benchmark (50% KMI-30 index & 50% 1-month profit rate on Islamic Banks) decreased by 2.13%, thus your Fund out-performed the benchmark by 0.09%.

NIMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. At the beginning of the month, the Fund was around 63% invested in equities due to buoyant stock market performance during the corporate earnings announcement season. However, witnessing the weak market conditions due to the floods in the country, we gradually reduced our weightage in equities to around 30% during the month. However, we remained overweight in high dividend yielding stocks of Fertilizer sub-sector which performed better than the market that contributed to the out-performance of the Fund. Some of our holdings in the Industrial Engineering and Oil and Gas Exploration sub-sectors also contributed to the outperformance of the Fund. We stick to our strategy to invest in high dividend yielding stocks. We are maintaining overweight in some key stocks of Chemicals and Oil and Gas sectors. Towards the end of the month NIMF was around 41.7% invested in equities. We are monitoring the capital market conditions and will rebalance the portfolio accordingly.

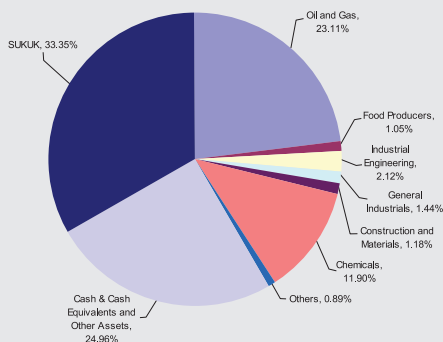
Going forward, we are expecting the Fund to perform well as we are invested in high dividend yielding stocks with stable earnings stream and attractive valuations.

## Asset Allocation %

31-Aug-10 31-Jul-10

Equities / Stock	41.69%	62.98%
TFC / Sukuk	33.35%	32.51%
Cash Equivalents	33.96%	2.55%
Other Net Assets / (Liabilities)	-9.00%	1.96%
Leverage	Nil	Nil

## Asset Allocation (as on 31st August 2010)



## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Tanvir Abid, CFA, FRM  
Irfan Malik, CFA

## Top Ten Holdings (% of Net Assets)

PPL	Equity	10.90%	POL	Equity	8.16%
Kohat Cement	Sukuk	9.83%	Eden Housing	Sukuk	3.64%
Maple Leaf Cement	Sukuk	9.50%	FFBL	Equity	3.59%
Pak Elektron	Sukuk	8.44%	OGDC	Equity	2.83%
FFC	Equity	8.31%	MTL	Equity	2.12%

## Details of Non-Complaint Investments

Name of Non Complaint Investment	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	Yield to Maturity per Annum
Kohat Cement	Sukuk	48,300,000	12,075,000	** 36,225,000	9.83%	24.84%
Maple Leaf Cement Sukuk 1	Sukuk	49,978,750	14,978,750	35,000,000	9.50%	24.86%
Eden Housing Limited Sukuk 2	Sukuk	18,750,000	5,348,494	** 13,401,506	3.64%	50.39%
Maple Leaf Cement Sukuk 2	Sukuk 2	1,875,000	562,500	1,312,500	0.36%	40.25%
<b>Total</b>		<b>118,903,750</b>	<b>32,964,744</b>	<b>85,939,006</b>	<b>23.32%</b>	

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

**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 the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past performance is not necessarily indicative of future results.