



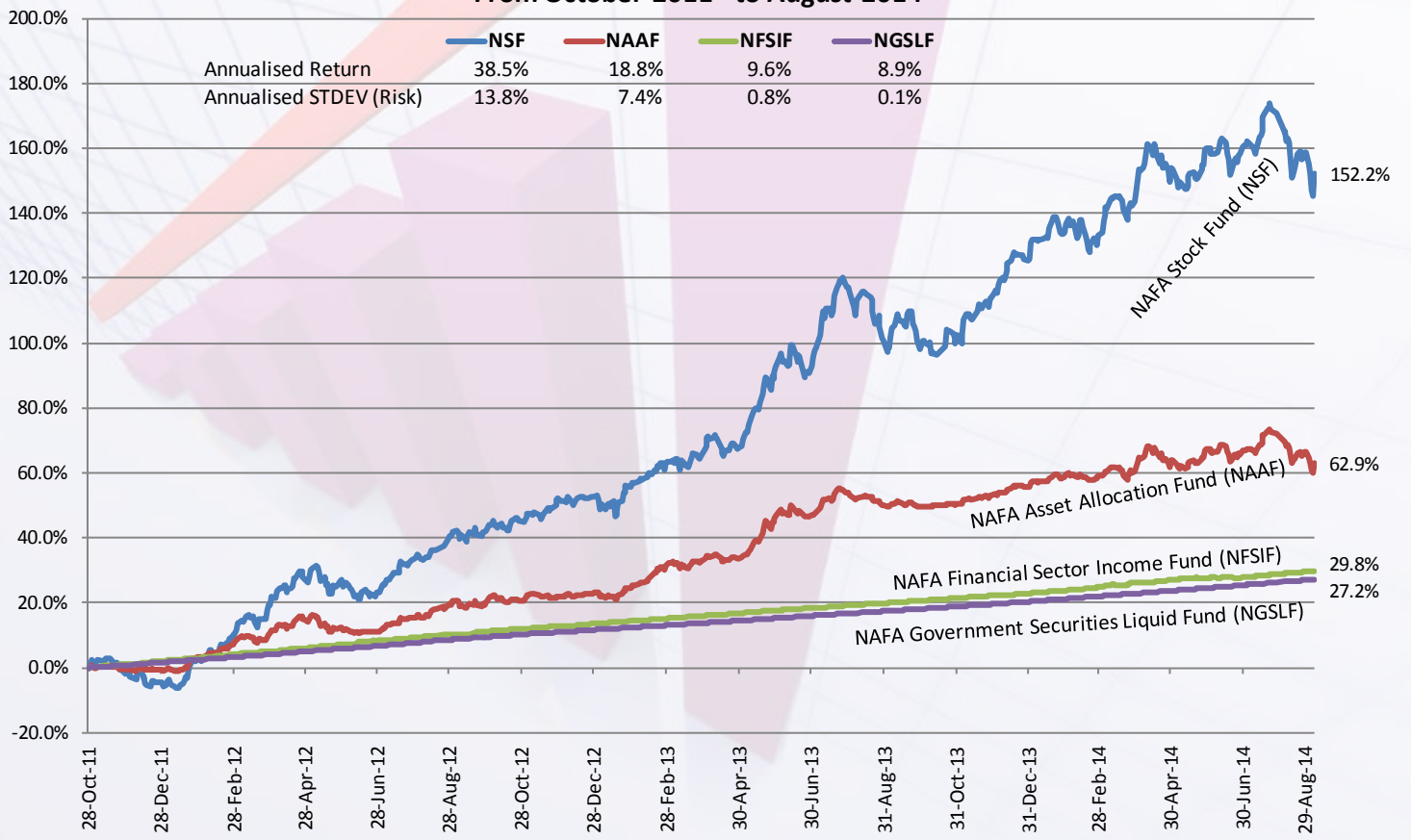
NBP Fullerton  
Asset Management Ltd.  
A Subsidiary of  
National Bank of Pakistan

# Fund Manager Report

## August 2014



**Relative Performance of NAFA's Key Funds  
From October 2011\* to August 2014**



\*Since Inception of NFSIF in end-October 2011

Note: Detailed monthly reports on NAFA Funds are available on our website at [www.nafafunds.com](http://www.nafafunds.com)

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NBP Fullerton Asset Management Limited

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Your investments & "NAFA" grow together



Joint - Venture Partners



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"August 2014"

		Fund Name	Fund Size (Rs. In Crore)	Stability* Rating	Inception Date	Aug- 2014	Rolling 12 Months	FYTD 2015	FY- 2014	FY - 2013	FY - 2012	FY - 2011	FY - 2010	Since Inception	
		<b>Fixed Income Funds</b>	<b>Annualized Returns</b>												
Lowest Risk ↓ Moderate Risk ↓ Highest Risk	NCSLF	NAFA Government Securities Liquid Fund <sup>1</sup>	998	AAA (f)	16-May-09	8.3%	8.4%	8.6%	8.1%	8.7%	10.9%	11.5%	10.5%	9.9%	
		Benchmark				9.2%	8.8%	9.2%	8.6%	8.9%	10.8%	11.4%	10.7%	10.1%	
	NMWF	NAFA Money Market Fund <sup>1</sup>	1,323	AA (f)	24-Feb-12	8.2%	8.4%	8.5%	8.2%	9.2%	n/a	n/a	n/a	9.0%	
		Benchmark				7.4%	7.1%	7.4%	6.9%	6.8%	n/a	n/a	n/a	6.9%	
	NPSF	NAFA Savings Plus Fund <sup>1</sup>	134	AA- (f)	21-Nov-09	8.5%	8.1%	8.6%	7.9%	8.8%	11.0%	10.6%	n/a	9.6%	
		Benchmark				7.5%	7.2%	7.5%	7.1%	7.3%	8.4%	8.4%	n/a	7.8%	
	NRSF	NAFA Riba Free Savings Fund <sup>1</sup>	163	AA- (f)	21-Aug-10	7.1%	7.9%	7.1%	7.8%	8.7%	10.8%	n/a	n/a	9.3%	
		Benchmark				7.0%	6.8%	7.0%	6.7%	7.3%	8.3%	n/a	n/a	7.6%	
	NFSIF	NAFA Financial Sector Income Fund <sup>1</sup>	206	A+ (f)	28-Oct-11	8.6%	8.3%	9.5%	7.9%	9.3%	n/a	n/a	n/a	9.6%	
		Benchmark				9.3%	9.1%	9.3%	8.9%	9.0%	n/a	n/a	n/a	9.4%	
		NIAIF	NAFA Income Opportunity Fund <sup>1</sup>	405	A- (f)	22-Apr-06	9.0%	17.4%	9.5%	16.6%	10.3%	(0.5%)	5.5%	5.8%	8.0%
			Benchmark				10.2%	10.0%	10.2%	9.8%	9.9%	12.4%	13.3%	12.4%	11.3%
	NIOF	NAFA Islamic Aggressive Income Fund <sup>2</sup>	45	A- (f)	29-Oct-07	10.5%	15.1%	9.2%	13.6%	6.8%	19.0%	9.0%	(4.9%)	6.5%	
		Benchmark				6.8%	6.6%	6.8%	6.5%	7.0%	7.9%	7.1%	6.5%	6.7%	
		<b>Equity Related Funds</b>		<b>Star Ranking*</b>		<b>Cumulative Returns</b>								<b>Annualized Returns</b>	
	NAAF	NAFA Asset Allocation Fund <sup>2</sup>	175	***** (5-star)	21-Aug-10	(5.3%)	8.4%	(2.4%)	13.7%	31.9%	14.4%	n/a	n/a	18.8%	
		Benchmark				(1.4%)	10.9%	0.1%	14.2%	17.1%	8.1%	n/a	n/a	12.8%	
	NMF	NAFA Multi Asset Fund <sup>2</sup>	106	**** (4-star)	22-Jan-07	(4.9%)	19.9%	(1.9%)	25.4%	34.1%	15.5%	25.3%	12.4%	14.6%	
		Benchmark				(2.4%)	12.8%	(0.5%)	17.9%	22.4%	8.0%	17.5%	19.8%	9.0%	
	NIAAF	NAFA Islamic Asset Allocation Fund <sup>2</sup> (Formerly; NIMF)	59	**** (4-star)	29-Oct-07	(4.4%)	18.3%	(1.7%)	22.2%	36.3%	13.3%	28.4%	17.5%	13.6%	
		Benchmark				(1.2%)	15.3%	0.1%	17.7%	28.4%	11.1%	24.4%	21.3%	11.3%	
	NSF	NAFA Stock Fund <sup>2</sup>	174	**** (4-star)	22-Jan-07	(6.8%)	25.2%	(3.1%)	36.3%	55.0%	22.0%	28.4%	16.7%	14.6%	
		Benchmark				(5.7%)	15.0%	(2.6%)	26.0%	36.0%	2.9%	21.2%	26.2%	5.3%	
<p>n/a = Not applicable.            - Return is reported where full period performance is available.            * Stability rating/Star ranking has been assigned by PACRA  <sup>1</sup> Data upto August 30, 2014  <sup>2</sup> Data upto August 29, 2014</p> <p><b>Notes:</b> 1) The calculation of performance does not include cost of front-end load.            2) Tax credit also available as per section 62 of Income Tax Ordinance.            3) Taxes apply. Tax rate on Dividend for individuals is 10% , CGT rate is 12.5% for up to 1 year holding period , 10% for 1-2 years holding period and 0% for more than 2 years holding period.</p>															
<p><i>Note: Detailed monthly reports on NAFA Funds are available on our website at <a href="http://www.nafafunds.com">www.nafafunds.com</a></i></p>															

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## Economic Outlook For FY15

Following Pakistan's entry into a fresh IMF Program and associated stabilization measures and policies adopted by the government, Pakistan's macroeconomic performance considerably improved during the last fiscal year. GDP growth accelerated to a six year high of 4.1%, CPI inflation remained fairly contained at 8.6% and fiscal deficit significantly narrowed to 5.5% of GDP from 8.2% in FY13. Current account deficit remained manageable at 1.2% of GDP (US \$ 2.9 billion), while overall balance of payments position substantially strengthened, recording a surplus of USD3.8bn compared to a deficit of USD2.0bn posted in FY13. SBP foreign exchange reserves increased to USD9.0bn, import cover improved to 3.5 months and Pak rupee ended at 98.8 against US dollar. Private sector credit off-take also picked up sharply after a long pause.

We foresee decent macroeconomic performance in FY15, driven by positive business /consumer sentiments. We expect FY15 GDP growth to remain at 4.1% on the back of a recovery in agriculture production (minor crops and livestock), continued momentum in the services (finance, communication and trade) and industrial sectors (manufacturing, construction, electricity and mining). We anticipate headline inflation to clock at 8.5% as inflationary pressures are likely to remain subdued due to lower commodity prices and restricted money supply growth. SBP is likely to keep its policy rate unchanged due to government commitment to further retire SBP borrowing which would squeeze liquidity in the system.

We forecast fiscal deficit at 6% of GDP due to decent revenue growth (new taxes, abolition of some exemptions) and measured expenditure growth (lower development expenditure, off balance sheet financing of circular debt). We expect current account deficit to remain manageable at 1.2% of GDP as higher remittances should neutralize a wider trade deficit (US \$ 17 billion). We project overall balance of payments to record a surplus of USD2.9bn due to higher inflows under financial and capital account on account of higher FDI and portfolio inflows and multilateral / bilateral loans. Thus, under our base case, SBP reserves would increase to nearly USD12bn by fiscal year-end. We expect Pak rupee to depreciate by 5.3% against US dollar to Rs104 by June 2015.

The last few weeks have remained particularly tumultuous for the local bourses, with the benchmark KSE-100 Index exhibiting extreme volatility and falling by 6% during August. As stated earlier, country's economic outlook for the ongoing fiscal year looks favorable so far. However, simmering political tensions and continued stand-off between the government and opposition groups (PTI/PAT) have dented investors' confidence leading to a correction in the market. Nonetheless, after the recent correction, forward Price to Earnings (PE) of the stock market has declined to 8.2x offering attractive expected dividend yield of 6%. While the current political impasse is having a short-term negative impact on the equity markets, given cheap market valuations, positive macroeconomic indicators and 15% expected corporate earnings growth in FY15, we expect the stock market to post a healthy double digit return during the current fiscal year.

**Fig 1 Pakistan-economic indicators and forecasts**

Fiscal year runs from July to June	2010-11	2011-12	2012-13	2013-14	2014-15F
Nominal GDP (Rsbn)	18,276	20,047	22,489	25,402	28,704
Nominal GDP (US\$bn)	214	225	233	247	286
Per capita GDP (US\$)	1,207	1,243	1,261	1,313	1,490
Real GDP Growth (%YoY)	3.60%	3.80%	3.70%	4.10%	4.10%
CPI (average)	13.70%	11.00%	7.40%	8.60%	8.50%
Money supply-M 2	15.90%	14.10%	15.90%	12.50%	13.00%
SBP discount rate	14.00%	12.00%	9.00%	10.00%	10.00%
Consolidated fiscal deficit (% GDP)	6.50%	8.80%	8.20%	5.50%	6.00%
Trade balance (US\$bn)	-10.5	-15.8	-15.4	-16.6	-17.3
Current account balance (US\$bn)	0.2	-4.7	-2.5	-2.9	-3.3
as % GDP	0.10%	-2.10%	-1.10%	-1.20%	-1.20%
Overall balance (US\$bn)	2.5	-3.3	-2	3.8	2.9
SBP reserves (US\$bn)	14.7	10.8	6.0	9.1	12
Exchange rate PKR/USD (end period)	85.9	94.4	99.7	98.8	104
% YoY	0.7%	9.9%	5.6%	-0.9%	5.3%

Source: SBP, MOF and NAFA estimates

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August 2014

## Stock Market Review

During the month of Aug-14, Pakistan equity market came under severe pressure following long march and protracted sit-ins in Islamabad by PTI and PAT with the benchmark KSE-100 Index declining by a massive 5.8% or 1,746 points to close at around 28,568 levels and Shariah Compliant KMI-30 index declined by 5.1% or 2,488 points during the same period. Prolong sit-ins with increasingly stringent demands by protesting parties resulted in a severe deadlock, thereby raising risk of social unrest, military takeover or judicial intervention. Market woes further compounded with the risk of delay in projected foreign inflows from issuance of Sovereign Sukuk in the international market and OGDC' Secondary Public Offering (SPO), which also caused PKR currency to depreciate more than 2% in just two weeks. However, off late the market cheered the news that Army was stepping in as arbitrator and with that general expectation developed that it would help diffuse the political tension and remove the deadlock between government and protesting parties. On the comforting side, despite thin volumes and even in the backdrop of such uncertain political environment, foreigners were net buyers, which provided some support to the falling market.

Power sector outperformed the market on the back of healthy payouts/ better earnings reports by the selected companies and investors' tilt towards the defensive sectors. Due to lackluster July cement sales numbers, reports of antidumping investigations against Pakistani cement exporters in South Africa and rising investor aversion towards cyclicals; cement stocks dragged the performance of the Construction and Material Sector. Investors' focus on dividend yielding stocks and rejection by Supreme Court, government's review petition against Peshawar High Court's decision on GIDC resulted in outperformance of the Chemicals sector.

With the recent correction, as per our estimates the market is now trading at forward Price to Earnings (PE) multiple of 8.2 and offering around 6% dividend yield. We are closely monitoring the developments on the political and economic fronts and will rebalance portfolios of our equity funds accordingly.

## Fixed Income Review

In line with market expectation, inflation as measured by CPI for the month of July 14 clocked in at 7.9% as compared to 8.2% for the previous month. During the month of August, forex reserves decreased by US \$723 million and reached the level of US \$13.6 billion. The ongoing political unrest and delay in scheduled foreign inflows resulted in weakening Pak rupee against the US dollar. PIB yields inched up due to higher Government borrowing from scheduled banks due to non materialization of foreign flows and lower SBP borrowing in compliance with IMF performance benchmark. Due to uncertain current political and economic situation, we expect status quo in discount rate in upcoming bi-monthly monetary policy announcement scheduled in September 14 despite significant decline in inflation to 7% in August.

In the two T-Bills auctions during the month, MoF accepted Rs 170 billion (realized amount) against the target of Rs. 225 billion and maturity of Rs. 180 billion. The cut-off annualized yields for the last T- Bill auction were noted at 9.96%, 9.98% and 9.99% for 3, 6 and 12 month tenors respectively. The bid pattern remained skewed towards the 3-month tenor as compared to 6 and 12 months. In the PIB auction during the month, an amount of Rs. 87 billion was accepted against the target of Rs. 100 billion at a cut-off yield of 12.51%, 12.90% and 13.35% in 3 years, 5 years and 10 years respectively, however no bids were received in 20 years. The bid pattern remained skewed towards 3 year tenor followed by 10 and 5 year tenors respectively. GOP Ijarah Sukuk issues continue to remain scarce which has resulted in higher prices and correspondingly depressed yields.

We have adjusted the portfolio of our money market and income funds based on the capital market expectations. We are monitoring the developments in the capital markets and will rebalance the portfolio accordingly.

## Our Contacts

Contact our Investment Consultant for free Investment advice  
Helpline (Toll Free): 0800-20001 or UAN: 111-111-632 (nfa)  
Email: [info@nafafunds.com](mailto:info@nafafunds.com)  
[www.nafafunds.com](http://www.nafafunds.com)

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Performance %									
Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch May 16, 2009*
NAFA Government Securities Liquid Fund	8.3%	8.4%	8.6%	8.1%	8.7%	10.9%	11.5%	10.5%	9.9%
Benchmark	9.2%	8.8%	9.2%	8.6%	8.9%	10.8%	11.4%	10.7%	10.1%

\* Annualized Return Based on Morning Star Methodology [Net of management fee & all other expenses]  
All other returns are Annualized Simple Return

General Information	
Launch Date:	May 16, 2009
Fund Size:	Rs. 9,979 million
Type:	Open-end – Money Market 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:	10% of Gross Earnings (Min 1% p.a., Max 1.25% p.a. of Average Annual Net Assets)
Risk Profile:	Exceptionally Low
Fund Stability Rating:	"AAA (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	"KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	70% 3-Month T-Bills & 30% average 3-Month deposit rates (AA & above rated banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

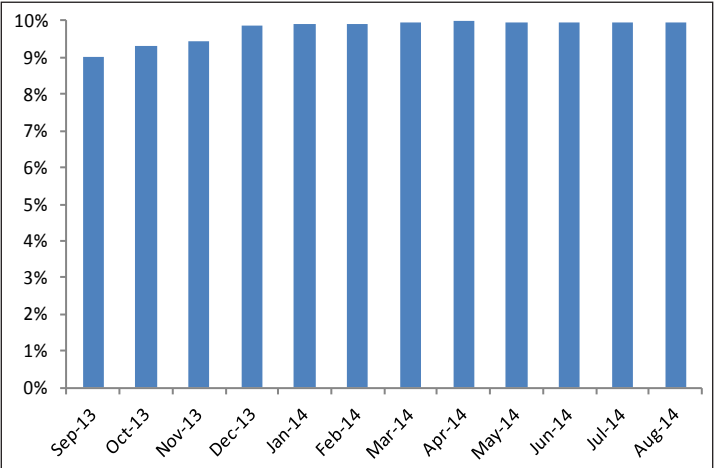
**Investment Objective**  
To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

**Fund Manager Commentary**  
The Fund earned an annualized return of 8.3% during August 2014 versus the Benchmark return of 9.2%. The annualized return for CY14 is 8.6% against the Benchmark return of 9.2%. The return generated by the Fund is net of management fees and all other expenses.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. NGSLF is the largest Fund in Pakistan with this rating. The rating reflects exceptionally strong credit and liquidity profile of the Fund. Average daily allocation for the last 365 days in short-term T-Bills was around 79% of the Fund size. While at the end of the month, T-Bills comprised around 87% of the Total Assets and 88% of Net Assets. Weighted average time to maturity of the Fund is 45 days.

We are monitoring the capital market expectations and will rebalance the portfolio accordingly.

Monthly average yield of 3-month T-Bills for the last 12 months



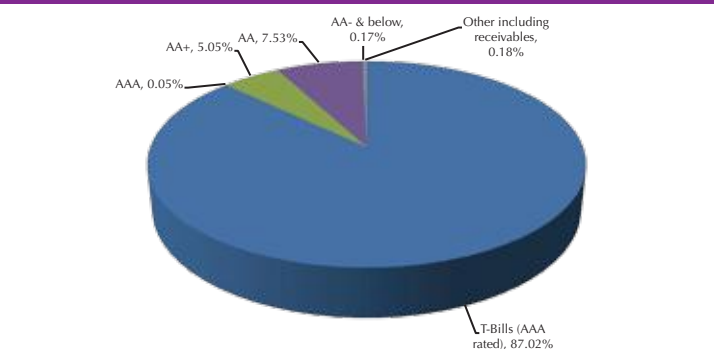
Asset Allocation (% of Total Assets)	30-Aug-14	28-July-14
T-Bills	87.02%	76.15%
Placements with Banks	4.93%	-
Placements with DFIs	4.93%	-
Cash Equivalents	2.94%	23.34%
Other including receivables	0.18%	0.51%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**WORKERS' WELFARE FUND (WWF)**  
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 110,224,817/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.1126/1.20%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

**Name of the Members of Investment Committee**  
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)



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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2014): Rs. 10.1560

August 2014

## Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	Since Launch February 24, 2012*
NAFA Money Market Fund	8.2%	8.4%	8.5%	8.2%	9.2%	9.0%
Benchmark	7.4%	7.1%	7.4%	6.9%	6.8%	6.9%

\* Annualized Return Based on Morning Star Methodology  
All other returns are Annualized Simple Return

[Net of management fee & all other expenses]

## General Information

Launch Date:	February 24, 2012
Fund Size:	Rs. 13,232 million
Type:	Open-end – Money Market 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: without Life Insurance: 0.5%, with Life Insurance: 5% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	1.00% per annum
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:	3-Month deposit rates (AA & above rated banks)
Fund Manager:	Salman Ahmed
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

## Investment Objective

To provide stable income stream with preservation of capital by investing in AA and above rated banks and money market instruments.

## Fund Manager Commentary

The Fund earned an annualized return of 8.2% during August 2014 versus the Benchmark return of 7.4%, thus registering an outperformance of 0.8% p.a. Since the launch of the Fund in February 2012, the Fund has outperformed its Benchmark by 2.1% p.a. by earning an annualized return of 9.0%. This outperformance is net of management fee and all other expenses.

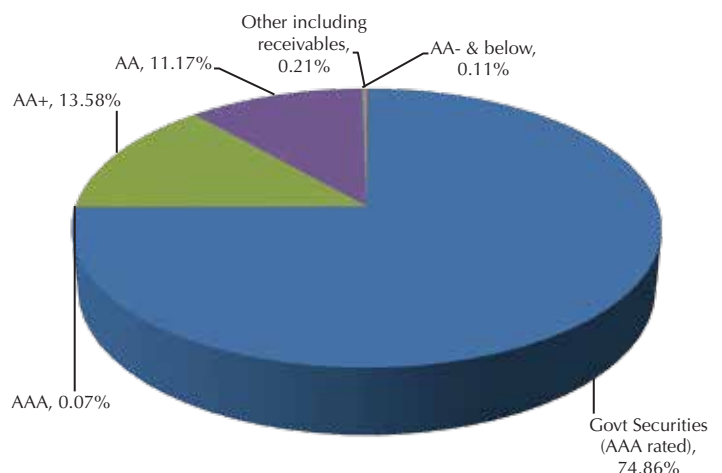
Being a money market scheme, the Fund has very restrictive investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days. The Fund is rated AA(f) by PACRA which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks.

The allocation of the Fund in Treasury Bills is around 75% at month-end. The weighted average time to maturity of the Fund is 72 days. We are monitoring the capital market expectations and will rebalance the portfolio accordingly.

## Asset Allocation (% of Total Assets) 30-Aug-14 28-July-14

T-Bills	74.86%	38.66%
PIBs	-	1.49%
Placements with Banks	7.49%	-
Placements with DFIs	15.35%	-
Commercial Paper	0.37%	0.35%
Cash Equivalents	1.72%	58.82%
Others including receivables	0.21%	0.68%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 70,972,502/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0545/0.58%. For details investors are advised to read note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Salman Ahmed

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2014): Rs. 10.1304

August 2014

Performance %*		
Performance Period	August 2014	Since Launch July 10, 2014
NAFA Government Securities Savings Fund	8.2%	9.3%
Benchmark	9.2%	9.2%

\* All returns are Annualized Simple Return [Net of management fee & all other expenses]

General Information	Investment Objective
---------------------	----------------------

**Launch Date:** July 10, 2014  
**Fund Size:** Rs. 1,034 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: 1% (Nil on investment above Rs.16 million) Back end: 0%  
**Management Fee:** 1.0% per annum  
**Risk Profile:** Low  
**Listing:** Lahore Stock Exchange  
**Custodian & Trustee:** Central Depository Company (CDC)  
**Auditors:** KPMG Taseer Hadi & Co.  
 Chartered Accountants  
**Benchmark:** 70% average 6-Month PKRV & 30% average 3-Month deposit rates (A+ & above rated banks)  
**Fund Manager:** Asad Haider  
**Minimum Subscription:** Growth Unit: Rs. 10,000/-  
 Income Unit: Rs. 100,000/-  
**Asset Manager Rating:** AM2 by PACRA (Very High Investment Management Standards)

To provide competitive return from portfolio of low credit risk by investing primarily in Government Securities.

Asset Allocation (% of Total Assets)	30-Aug-14	28-July-14
--------------------------------------	-----------	------------

TFCs	3.80%	-
PIBs	69.48%	50.05%
T-Bills	-	19.96%
Cash Equivalents	25.31%	29.53%
Other including receivables	1.41%	0.46%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**Fund Manager Commentary**

During the month under review, the Fund has generated an annualized return of 8.2% against the benchmark return of 9.2%. Underperformance of the Fund during the month is due to mark to market impact on PIB holdings. Since its launch in July 2014, the Fund offered an annualized return of 9.3% against the Benchmark return of 9.2%, hence an outperformance of 0.1% p.a. This outperformance is net of management fee and all other expenses.

NAFA Government Securities Savings Fund (NGSSF) invests a minimum of 70% in Government Securities (primarily PIBs). The Fund invests 25% of its assets in less than 90 days T-Bills or saving accounts with banks, which enhances liquidity profile of the Fund.

As the asset allocation of the Fund shows, exposure in Government Securities was 69.5% of the Total Assets and 79.7% of Net Assets at the end of the month with average time to maturity of 3.13 years and Yield to Maturity of 12.3% p.a. The weighted average time-to-maturity of the Fund is 2.5 years.

We are monitoring the developments in the capital markets and will rebalance the allocation of the Fund accordingly.

**Top 10 TFC (as at August 30th, 2014)**

Name of TFC	% of Total Assets
HASCOL Ltd PPTFC (6 months maturity)	3.80%
<b>Total</b>	<b>3.80%</b>

**WORKERS' WELFARE FUND (WWF)**

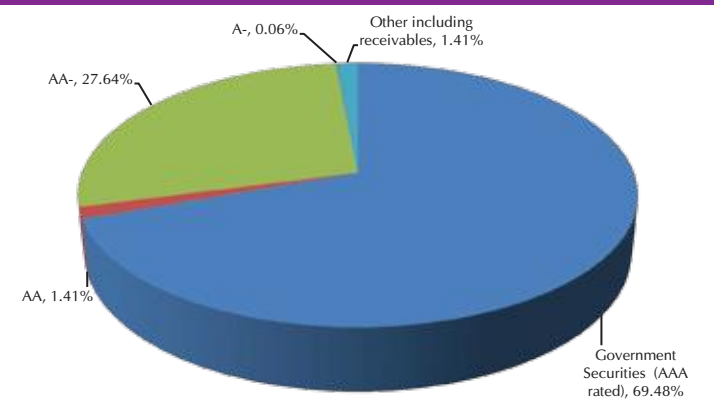
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 216,376/- If the same were not made the NAV per unit/ since inception annualized return of scheme would be higher by Rs.0.0021/0.15%.

**Name of the Members of Investment Committee**

- Dr. Amjad Waheed, CFA
- Sajjad Anwar, CFA
- Muhammad Ali Bhabha, CFA, FRM
- Syed Suleman Akhtar, CFA
- Asad Haider

Notes: 1) The calculation of performance does not include cost of front end load.  
 2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

**Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)**



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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2014): Rs. 10.1931

August 2014

## Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	Since Launch November 21, 2009*
NAFA Savings Plus Fund	8.5%	8.1%	8.6%	7.9%	8.8%	11.0%	10.6%	9.6%
Benchmark	7.5%	7.2%	7.5%	7.1%	7.3%	8.4%	8.4%	7.8%

\* Annualized Return Based on Morning Star Methodology  
All other returns are Annualized Simple Return

[Net of management fee & all other expenses]

## General Information

Launch Date:	November 21, 2009
Fund Size:	Rs. 1,344million
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: without Life Insurance: 0.5%, with Life Insurance: 5% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	1.50% per annum
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 (A & above rated banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 1,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

## Investment Objective

To minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.

## Fund Manager Commentary

The Fund earned an annualized return of 8.5% during the month versus the Benchmark return of 7.5%. Since its launch in November 2009, the Fund offered an annualized return of 9.6% against the Benchmark return of 7.8%, hence an outperformance of 1.8% p.a. This outperformance is net of management fee and all other expenses.

NSPF is one of the highest rated income funds in the market due to its restrictive investment guidelines. It cannot invest in any avenue which has more than six months maturity nor can it invest in debt securities and Equities. Moreover, it cannot invest in money market instruments below credit rating of 'AA-'.

The portfolio of NSPF is invested in Treasury bills, MTS, Commercial Paper and bank deposits etc. The allocation in MTS is around 34.9%. The weighted average time to maturity of the entire Fund is around 34 days.

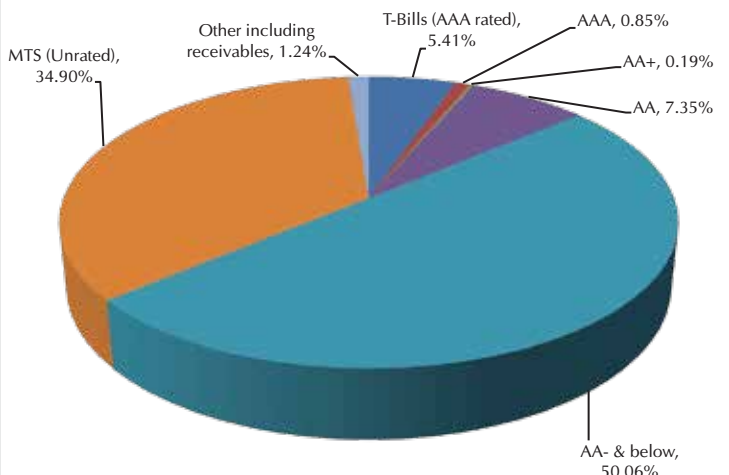
Our internal guidelines permit MTS financing in only fundamentally strong companies with lower volatility. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rates of return with no direct exposure to the stock market.

We are monitoring the developments in capital market conditions and will position the portfolio allocation accordingly.

## Asset Allocation (% of Total Assets)

	30-Aug-14	28-July-14
T-Bills	5.41%	10.59%
Margin Trading System (MTS)	34.90%	35.52%
Commercial Paper	3.56%	3.57%
Placements with Banks	21.90%	22.19%
Cash Equivalents	32.99%	27.31%
Other including receivables	1.24%	0.82%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.11,077,532/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0840/0.89%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2014): Rs. 10.2237

August 2014

Performance %							
Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	Since Launch August 21, 2010 *
NAFA Riba Free Savings Fund	7.1%	7.9%	7.1%	7.8%	8.7%	10.8%	9.3%
Benchmark	7.0%	6.8%	7.0%	6.7%	7.3%	8.3%	7.6%

\* Annualized Return Based on Morning Star Methodology  
All other returns are Annualized Simple Return [Net of management fee & all other expenses]

General Information	
Launch Date:	August 21, 2010
Fund Size:	Rs. 1,634 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: without Life Insurance: 0.5%, with Life Insurance: 5% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	1.25% per annum
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 (Very High Investment Management Standards)

**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 7.1% for the month of August 2014 versus the Benchmark return of 7.0%. During the last one year the Fund has outperformed its Benchmark by 1.1% by earning an annualized return of 7.9%. This outperformance is net of management fee and all other expenses.

The Fund aims to consistently provide better return than the 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 allowed to invest in short-term Shariah compliant money market securities of up to six months maturity rated AA- or better. The Fund is not authorized to invest in corporate debt securities and the Equities. With stability rating of AA-(f), NRF SF is amongst the highest rated Islamic Income Funds in the market.

The allocation of the Fund is around 8.4% in GOP Ijarah Sukuks, which are floating rate instruments with 6-months coupon re-setting. Around 89% of the portfolio is invested in bank deposits which further enhance the liquidity profile of the Fund.

The weighted average time to maturity of the Fund is 29 days. We will rebalance the portfolio based on economic and capital market outlook.

Asset Allocation (% of Total Assets)	30-Aug-14	28-July-14
GOP Ijarah Sukuk - Govt. Backed	8.39%	8.39%
Cash Equivalents	89.37%	89.97%
Other including receivables	2.24%	1.64%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

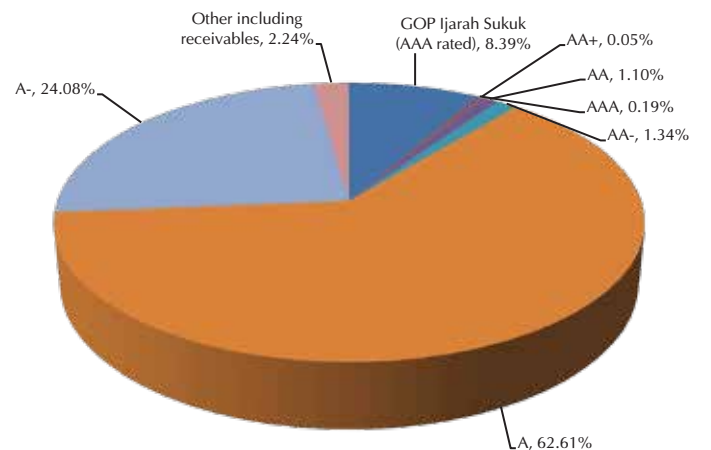
Top Holdings (as at August 30, 2014)	
Name of Sukuk	% of Total Assets
GOP Ijarah (Sukuk XIII)	2.89%
GOP Ijarah (Sukuk X)	2.43%
GOP Ijarah (Sukuk XIV)	1.60%
GOP Ijarah (Sukuk XI)	1.47%
<b>Total</b>	<b>8.39%</b>

**WORKERS' WELFARE FUND (WWF)**  
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.9,206,671/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs.0.0576/0.61%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

**Name of the Members of Investment Committee**  
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Salman Ahmed

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

**Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)**



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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2014): Rs. 10.3010

August 2014

Performance %						
Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	Since Launch October 28, 2011 *
NAFA Financial Sector Income Fund	8.6%	8.3%	9.5%	7.9%	9.3%	9.6%
Benchmark	9.3%	9.1%	9.3%	8.9%	9.0%	9.4%

\* Annualized Return Based on Morning Star Methodology  
All other returns are Annualized Simple Return [Net of management fee & all other expenses]

General Information	
Launch Date:	October 28, 2011
Fund Size:	Rs. 2,065 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: 1% (Nil on investment above Rs. 16 million) 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:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	70% 6-Month KIBOR & 30% average 3-Month deposit rates (A & above rated banks)
Fund Manager:	Salman Ahmed
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

**Investment Objective**  
To provide income enhancement and preservation of capital by investing in prime quality Financial Sector TFCs/Sukuks, Bank deposits and short-term money market instruments.

**Fund Manager Commentary**  
The Fund generated an annualized return of 8.6% for the month of August 2014 versus the Benchmark return of 9.3%. Since its launch in October 2011, the Fund offered an annualized return of 9.6% against the Benchmark return of 9.4%, hence an outperformance of 0.2% p.a. This outperformance is net of management fee and all other expenses.

The Fund is unique as it invests a minimum 70% of its assets in Financial Sector (mainly banks) debt securities, instruments or deposits. Minimum entity rating of issuers of debt securities is AA minus. This minimizes credit risk and at the same time enhances liquidity of the Fund. Duration of the overall portfolio cannot be more than one year. This minimizes interest rate or pricing risk. The Fund invests 25% of its assets in less than 90 days T-Bills or saving accounts with banks, which further enhances liquidity profile of the Fund.

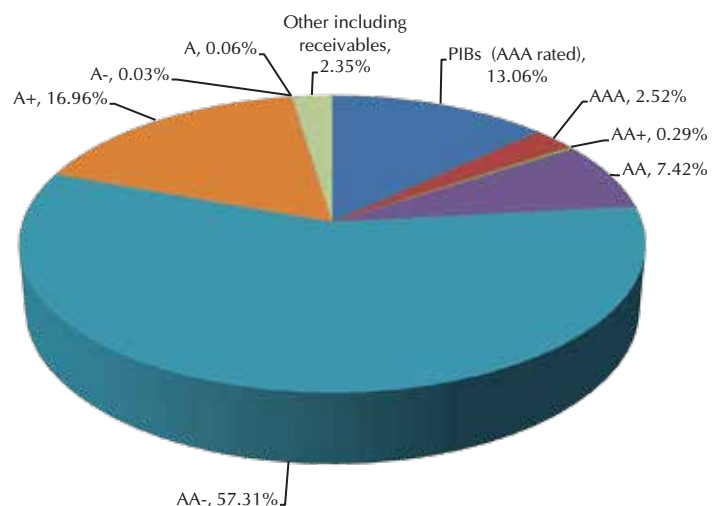
Exposure in TFCs was 55.48% at the end of the month with average time to maturity of 3.2 years and Yield to Maturity of 11.50% p.a. The TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. The weighted average time-to-maturity of the Fund is 2.4 years.

We will rebalance the allocation of the portfolio proactively based on the capital market outlook.

Asset Allocation (% of Total Assets)	30-Aug-14	28-July-14
TFCs	55.48%	54.27%
Commercial Paper	2.27%	2.26%
PIBs	13.06%	15.62%
Cash Equivalents	26.84%	26.34%
Other including receivables	2.35%	1.51%
Total	100.00%	100.00%
Leverage	Nil	Nil

Top 10 TFC (as at August 30, 2014)	
Name of TFC	% of Total Assets
Bank Alfalah Limited IV - FT	17.00%
Faysal Bank Limited III	14.01%
Askari Bank Limited III	7.10%
Pakistan Mobile Communication Limited (17 Sep 13)	3.35%
Allied Bank Limited II	2.95%
Bank Alfalah Limited IV - FX	2.85%
Standard Chartered Bank (Pakistan) Limited IV	2.32%
Askari Bank Limited IV	2.12%
HASCOL Ltd PPTFC	2.09%
Pak Libya Holding Company	1.17%
Total	54.96%

Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)



**WORKERS' WELFARE FUND (WWF)**

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 15,961,241/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0796/0.84%. For details investors are advised to read note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

**Name of the Members of Investment Committee**

- Dr. Amjad Waheed, CFA
- Sajjad Anwar, CFA
- Muhammad Ali Bhabha, CFA, FRM
- Syed Suleman Akhtar, CFA
- Salman Ahmed

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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## Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	Since Launch August 21, 2010*
NAFA Asset Allocation Fund*	(5.3%)	8.4%	(2.4%)	13.7%	31.9%	14.4%	18.8%
Benchmark	(1.4%)	10.9%	0.1%	14.2%	17.1%	8.1%	12.8%

\* Annualized Return  
All Other returns are Cumulative [Net of management fee & all other expenses]

## General Information

Launch Date:	August 21, 2010
Fund Size:	Rs. 1,748 million
Type:	Open-end – Asset Allocation Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end – without Life Insurance: 3%, with Life Insurance: 5% (Nil on investment above Rs. 16 million) Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index
Fund Manager:	Muhammad Imran, CFA, ACCA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

## Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

## Fund Manager's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) unit price (NAV) decreased by 5.3% while the Benchmark decreased by 1.4%. Thus your Fund underperformed the Benchmark by 3.9%. Since inception on August 21, 2010 the Fund has posted 100.1% return, versus 62.6% by the Benchmark. Thus, to date the cumulative outperformance of your Fund stands at 37.5%. This outperformance is net of management fee and all other expenses.

NAAF started off the month with an allocation of around 65% in equities, which was decreased to around 51% towards the end of the month due to uncertain political scenario. NAAF underperformed the Benchmark in August as it was overweight in equities and selected Automobile & Parts sector stocks which underperformed the market. During the month, allocation was increased in Electricity sector whereas it was reduced in all the other sectors.

## Asset Allocation (% of Total Assets) 29-Aug-14 28-July-14

	29-Aug-14	28-July-14
Equities / Stocks	50.86%	64.82%
TFCs	0.68%	0.55%
Cash Equivalents	36.59%	26.19%
PIB	5.86%	4.75%
Others including receivables	6.01%	3.69%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NAAF	7.7	2.3	6.3%
KSE-30	8.5	2.2	5.8%

\*\* Based on NAFA's estimates

## Asset Allocation (% of Total Assets)(as on 29 August, 2014)



## Name of the Members of Investment Committee

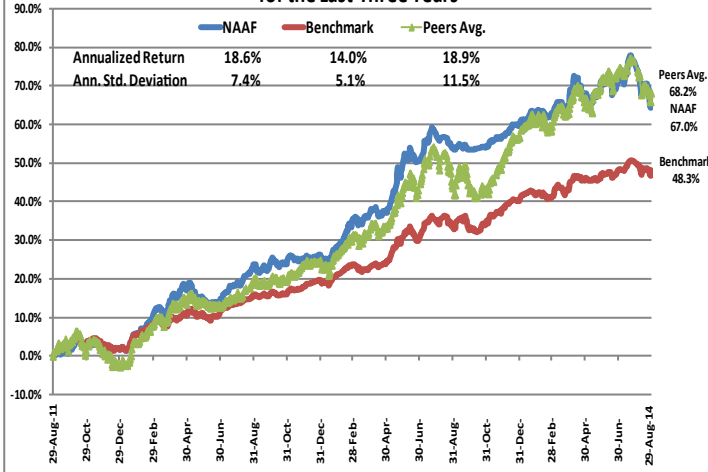
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 10,041,861/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0673/0.62%. For details investors are advised to read Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

## Relative Performance of NAFA Asset Allocation Fund (NAAF) for the Last Three Years



## Top Ten Holdings (as on 29 August, 2014)

Name	Asset Class	% of Total Assets
United Bank Ltd	Equity	3.52%
Pakistan Petroleum Ltd	Equity	3.32%
Bank AL-Habib Limited	Equity	3.13%
Kot Addu Power	Equity	3.00%
Pakistan Oilfields Ltd	Equity	3.00%
Pioneer Cement Ltd	Equity	2.91%
Bank Al-Falah Ltd	Equity	2.64%
Thal Ltd	Equity	2.49%
Lucky Cement Ltd	Equity	2.29%
Engro Corporation Ltd	Equity	2.21%
<b>Total</b>		<b>28.51%</b>

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (29/08/2014): Rs.12.1715

August 2014

## Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch January 22, 2007*
NAFA Multi Asset Fund	(4.9%)	19.9%	(1.9%)	25.4%	34.1%	15.5%	25.3%	12.4%	14.6%
Benchmark	(2.4%)	12.8%	(0.5%)	17.9%	22.4%	8.0%	17.5%	19.8%	9.0%

\* Annualized Return  
All Other returns are Cumulative [Net of management fee & all other expenses]

## General Information

Launch Date:	January 22, 2007
Fund Size:	Rs 1,056 million
Type:	Open-end – Balanced Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 3% (Nil on investment above Rs. 16 million) Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	M. Yousuf Adil Saleem & Co. Chartered Accountants
Benchmark:	50% KSE-30 Index & 50% 3-month KIBOR
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

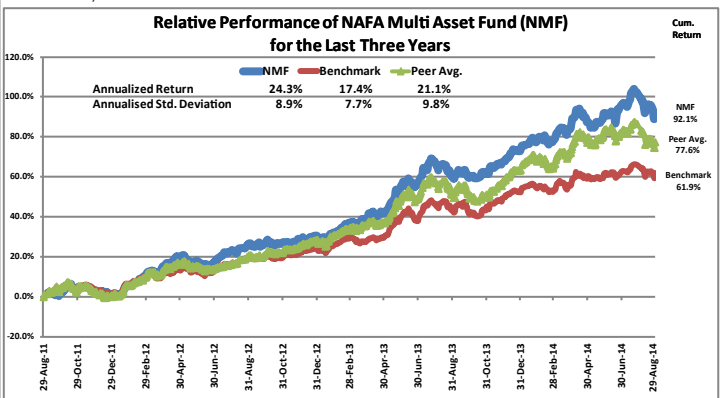
## Investment Objective

To provide investors with a combination of capital growth and income. NMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, CFS etc.

## Fund Manager's Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) unit price (NAV) decreased by 4.9% while the Benchmark decreased by 2.4%. Thus your Fund underperformed the Benchmark by 2.5%. Since inception on January 22, 2007 your Fund has posted 181.9% return, versus 92.6% by the Benchmark. Thus, to-date the cumulative out performance of your Fund stands at 89.3%. This outperformance is net of management fee and all other expenses.

NMF started off the month with an allocation of around 65% in equities which was reduced to around 52% towards the end of the month due to uncertain political scenario. NMF underperformed the Benchmark in August as it was overweight in equities and selected Automobile & Parts sector stocks which underperformed the market. During the month, allocation was increased in Electricity sector whereas it was reduced in all the other sectors.



## Top Ten Holdings (as on 29 August, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Ltd	Sukuk	7.54%	Pakistan Petroleum Ltd	Equity	3.27%
Maple Leaf Cement Ltd	Sukuk	4.81%	Kot Addu Power	Equity	2.96%
United Bank Ltd	Equity	4.46%	Thal Ltd	Equity	2.86%
Hascal Petroleum Ltd	TFC	4.16%	Pakistan Oilfields Ltd	Equity	2.80%
National Bank Of Pak Ltd	Equity	3.50%	Bank AL-Habib Ltd	Equity	2.41%

## 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
Saudi Pak Leasing	TFC	27,547,410	27,547,410	-	-	-	-
Eden Housing (Sukuk II)	SUKUK	9,843,750	9,843,750	-	-	-	-
Maple Leaf Cement (Sukuk I)***	SUKUK	68,353,065	-	52,091,256	4.93%	4.81%	23.43%
Pak Elektron Limited (Sukuk)	SUKUK	17,142,857	17,142,857	-	-	-	-
New Allied Electronics (Sukuk I)	SUKUK	10,000,000	10,000,000	-	-	-	-
<b>Total</b>		<b>132,887,082</b>	<b>64,534,017</b>	<b>52,091,256</b>	<b>4.93%</b>	<b>4.81%</b>	

\*\*\*Said TFC is performing but classified as non Compliant on the basis of required rating. Due to this the difference between the Value of Investment before provision and after provision is mark to market loss instead of provisioning.

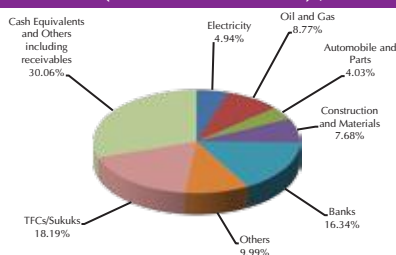
## Asset Allocation (% of Total Assets)

	29-Aug-14	28-July-14
Equities / Stocks	51.75%	64.84%
TFCs / Sukuks	18.19%	13.72%
Cash Equivalents	24.62%	18.81%
Others including receivables	5.44%	2.63%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NMF	7.5	2.2	6.3%
KSE-30	8.5	2.2	5.8%

## Asset Allocation (% of Total Assets) (as on 29 August, 2014)



## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 14,124,187/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1628/1.60%. For details investors are advised to read Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch October 29, 2007*
NAFA Islamic Asset Allocation Fund (Formerly: NAFA Islamic Multi Asset Fund)	(4.4%)	18.3%	(1.7%)	22.2%	36.3%	13.3%	28.4%	17.5%	13.6%
Benchmark**	(1.2%)	15.3%	0.1%	17.7%	28.4%	11.1%	24.4%	21.3%	11.3%

\* Annualized Return  
All Other returns are Cumulative [Net of management fee & all other expenses]

Note:\*\* KSE-30 is used as equity component for the Benchmark before June 30, 2008, the launch date of KMI-30 Index. The fund category was changed to Islamic Asset Allocation from Islamic Balanced with effect from April 22, 2014. Consequently, allowed equity range is now 0% to 90% which previously was 30% to 70%. Previous benchmark was 50% KSE-30 Index & 50% 3-month KIBOR.

General Information

Launch Date: October 29, 2007  
Fund Size: Rs. 589 million  
Type: Shariah Compliant - Open-end - Asset Allocation Fund  
Dealing Days: Daily - Monday to Friday  
Dealing Time: (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: without Life Insurance: 3%, with Life Insurance: 5% (Nil on investment above Rs. 16 million), Back end: 0%  
Management Fee: 2% per annum  
Risk Profile: Moderate  
Listing: Lahore Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: KPMG Taseer Hadi & Co. Chartered Accountants  
Benchmark:\*\* Average of (i) average 3-month Islamic banks deposit rate (ii) 6-month KIBOR or its Shariah Compliant equivalent (iii) KMI 30 Index  
Fund Manager: Asim Wahab Khan, CFA  
Minimum Subscription: Growth Unit: Rs. 10,000/-  
Asset Manager Rating: Income Unit: Rs. 100,000/- AM2 by PACRA (Very High Investment Management Standards)

Investment Objective

To provide investors with a combination of capital growth and income by investing in Shariah compliant investments. NIAAF (Formerly 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's Commentary

During the month under review, unit price (NAV) of NAFA Islamic Asset Allocation Fund (NIAAF) (Formerly: NAFA Islamic Multi Asset Fund) decreased by 4.4%, whereas the Benchmark decreased by 1.2%, thus your Fund underperformed the Benchmark by 3.2%. Since inception your Fund has posted 139.8% return, versus 108% by the Benchmark. Thus, an outperformance of 31.8% was recorded. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 59% in equities, which was decreased to around 52% towards the end of the month due to uncertain political scenario. NIAAF underperformed the Benchmark in August as it was overweight in equities and selected Automobile & Parts sector stocks which underperformed the market. During the month, allocation was increased in Electricity sector whereas it was reduced in all the other sectors.

Asset Allocation (% of Total Assets) 29-Aug-14 28-July-14

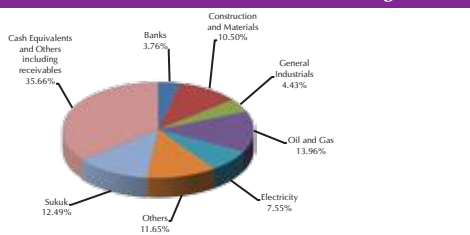
Equities / Stocks	51.85%	59.27%
Sukuks	12.49%	11.85%
Cash Equivalents	29.08%	23.58%
Others including receivables	6.58%	5.30%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

Characteristics of Equity Portfolio\*\*\*

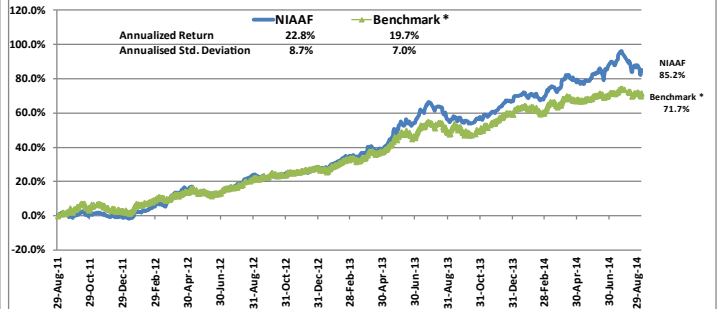
	PER	PBV	DY
NIAAF	7.5	2.4	6.7%
KMI-30	8.2	2.2	6.7%

\*\*\* Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 29 August, 2014)



Relative Performance of NAFA Islamic Asset Allocation Fund (NIAAF) (Formerly: NAFA Islamic Multi Asset Fund) for the Last Three Years



\* Please see Note below the performance table.

Top Ten Holdings (as on 29 August, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Ltd	Sukuk	7.61%	Pioneer Cement Ltd	Equity	3.21%
Pakistan Petroleum Ltd	Equity	5.33%	Hub Power Co Ltd	Equity	2.87%
Maple Leaf Cement Ltd	Sukuk	4.88%	Lucky Cement Ltd	Equity	2.86%
Pakistan Oilfields Ltd	Equity	4.03%	Thal Ltd	Equity	2.84%
Kot Addu Power	Equity	3.84%	Pakistan State Oil Co. Ltd	Equity	2.72%

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
Eden Housing (Sukuk II)	SUKUK	4,921,875	4,921,875	-	-	-	-
Maple Leaf Cement (Sukuk I)****	SUKUK	38,643,750	-	29,450,054	5.00%	4.88%	23.43%
Paik Elektron Limited (Sukuk)	SUKUK	21,428,571	21,428,571	-	-	-	-
<b>Total</b>		<b>64,994,196</b>	<b>26,350,446</b>	<b>29,450,054</b>	<b>5.00%</b>	<b>4.88%</b>	

\*\*\*\*Said TFC is performing but classified as non-Compliant on the basis of required rating. Due to this the difference between the Value of Investment before provision and after provision is mark to market loss instead of provisioning.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 6,693,472/- if the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1452/1.34%. For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (29/08/2014): Rs.9.7828

August 2014

## Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch January 22, 2007*
NAFA Stock Fund	(6.8%)	25.2%	(3.1%)	36.3%	55.0%	22.0%	28.4%	16.7%	14.6%
Benchmark	(5.7%)	15.0%	(2.6%)	26.0%	36.0%	2.9%	21.2%	26.2%	5.3%

\* Annualized Return  
All Other returns are Cumulative [Net of management fee & all other expenses]

## General Information

Launch Date: January 22, 2007  
Fund Size: Rs. 1,738 million  
Type: Open-end – Equity Fund  
Dealing Days: Daily – Monday to Friday  
Dealing Time: (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: 3% (Nil on investment above Rs 16 million) Back end: 0%  
Management Fee: 2% per annum  
Risk Profile: High  
Listing: Lahore Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: M. Yousuf Adil Saleem & Co. Chartered Accountants  
Benchmark: KSE-30 Index  
Fund Manager: Asim Wahab khan, CFA  
Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM2 by PACRA (very high investment management standards)

## Investment Objective

To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.

## Fund Manager's Commentary

During the month under review, NAFA Stock Fund's (NSF) unit price (NAV) decreased by 6.8%, whereas the Benchmark decreased by 5.7%, thus an underperformance of 1.1% was recorded. Since inception on January 22, 2007 your Fund has posted 182.5% return, versus 48.4% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 134.1%. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 88% in equities, which was reduced to around 85% towards the end of the month due to uncertain political scenario. NSF underperformed the Benchmark in August as the Fund was overweight in selected Automobile & Parts sector stocks which underperformed the market. During the month, allocation was increased in Electricity sector whereas it was reduced in all the other sectors.

## Asset Allocation (% of Total Assets) 29-Aug-14 28-July-14

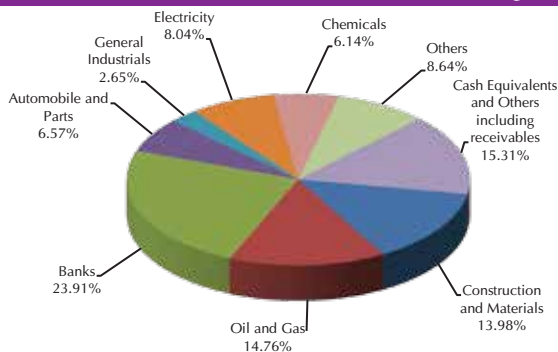
Equities / Stock	84.69%	87.61%
Cash Equivalents	12.89%	7.89%
Others including receivables	2.42%	4.50%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NSF	7.3	2.1	5.8%
KSE-30	8.5	2.2	5.8%

\*\* Based on NAFA's estimates

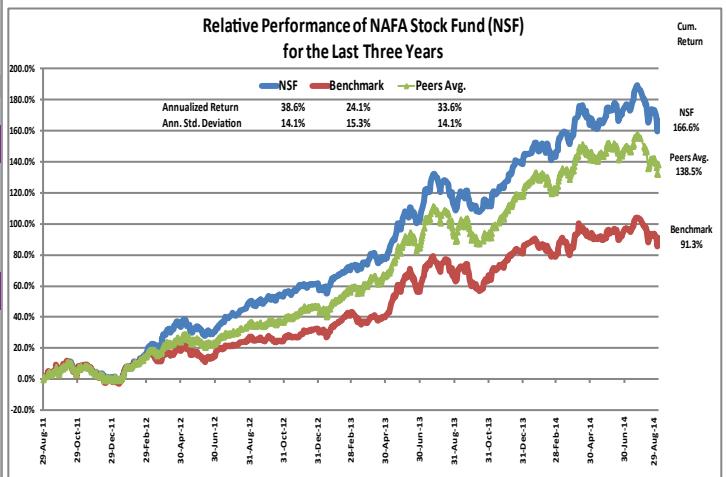
## Asset Allocation (% of Total Assets) (as on 29 August, 2014)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 29,192,491 /-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1643 /2.10%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.



## Top Ten Equity Holdings (as on 29 August, 2014)

Name	% of Total Assets	Name	% of Total Assets
United Bank Ltd	6.32%	Hub Power Company Ltd	3.77%
Pak Petroleum Ltd	6.14%	Pioneer Cement Ltd	3.51%
Engro Corporation Ltd	4.24%	Bank AL-Habib Ltd	3.49%
National Bank Of Pakistan Ltd	3.89%	Kot Addu Power Co Ltd	3.44%
Pakistan Oilfields Ltd	3.86%	Lucky Cement Ltd	3.42%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab khan, CFA  
Muhammad Imran, CFA, ACCA

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (29/08/2014): Rs. 9.5004

August 2014

## Performance %

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch March 29, 2008*
NAFA Income Fund	8.3%	2.9%	10.5%	2.3%	6.9%	(6.9%)	(4.2%)	8.7%	2.1%
Benchmark	10.2%	10.0%	10.2%	9.8%	9.9%	12.4%	13.2%	12.1%	11.6%

\* Annualized Return Based on Morning Star Methodology  
All other returns are Annualized Simple Return

[Net of management fee & all other expenses]

## General Information

Launch Date: March 29, 2008  
Fund Size: Rs. 509 million  
Type: Open-end – Income Fund  
Dealing Days: Daily – Monday to Friday  
Dealing Time: (Mon – Thr) 9:00 A.M to 5:00 P.M  
(Friday) 9:00 A.M to 5:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%  
Management Fee: 1.0% per annum  
Risk Profile: Low  
Fund Stability Rating: "A- (f)" by PACRA  
Listing: Lahore Stock Exchange  
Custodian & Trustee: MCB Financial Services Limited  
Auditors: M. Yousuf Adil Saleem & Co.  
Chartered Accountants  
Benchmark: 6-Month KIBOR  
Fund Manager: Muhammad Ali Bhabha, CFA, FRM  
Minimum Subscription: Growth Unit: Rs. 10,000/-  
Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)

## Investment Objective

To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

## Fund Manager Commentary

The Fund posted an annualized return of 8.3% during August 2014 versus the Benchmark return of 10.2%. Underperformance of the Fund during the month is due to mark to market loss in PIBs. The annualized return in the FYTD is 10.5% against the Benchmark return of 10.2%, hence an outperformance of 0.3% p.a. This outperformance is net of management fee and all other expenses.

As the allocation of the Fund shows, exposure in TFCs and Sukuks stands at 38.5%. All TFCs in the Fund are floating rate instruments linked to KIBOR.

The weighted average Yield-to-Maturity of the Fund is around 12.6% p.a. while its weighted average time to maturity is 1.8 years. This yield does not include potential recovery in fully provided TFCs (Face Value of Rs. 312 million), which is potential upside for the Fund. Thus, the Fund is expected to perform well over the medium to long term horizon. However, since TFCs prices may go up or down, therefore, only investors with medium term investment horizon are advised to invest in this Fund.

## Asset Allocation (% of Total Assets) 29-Aug-14 28-July-14

	29-Aug-14	28-July-14
TFCs / Sukuks	38.46%	33.74%
Commercial Paper	6.91%	7.55%
PIBs	26.69%	30.00%
Cash Equivalents	25.78%	27.28%
Others including receivables	2.16%	1.43%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

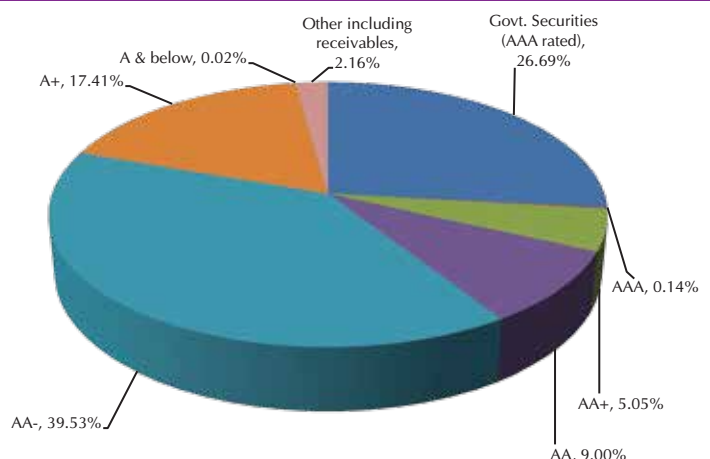
## Details of Non-Compliant Investments

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
World Call Telecom Limited	TFC	29,982,002	29,982,002	-	n/a	n/a	n/a
Saudi Pak Leasing	TFC	41,321,115	41,321,115	-	n/a	n/a	n/a
Eden Housing (Sukuk II)	SUKUK	19,687,500	19,687,500	-	n/a	n/a	n/a
Agritech Limited II	TFC	149,875,800	149,875,800	-	n/a	n/a	n/a
Agritech Limited V	TFC	22,180,000	22,180,000	-	n/a	n/a	n/a
New Allied Electronics (Sukuk II)	SUKUK	49,054,371	49,054,371	-	n/a	n/a	n/a
<b>Total</b>		<b>312,100,788</b>	<b>312,100,788</b>	<b>-</b>	<b>0.00%</b>	<b>0.00%</b>	

## TFC / Sukuk (as at August 29, 2014)

Name of TFC / Sukuk	% of Total Assets
K Electric Azm Sukuk	8.85%
HASCOL Ltd PPTFC	7.97%
Engro Fertilizers Limited 30-NOV-07	5.65%
Faysal Bank Limited	4.53%
Jahangir Siddiqui and Company Ltd. 08-APR-14	4.42%
Engro Fertilizer Limited (PPTFC)	2.49%
Bank Alfalah Limited (Floater)	1.85%
Allied Bank Limited II	1.73%
Jahangir Siddiqui and Company Ltd. 30-OCT-12	0.55%
Engro Fertilizers Limited 17-DEC-09	0.42%
<b>Total</b>	<b>38.46%</b>

## Credit Quality of the Portfolio as of August 29, 2014 (% of Total Assets)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.2,736,145/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0510/0.55%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (29/08/2014): Rs. 9.4693

August 2014

**Performance %**

Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch October 29, 2007*
NAFA Islamic Aggressive Income Fund	10.5%	15.1%	9.2%	13.6%	6.8%	19.1%	9.0%	(4.9%)	6.5%
Benchmark	6.8%	6.6%	6.8%	6.5%	7.0%	7.9%	7.1%	6.5%	6.7%

\* Annualized Return Based on Morning Star Methodology  
All other returns are Annualized Simple Return

[Net of management fee & all other expenses]

**General Information**

Launch Date: October 29, 2007  
Fund Size: Rs. 451 million  
Type: Open-end – Shariah Compliant Aggressive Income Fund  
Dealing Days: Daily – Monday to Friday  
Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%  
Management Fee: 1.0% per annum  
Risk Profile: Low to Medium  
Fund Stability Rating: "A-(f)" by PACRA  
Listing: Lahore Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC) (Effective 25th August 2014).  
Auditors: KPMG Taseer Hadi & Co. Chartered Accountants  
Benchmark: Average 3-month deposit rate of Islamic Banks  
Fund Manager: Muhammad Imran, CFA, ACCA  
Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)

**Investment Objective**

To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in Shariah Compliant money market & debt securities having good credit rating and liquidity.

**Fund Manager Commentary**

During the month under review, the Fund posted an annualized return of 10.5% as compared to the Benchmark return of 6.8%. Outperformance of the Fund during the month is due to profit payment of non performing Household Goods sector Sukuk. During CY14, the Fund has posted 16.8% annualized return versus 6.7% by the Benchmark, hence an outperformance of 10.1% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks with current weightage at around 11.8% is diversified among Cement, Electricity, and Fertilizer sub sectors. Around 84.6% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward, we will rebalance the allocation of the portfolio based on the capital market outlook.

The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio is around 14.7% p.a. and weighted average time to maturity is 1.9 years. The weighted average time to maturity of the Fund is 0.22 years. Hence, for investors with medium to long term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, since Sukuks prices may go up or down, therefore, only investors with medium-term investment horizon are advised to invest in this Fund.

**Asset Allocation (% of Total Assets) 29-Aug-14 28-July-14**

	29-Aug-14	28-July-14
Sukuks	11.83%	12.16%
Cash Equivalents	84.60%	84.32%
Other including receivables	3.57%	3.52%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**Top Sukuk Holdings (as at August 29, 2014)**

Name of Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	5.06%
Maple Leaf Cement (Sukuk I)	3.43%
K Electric Azm Sukuk	3.34%
<b>Total</b>	<b>11.83%</b>

**WORKERS' WELFARE FUND (WWF)**

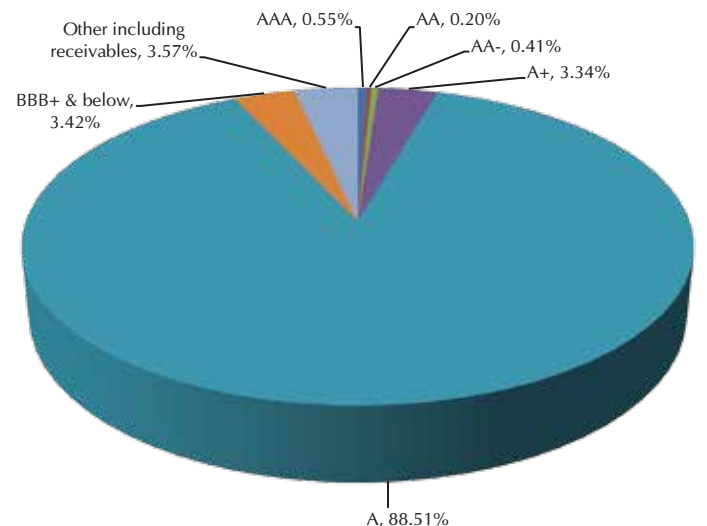
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.2,139,890/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0449/0.55%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

**Name of the Members of Investment Committee**

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Muhammad Imran, CFA, ACCA

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

**Credit Quality of the Portfolio as of August 29, 2014 (% of Total Assets)**



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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2014): Rs. 10.6336

August 2014

Performance %									
Performance Period	August 2014	Rolling 12 Months	FYTD 2015	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch April 22, 2006 *
NAFA Income Opportunity Fund	9.0%	17.4%	9.5%	16.6%	10.3%	(0.5%)	5.5%	5.8%	8.0%
Benchmark	10.2%	10.0%	10.2%	9.8%	9.9%	12.4%	13.3%	12.4%	11.3%

\* Annualized Simple Return - \*\* (Annualized Return Based on Morning Star Methodology)  
(Returns are net of management fee & all other expenses)

General Information	
Launch Date:	April 22, 2006
Fund Size:	Rs. 4,052 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: 1% (Nil on investment above Rs. 16 million), 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:	Muhammad Imran, CFA, ACCA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

**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 posted an annualized return of 9.0% in August 2014 as compared to the Benchmark return of 10.2%. Underperformance of the Fund during the month is due to mark to market loss in PIBs. During the last one year the Fund has outperformed its Benchmark by 7.4% by earning an annualized return of 17.4%.

Weighted average price of the TFC portfolio (excluding TFCs which are fully provided) is Rs. 94.73 against the par value of Rs. 100. The weighted average Yield to Maturity of the Fund is around 12.81% p.a. and that of the TFC portfolio is 17.00% p.a. The weighted average time to maturity of the Fund is about 1.81 years. The Fund's sector allocation is fairly diversified with exposure to Chemical, Electricity Banking, Construction & Material, Travel & Leisure, Oil & Gas and Financial Services sectors. TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. However, since TFCs prices may go up or down, therefore, only investors with medium-term investment horizon are advised to invest in this Fund.

Asset Allocation (% of Total Assets)	30-Aug-14	28-July-14
TFCs / Sukuks	27.07%	23.54%
Commercial Paper	1.04%	0.92%
PIBs	32.66%	34.19%
Equity	0.72%	0.71%
Cash Equivalents	25.30%	29.39%
Others including receivables	13.21%	11.25%
Total	100.00%	100.00%
Leverage	Nil	Nil

### Details of Non-Compliant Investments

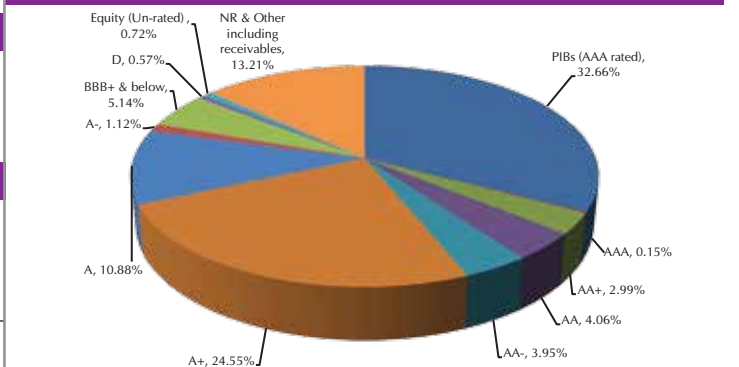
Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	Yield to Maturity per annum
BRR Guardian Modaraba**	SUKUK	35,000,000	-	26,162,500	0.65%	0.57%	56.64%
Escort Investment Bank Limited**	TFC	2,497,980	-	1,841,901	0.05%	0.04%	18.00%
Saudi Pak Leasing	TFC	41,321,115	41,321,115	-	n/a	n/a	n/a
World Call Telecom Limited	TFC	96,370,722	96,370,722	-	n/a	n/a	n/a
Eden Housing (Sukuk II)	SUKUK	9,056,250	9,056,250	-	n/a	n/a	n/a
Pak Elektron Limited (Sukuk)	SUKUK	51,428,571	51,428,571	-	n/a	n/a	n/a
Agritech Limited I	TFC	149,860,200	149,860,200	-	n/a	n/a	n/a
Agritech Limited V	TFC	32,320,000	32,320,000	-	n/a	n/a	n/a
Azzard Nine Limited III	TFC	108,376,850	108,376,850	-	n/a	n/a	n/a
Azzard Nine Limited V	TFC	82,180,000	82,180,000	-	n/a	n/a	n/a
Dewan Cement Limited	TFC	150,000,000	150,000,000	-	n/a	n/a	n/a
New Allied Electronics (PPTFC)	TFC	31,706,536	31,706,536	-	n/a	n/a	n/a
New Allied Electronics (Sukuk II)	SUKUK	44,148,934	44,148,934	-	n/a	n/a	n/a
PACE Pakistan Limited	TFC	149,820,000	149,820,000	-	n/a	n/a	n/a
Azzard Nine Limited (Non-Voting Ordinary Shares)	Equity	12,854	12,854	-	n/a	n/a	n/a
Agritech Limited Shares	Equity	141,403,150	108,072,408	33,330,743	0.82%	0.72%	n/a
<b>Total</b>		<b>1,125,503,162</b>	<b>1,054,674,440</b>	<b>61,335,143</b>	<b>1.51%</b>	<b>1.33%</b>	

\*\*Said TFCs are performing but classified as Non-Compliant on the basis of required rating. Due to this the difference between the Value of Investment before provision and after provision is mark to market loss instead of provisioning.

### Top 10 TFC/Sukuk Holdings (as at August 30, 2014)

Name of TFCs / Sukuks	% of Total Assets
Engro Fertilizer Limited (PPTFC)	5.30%
Maple Leaf Cement (Sukuk I)	5.10%
K Electric Azm Sukuk	4.76%
Engro Fertilizer Limited	2.78%
Bank Alfalah Limited V	2.18%
Jahangir Siddiqui and Company Ltd. 08-APR-14	1.62%
Allied Bank Limited II	1.42%
Jahangir Siddiqui and Company Ltd. 30-OCT-12	1.24%
Avari Hotels Limited	1.07%
HASCOL Ltd PPTFC	0.97%
<b>Total</b>	<b>26.44%</b>

### Credit Quality of the Portfolio as of August 30, 2014 (% of Total Assets)



### WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.26,447,275/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0694/0.77%. For details investors are advised to read note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

### Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Muhammad Imran, CFA, ACCA

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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			Performance %**		
	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) August 29, 2014	August 2014	FYTD 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	117.1	136.4145	(7.1%)*	(2.8%)*	29.6%
NPF-Debt Sub-fund	107.7	110.8494	8.0%	7.9%	8.2%
NPF-Money Market Sub-fund	125.7	110.3063	8.1%	8.2%	7.7%

\* Cumulative Return  
\*\* Annualized Return  
[Net of management fee & all other expenses]

General Information	
Launch Date:	July 2, 2013
Fund size:	Rs. 350.5 million
Type:	Open-end – Voluntary Pension Scheme
Dealing Days:	Daily – Monday to Friday (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Dealing Time:	Forward Pricing
Pricing Mechanism:	Upto 3% on Contributions
Front end Load:	0%
Back end Management Fee:	On average Annual Net Assets of each Sub-fund.
	Equity 1.50%
	Debt 1.25%
	Money Market 1.00%
Risk Profile:	Investor dependent
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	M. Yousuf Adil Saleem & Co. Chartered Accountants
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Initial: Rs. 10,000/- Subsequent: Rs. 1,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)
Leverage:	Nil

**Investment Objective**  
To provide a secure source of savings and regular income after retirement to the Participants.

### Fund Manager's Commentary

#### During the month of August:

NPF Equity Sub-fund unit price decreased by 7.1%, as against KSE-100 return which decreased by 5.8%. The Sub-fund was around 83% invested in equities with major weights in Banks, Oil & Gas and Construction & Materials sectors.

NPF Debt Sub-fund generated annualized return of 8%. The Sub Fund was invested primarily in PIBs, TFCs and T-Bills.

NPF Money Market Sub-fund generated annualized return of 8.1%. It was around 91% invested in government securities. In line with its investment strategy, the Sub Fund will maintain high exposure in money market securities.

### Credit Quality of the Portfolio (as on 29 August, 2014)

	Debt	Money Market
Government Securities (AAA rated)	76.83%	91.48%
AAA	2.27%	0.06%
AA+	14.09%	0.51%
AA	0.09%	2.29%
AA-	3.53%	5.22%
A+	1.41%	
Others	1.78%	0.44%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

### Asset Allocation (% of Total Assets)

Sub-fund	29-Aug-14	28-July-14
<b>Equity Sub-fund</b>		
Equity	83.34%	90.99%
Cash Equivalents	15.65%	3.78%
Others	1.01%	5.23%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Debt Sub-fund</b>		
Cash Equivalents	9.63%	9.78%
TFC/Sukuk	11.76%	10.66%
T-Bills	9.31%	9.70%
PIBs	67.52%	68.80%
Others	1.78%	1.06%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Money Market Sub-fund</b>		
Cash Equivalents	3.41%	22.06%
T-Bills	91.48%	77.59%
TFCs / Sukuk	4.67%	-
Others	0.44%	0.35%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

### WORKERS' WELFARE FUND (WWF)

NPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:

	Total amount Provided upto August 29, 2014	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund <sup>1</sup>	393,222	0.4579	0.44%
Debt Sub-Fund <sup>2</sup>	115,256	0.1186	0.12%
Money Market Sub-Fund <sup>2</sup>	125,434	0.1101	0.11%

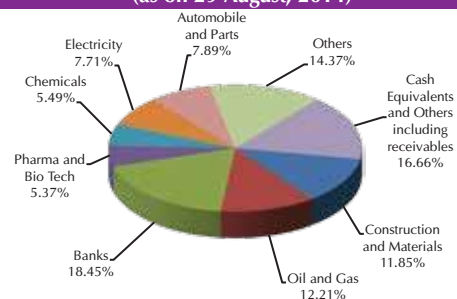
<sup>1</sup> Cumulative, <sup>2</sup> Annualized

For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 1) The calculation of performance does not include cost of front end load.

2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

### Equity Sub Fund Asset Allocation (% of Total Assets) (as on 29 August, 2014)



### Top Ten Holdings of Equity Sub-fund (as on 29 August, 2014)

Name	(% of Total Assets)	Name	(% of Total Assets)
United Bank Ltd	6.08%	Lucky Cement Ltd	3.28%
Pakistan Petroleum Ltd	5.50%	Thal Ltd	3.27%
Kot Addu Power Co Ltd	3.61%	Engro Corporation Ltd	3.26%
Hub Power Company Ltd	3.39%	Sazgar Engineering Works Ltd	2.99%
Pakistan Oilfields Ltd	3.38%	Pioneer Cement Ltd	2.97%

As on 29 August, 2014

### Top TFC/Sukuk Holdings of Debt Sub-fund

Name	(% of Total Assets)
Jahangir Siddiqui and Company Ltd	4.58%
Standard Chartered Bank (Pakistan) Ltd IV	2.16%
Hascol Petroleum Ltd	2.12%
Faysal Bank Limited III	1.41%
Engro Fertilizer Ltd (PPTFC)	1.41%
United Bank Ltd III	0.07%
Allied Bank Ltd I	0.01%
<b>Total</b>	<b>11.76%</b>

### Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM, Syed Suleman Akhtar, CFA,  
Asim Wahab Khan, CFA, Muhammad Imran, CFA, ACCA  
Salman Ahmed

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			Performance %**		
	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) August 29, 2014	August 2014	FYTD 2015	Since Launch July 02, 2013
NIPF-Equity Sub-fund	49.5	132.1766	(6.7%)*	(3.7%)*	26.4%
NIPF-Debt Sub-fund	55.4	109.9102	4.0%	4.1%	7.6%
NIPF-Money Market Sub-fund	43.2	109.2197	3.1%	4.0%	7.0%

\* Cumulative Return  
\*\* Annualized Return  
[Net of management fee & all other expenses]

General Information	
Launch Date:	July 2, 2013
Fund Size:	Rs. 148.1 million
Type:	Open-end – Shariah Compliant Voluntary Pension Scheme
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Pricing Mechanism:	Forward Pricing
Front end Load:	Upto 3% on Contributions
Back end Management Fee:	0%
	On average Annual Net Assets of each Sub-fund:
	Equity 1.50%
	Debt 1.25%
	Money Market 1.00%
Risk Profile:	Investor dependent
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	M. Yousuf Adil Saleem & Co. Chartered Accountants
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Initial: Rs. 10,000/- Subsequent: Rs. 1,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)
Leverage:	Nil

**Investment Objective**  
To provide a secure source of savings and regular income after retirement to the Participants.

**Fund Manager's Commentary**  
**During the month of August:**  
NIPF Equity Sub-fund unit price decreased by 6.7% compared with KMI-30 Index, which decreased by 5.1%. The Sub-fund was around 88% (90% on net asset basis) invested in equities with major weights in Oil & Gas, Construction & Materials and Electricity sectors.

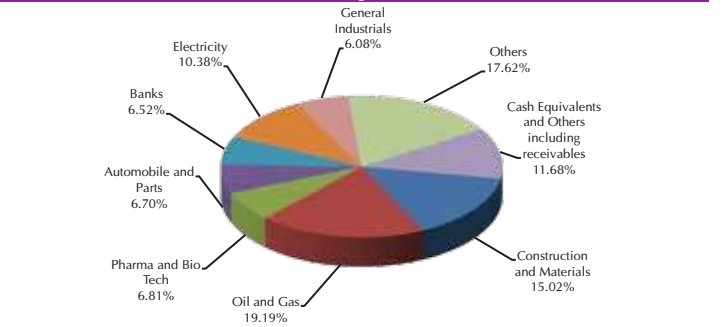
NIPF Debt Sub-fund generated annualized return of 4% due to mark to market loss in GOP Ijarah sukuk. The Sub Fund was invested primarily in GoP Ijarah Sukuks and Islamic bank deposits.

NIPF Money Market Sub-fund generated annualized return of 3.1% due to mark to market loss in GOP Ijarah sukuk. The Sub Fund was invested primarily in short-term GoP Ijarah Sukuks and Islamic bank deposits.

Credit Quality of the Portfolio (as on 29 August, 2014)		
	Debt	Money Market
Government Securities (AAA rated)	92.58%	90.32%
AAA	2.28%	5.46%
AA+	1.34%	1.11%
AA	0.02%	0.01%
Others	3.78%	3.10%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

Asset Allocation (% of Total Assets)			
Sub-fund	29-Aug-14	28-July-14	
<b>Equity Sub-fund</b>			
Equity	88.32%	81.48%	
Cash Equivalents	7.90%	14.49%	
Others including receivables	3.78%	4.03%	
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>	
<b>Debt Sub-fund</b>			
Cash Equivalents	3.64%	39.26%	
GOP Ijarah Sukuk-Govt	92.58%	58.91%	
Others	3.78%	1.83%	
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>	
<b>Money Market Sub-fund</b>			
Cash Equivalents	6.58%	30.81%	
GOP Ijarah Sukuk-Govt	90.32%	67.69%	
Others	3.10%	1.50%	
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>	

**Equity Sub Fund Asset Allocation (% of Total Assets) (as on 29 August, 2014)**



**Top Ten Holdings of Equity Sub-fund (as on 29 August, 2014)**

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Petroleum Ltd	7.73%	Hub Power Company Ltd	4.35%
Pakistan Oilfields Ltd	5.33%	Lucky Cement Ltd	4.12%
Sazgar Engineering Works Ltd	5.12%	Akzo Nobel Pakistan Ltd	3.87%
Kot Addu Power Co Ltd	5.05%	Thal Ltd	3.82%
Meezan Bank Ltd	4.80%	Fauji Fertilizer Co Ltd	3.59%

**WORKERS' WELFARE FUND (WWF)**

NIPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:

	Total amount Provided upto August 29, 2014	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund <sup>1</sup>	272,305	0.7272	0.72%
Debt Sub-Fund <sup>2</sup>	73,781	0.1463	0.14%
Money Market Sub-Fund <sup>2</sup>	61,079	0.1544	0.15%

<sup>1</sup> Cumulative, <sup>2</sup> Annualized  
For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

**(As on 29 August, 2014)**

Top Holdings of Debt Sub-fund		Top Holdings of Money Market Sub-fund	
Name	(% of Total Assets)	Name	(% of Total Assets)
GOP Ijarah (Sukuk XI)	50.72%	GOP Ijarah (Sukuk IX)	45.95%
GOP Ijarah (Sukuk XIV)	34.71%	GOP Ijarah (Sukuk XIV)	23.45%
GOP Ijarah (Sukuk IX)	7.15%	GOP Ijarah (Sukuk XI)	20.92%
<b>Total</b>	<b>92.58%</b>	<b>Total</b>	<b>90.32%</b>

**Name of the Members of Investment Committee**

- Dr. Amjad Waheed, CFA
- Sajjad Anwar, CFA
- Muhammad Ali Bhabha, CFA, FRM, Syed Suleman Akhtar, CFA,
- Asim Wahab Khan, CFA, Muhammad Imran, CFA, ACCA
- Salman Ahmed

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Performance %*			
Performance Period	August 2014	FYTD 2015	Since Launch March 05, 2014
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	(3.1%)	(0.9%)	1.8%
Benchmark	(1.8%)	(0.4%)	3.2%

\* Cumulative Returns [Returns are net of management fee & all other expenses]

General Information	
Launch Date:	March 5, 2014
Fund Size:	Rs. 1,617 million
Type:	Shariah Compliant - Open-end – Capital Protected Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Back end: 0%
Management Fee:	2% per annum
Risk Profile	Low
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

**Investment Objective**  
The objective of NAFA Islamic Principal Protection Fund-I is to earn a potentially high return through dynamic asset allocation between shariah compliant Equities and Money Market investment avenues, while providing principal protection.

**Fund Manager's Commentary**  
NAFA launched its first open-end Islamic capital protected fund namely NAFA Islamic Principal Protected Fund (NIPPF-1) this March. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant equities and money market instruments while protecting initial investment value at Initial Maturity date, which is two years from launch date. The Fund is presently closed for new subscription.

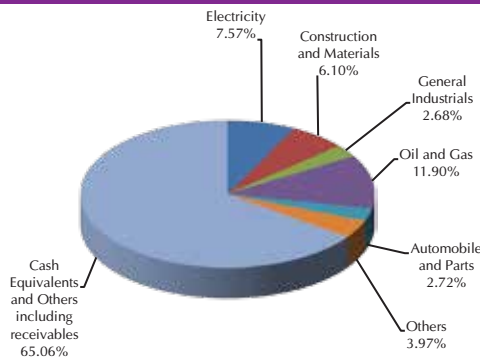
Since inception, NIPPF- I has generated a return of 1.8% versus 3.2% return of the Benchmark. The Fund has gradually built its position in equities and its current stock exposure stands at around 35%. Key holdings of the Fund belong to Oil and Gas, Electricity and Construction & Materials sectors. The Fund can invest up to 50% in equities. We are confident that the Fund will generate good returns once the political situation settles, considering the positive outlook of the market and built in dynamic equity allocation mechanism of the Fund.

Asset Allocation (% of Total Assets)	29-Aug-14	28-July-14
Equities / Stocks	34.94%	44.35%
Cash Equivalents	63.66%	50.16%
Others including receivables	1.40%	5.49%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NIPPF-I	7.5	2.4	7.0%
KMI-30	8.2	2.2	6.7%

\*\* Based on NAFA's estimates

**Asset Allocation (% of Total Assets) (as on 29 August, 2014)**



**Top Ten Holdings (as on 29 August, 2014)**

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan Petroleum Ltd	Equity	3.83%	Lucky Cement Ltd	Equity	2.13%
Pakistan Oilfields Ltd	Equity	3.80%	Oil & Gas Dev Co Ltd	Equity	2.03%
Kot Addu Power Co Ltd	Equity	3.60%	Thal Ltd	Equity	1.92%
Hub Power Co Ltd	Equity	3.55%	Pioneer Cement Ltd	Equity	1.58%
Pakistan State Oil Co. Ltd	Equity	2.25%	Meezan Bank Ltd	Equity	1.36%

**WORKERS' WELFARE FUND (WWF)**

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 893,247/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0557/0.06%. For details investors are advised to read Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

**Notes:** 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

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**Name of the Members of Investment Committee**

- Dr. Amjad Waheed, CFA
- Sajjad Anwar, CFA
- Muhammad Ali Bhabha, CFA, FRM
- Syed Suleman Akhtar, CFA
- Asim Wahab khan, CFA
- Muhammad Imran, CFA, ACCA



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (29/08/2014): Rs.98.5488

August 2014

Performance %\*

Performance Period	August 2014	FYTD 2015	Since Launch June 27, 2014
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	(3%)	(1.6%)	(1.5%)
Benchmark	(1.7%)	(0.5%)	(0.1%)

\* Cumulative Returns [Returns are net of management fee & all other expenses]

General Information

Launch Date: June 27, 2014  
Fund Size: Rs. 1,273million  
Type: Shariah Compliant - Open-end – Capital Protected Fund  
Dealing Days: Daily – Monday to Friday  
Dealing Time: (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 05:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front end: 3% Back end: 0%  
Management Fee: 2% per annum  
Risk Profile: Low  
Listing: Lahore Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: A. F. Ferguson & Co. Chartered Accountants  
Benchmark: Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.  
Fund Manager: Sajjad Anwar, CFA  
Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)

Investment Objective

The objective of NAFA Islamic Principal Protection Fund-II is to earn a potentially high return through dynamic asset allocation between Shariah compliant Equities and Money Market investment avenues, while providing principal protection.

Fund Manager's Commentary

NAFA launched its second Islamic capital protected fund namely NAFA Islamic Principal Protected Fund (NIPPF-II) on 27th June, 2014. The aim of the Fund is to provide growth to the investment of unit holders over the long-term in approved Shariah compliant equities and money market instruments while protecting initial investment value at the Initial Maturity date, which is two years from its launch date.

Since inception, NIPPF- II has generated a return of -1.5% versus -0.1% return of the benchmark. The Fund has gradually built its position in equities and its current stock exposure stands at around 36%. Key holdings of the Fund belong to Oil and Gas, Construction and Materials, and Electricity sectors. The Fund can invest up to 100% in equities. We are confident that the Fund will generate good returns once the political situation settles, considering the positive outlook of the market and built in dynamic equity allocation mechanism of the Fund.

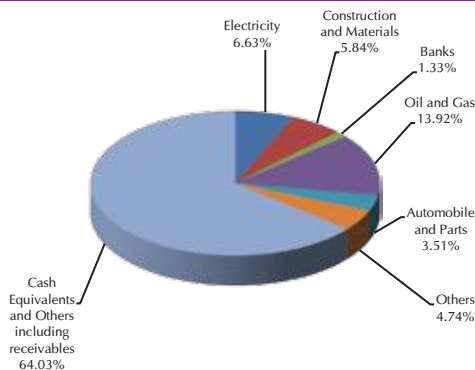
Asset Allocation (% of Total Assets) 29-Aug-14 28-July-14

Equities / Stocks	35.97%	42.93%
Cash Equivalents	62.92%	51.83%
Others including receivables	1.11%	5.24%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIPPF-II	7.3	2.5	6.8%
KMI-30	8.2	2.2	6.7%

Asset Allocation (% of Total Assets) (as on 29 August, 2014)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 29,927/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0023/0.00%.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

**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 dependent 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." Please read the Offering Documents to understand the investment policies and the risk involved. Capital protection only applies to unit holders who hold their investments until initial maturity of two years.

Top Ten Holdings (as on 29 August, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	4.80%	Lucky Cement Ltd	Equity	2.20%
Pakistan Oilfields Ltd	Equity	4.23%	Pak Suzuki Motor Co Ltd	Equity	2.19%
Hub Power Company Ltd	Equity	3.31%	Pakistan State Oil Co Ltd	Equity	2.02%
Kot Addu Power	Equity	3.18%	Meezan Bank Ltd	Equity	1.30%
Oil & Gas Dev Co.	Equity	2.87%	Maple Leaf Cement Factory Ltd	Equity	1.22%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab khan, CFA  
Muhammad Imran, CFA, ACCA