



# NAFA Islamic Multi Asset Fund (NIMF)

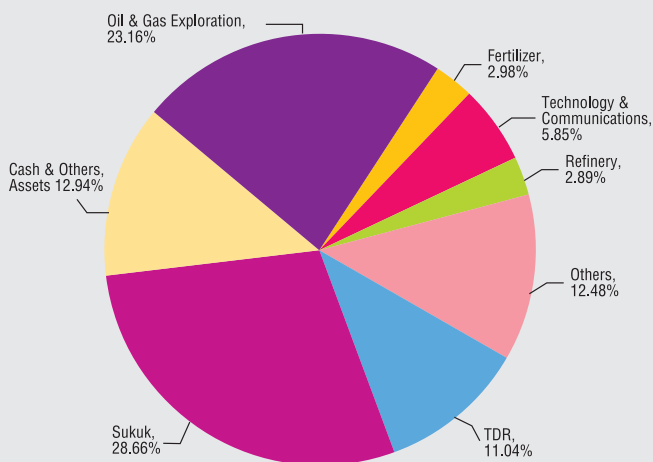
NAV per unit (30/09/2008): Rs. 8.5224

September 2008

Investment Objective	Performance					
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.	Return (%)*	Jan - Jul 2008	Jul - Sep 2008	Aug 2008	Sep 2008	Since Launch October 29, 2007
	<b>NAFA Islamic Multi Asset Fund</b>	<b>-6.96%</b>	<b>-10.63%</b>	<b>-5.69%</b>	<b>-0.23%</b>	<b>-14.78%</b>
	*Returns are net of management fee & all other expenses					

General Information	Fund Manager's Commentary
<p>Launch Date: October 29, 2007</p> <p>Fund Size: Rs. 543 million</p> <p>Type: Shariah Compliant - Open-end Balanced Fund</p> <p>Dealing: Daily</p> <p>Settlement: 2-3 business days</p> <p>Load: Front end - 3%, Back end - 0%</p> <p>Management Fee: 3% per annum</p>	<p>During the month under review, NAFA Islamic Multi Asset Fund's NAV decreased by 0.23%. "KSE-Meezan Index (KMI)" increased by 0.4% during the month. The cumulative return of the Fund since inception now stands at -14.78%.</p> <p>The equity market remained lifeless throughout the month mainly because of the Price Floors placed by the stock exchange. Moreover, reduced timings during the month of Ramadan also dampened the trading activity. International equities remained under constant pressure throughout the month on the back of the weakening US economic outlook.</p>
<p>Listing: Lahore Stock Exchange</p> <p>Trustee: Central Depository Company</p> <p>Auditors: A. F. Ferguson &amp; Co. Chartered Accountants</p> <p>Fund Manager: Abdul Rehman Warraich</p> <p>Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	

**Asset Allocation (as on 30th September 2008)**



The domestic macro-economic scenario deteriorated further as reflected from the downgrading by international credit rating agencies. Furthermore, the law and order situation with reference to tribal areas and the Marriot Bombing affected the investor sentiment.

As a result, the domestic financial sector remained under the grips of liquidity shortage and rates shot up significantly. Similarly, Pak rupee depreciated by 0.38% against the US dollar during the month and forex reserves touched an 8-year low of US\$ 8.1 billion.

Our investment in equities remained almost unchanged whereas the fixed income investments (Sukuk) yielded returns in excess of 15% p.a.

We expect the current scenario will keep the equities under pressure and returns on the fixed income side are expected to enhance further. Therefore, we are actively pursuing a strategy to re-allocate assets towards the fixed income side to capitalize upon this opportunity.

**Disclaimer:** The price of units may go down as well as up. Please refer to the respective offering document(s).