



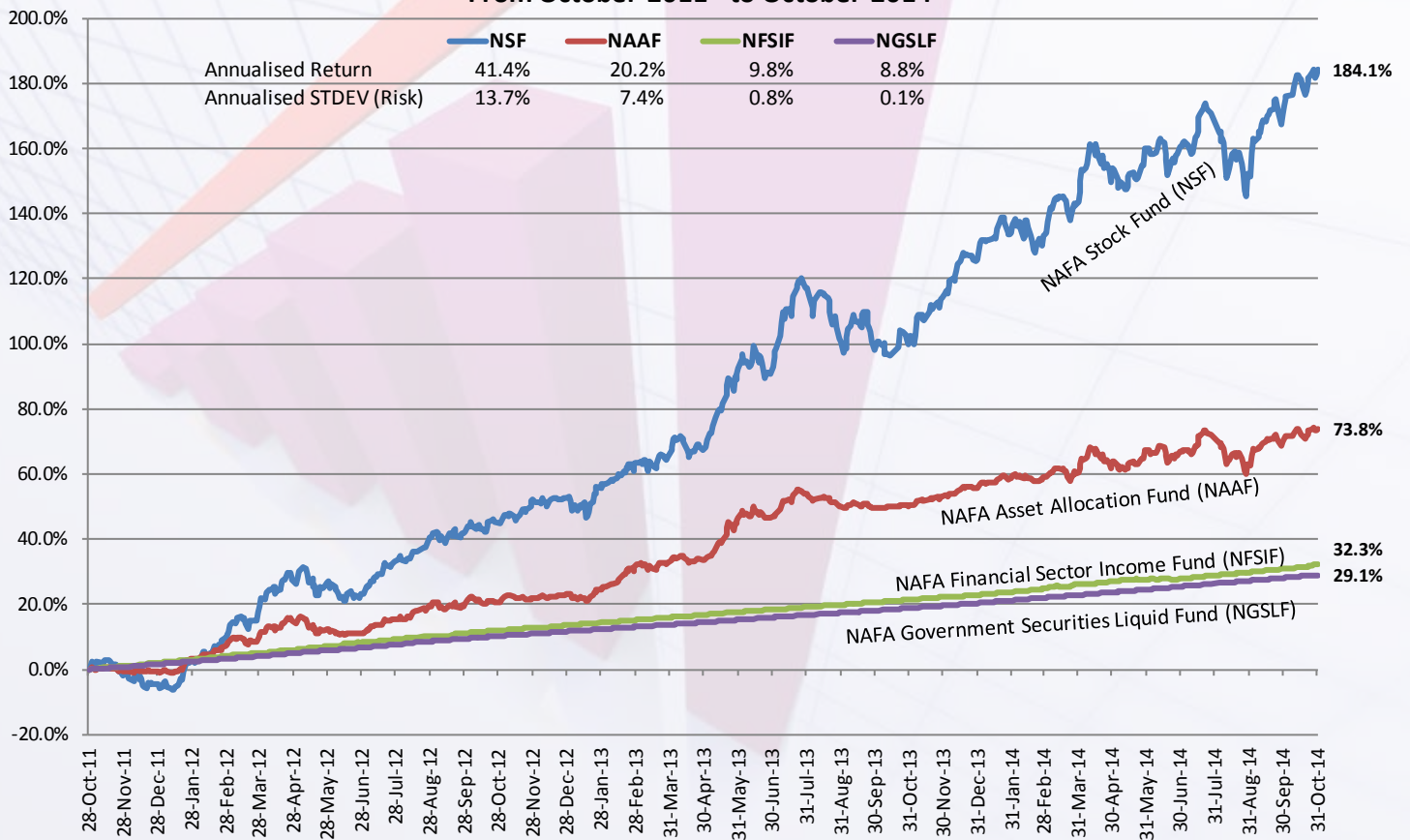
NBP Fullerton  
Asset Management Ltd.  
A Subsidiary of  
National Bank of Pakistan

# Fund Manager Report

## October 2014



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



\*Since Inception of NFSIF in end-October 2011

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

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Your investments & "NAFA" grow together



Joint - Venture Partners



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“October 2014”

Risk Profile	Fund Name	Fund Size (Rs. In Crore)	Stability* Rating	Inception Date	Oct-2014	Rolling 12 Months	FYTD 2015	FY- 2014	FY - 2013	FY - 2012	FY - 2011	FY - 2010	Since Inception	
					Annualized Returns									
Lowest Risk	<b>Fixed Income Funds</b>													
	NCSLF	NAFA Government Securities Liquid Fund	994	AAA (f)	15-May-09	8.1%	8.5%	8.5%	8.1%	8.7%	10.9%	11.5%	10.5%	9.9%
		Benchmark				9.4%	9.0%	9.2%	8.6%	8.9%	10.8%	11.4%	10.7%	10.0%
	NMMF	NAFA Money Market Fund	1,390	AA (f)	23-Feb-12	8.8%	8.6%	8.7%	8.2%	9.2%	n/a	n/a	n/a	9.0%
		Benchmark				7.4%	7.2%	7.4%	6.9%	6.8%	n/a	n/a	n/a	7.0%
	NPSF	NAFA Savings Plus Fund	128	AA- (f)	21-Nov-09	8.2%	8.3%	8.6%	7.9%	8.8%	11.0%	10.6%	n/a	9.6%
		Benchmark				7.4%	7.3%	7.4%	7.1%	7.3%	8.4%	8.4%	n/a	7.8%
	NRFESF	NAFA Riba Free Savings Fund	136	AA- (f)	20-Aug-10	7.9%	7.9%	7.4%	7.8%	8.7%	10.8%	n/a	n/a	9.3%
		Benchmark				7.0%	6.9%	7.0%	6.7%	7.3%	8.3%	n/a	n/a	7.5%
	NFSIF	NAFA Financial Sector Income Fund	196	A+ (f)	28-Oct-11	13.1%	8.9%	10.5%	7.9%	9.3%	n/a	n/a	n/a	9.8%
		Benchmark				9.3%	9.3%	9.3%	8.9%	9.0%	n/a	n/a	n/a	9.4%
	Moderate Risk		NAFA Income Opportunity Fund	394	A- (f)	21-Apr-06	19.0%	16.9%	11.9%	16.6%	10.3%	(0.5%)	5.5%	5.8%
		Benchmark				10.2%	10.1%	10.2%	9.8%	9.9%	12.4%	13.3%	12.4%	11.3%
NIOF		NAFA Islamic Aggressive Income Fund	72	A- (f)	26-Oct-07	8.9%	15.4%	9.5%	13.6%	6.8%	19.0%	9.0%	(4.9%)	6.6%
		Benchmark				6.9%	6.7%	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	218	***** (5-star)	20-Aug-10	2.4%	15.4%	4.2%	13.7%	31.9%	14.4%	n/a	n/a	19.8%
	Benchmark				0.3%	11.2%	1.5%	14.2%	17.1%	8.1%	n/a	n/a	12.6%	
NIMF	NAFA Multi Asset Fund	123	**** (4-star)	19-Jan-07	3.6%	29.0%	6.9%	25.4%	34.1%	15.5%	25.3%	12.4%	15.5%	
	Benchmark				0.1%	13.1%	1.0%	17.9%	22.4%	8.0%	17.5%	19.8%	9.0%	
NIAAF	NAFA Islamic Asset Allocation Fund ** (Formerly; NIMF)	87	**** (4-star)	26-Oct-07	4.1%	27.7%	6.7%	22.2%	36.3%	13.3%	28.4%	17.5%	14.6%	
	Benchmark				0.7%	16.3%	2.6%	17.7%	28.4%	11.1%	24.4%	21.3%	11.4%	
Highest Risk	NSF	NAFA Stock Fund	206	**** (4-star)	19-Jan-07	5.0%	40.4%	9.1%	36.3%	55.0%	22.0%	28.4%	16.7%	16.0%
		Benchmark				(0.5%)	15.7%	(1.5%)	26.0%	36.0%	2.9%	21.2%	26.2%	5.4%

n/a = Not applicable.

- Return is reported where full period performance is available.

\* Stability rating/Star ranking has been assigned by PACRA

Notes: 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.

\*\*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%.

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

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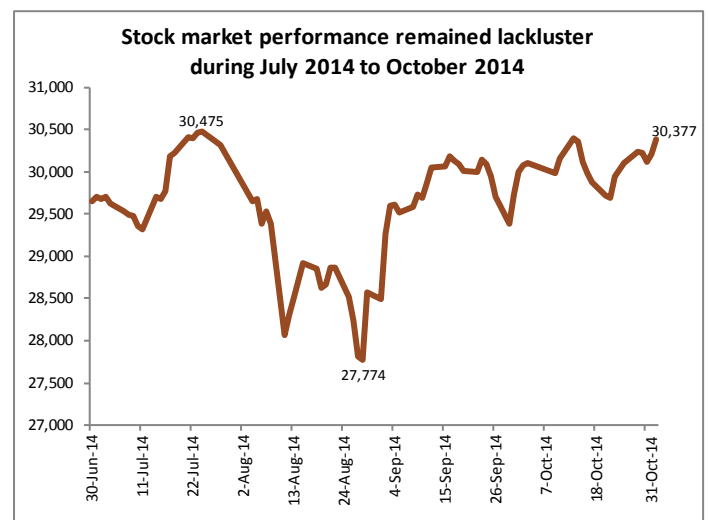
## Economic and Stock Market Outlook

Macroeconomic indicators so far paint a mixed picture of the local economy. Inflation continues to remain benign, clocking at 7.1% p.a, on average, during the first four months of the fiscal year, driven down by lower commodity prices and restricted money supply growth. First quarter fiscal deficit of 1.2% of GDP was well contained due to very little development spending and surpluses recorded by the provinces. However, external account has exhibited weakness due to a rising trade deficit, caused by an overvalued exchange rate, and non-materialization of foreign inflows amid uncertainty in domestic politics. The IMF has also delayed its fourth review of the economy in view of government's failure to meet some key performance benchmarks under the EFF loan agreement. Energy shortages also continue to beset economic growth as captured in below-potential Large Scale Manufacturing (LSM) growth of 3.2% during July-August. The above has also impacted stock market performance with the benchmark KSE-100 Index rising by a nominal 2.4% during the first four months of the fiscal year.

We expect country's macroeconomic situation to take a turn for the better from hereon based on the following positive developments:

- Political tensions have subsided in the recent few weeks, putting to rest fears of mass social unrest, military intervention or complete paralysis of the government. This has enabled the government to refocus on economic issues. For instance, Secondary Public Offering (SPO) of OGDC and Sovereign Sukuk offering are scheduled to happen in November. The government is also in talks with the IMF for completion of the fourth and fifth reviews in time to secure release of USD1.1 billion loan installment in December. The above are expected to result in sizable jump in foreign exchange reserves to USD17-18 billion by December-end, allaying external account pressures currently faced by the economy, and improving external vulnerability.
- Due to slowdown in global economic growth and a supply glut, global crude oil prices have declined by 20% - 25% in October. Lower oil prices would benefit the domestic economy in multiple ways. It would result in further reduction in inflationary pressure, giving the central bank more room to cut interest rates. As crude oil imports comprise a sizable chunk (33%) of the import bill, lower prices would reduce trade and current account deficits. According to our estimate, every USD10/bbl reduction in oil prices would shrink the trade deficit by USD1.4 billion. Thus, lower oil prices should strengthen the external accounts position. At present, Pakistan's power generation mix is skewed towards imported residual furnace oil (RFO), which is very expensive. This high generation cost has strained fiscal balance due to heavy subsidies, impacting industry competitiveness and creating circular debt problem in the energy chain. The recent decline in RFO prices should lessen blended generation cost, reduce the subsidy burden & accumulation of circular debt, and improve the competitiveness of our exports.

Key Economic Indicators		
	Sep-14	Jun-14
SBP Foreign Exchange Reserve	US\$ 8,943 Million	US\$ 9,095 Million
Import Cover	9 Weeks	10 Weeks
Current Account Balance (Quarterly)	US\$ -1,330 Million	US\$ -378 Million
Financial Account (Quarterly)	US\$ 741 Million	US\$ 4,179 Million
Budget Deficit (Quarterly)	PKR 357 Billion	PKR 577 Billion
Balance of Trade (Quarterly)	US\$ -6,504 Million	US\$ -6,021 Million
Consumer Price Index (CPI)	7.7%	8.2%
CPI (12 Month Average)	8.5%	8.6%
Interest Rate	10.0%	10.0%
GDP Growth (Fiscal Year)	N/A	4.1%



Based on our estimates, the stock market is trading at 8.5 times 12-months forward earnings, and offers around 6% dividend yield. The corporate earnings are expected to grow by 12% for the next 4 quarters. We expect that the improvement in the political and macroeconomic situation, along with expected double digit earnings growth should result in good performance of the stock market during the rest of the fiscal year.

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October 2014

## Stock Market Review

During the month of October, the stock market volatility spiked owing to delay in materialization of budgeted foreign flows amid noise in the domestic politics, net selling by the foreign investors and lower than expected corporate earnings announcements by most companies in the ongoing results season. However, during the latter half of the month, the market staged a recovery and the benchmark KSE-100 Index advanced by around 2% to close at 30,377 levels and KMI-30 Index advanced by around 1% to close at 48,699 levels. Towards the end of the month, investors' sentiments were buoyed by expectation of a policy rate cut in the upcoming monetary announcement scheduled in mid-November mainly due to (i) controlled inflation, (ii) benign near-term inflation outlook amid sizable anticipated cut in domestic oil prices, and (iii) expected improvement in external account on account of SPO of Oil & Gas Company, floatation of Sukuk in international market and release of 3rd and 4th tranche by IMF. Foreigners were net sellers during the month with net outflows recorded at US \$ 31 million versus net inflow of US \$ 53 million during the previous month.

Construction & Materials, Automobile & Parts, Electricity, and Pharma & Bio Tech sectors out-performed the market, while Banking and Oil & Gas sectors lagged the market. Better than expected corporate results and attractive double-digit dividend yields amid falling interest rates drew investors towards the power sub-sector. Automobile & Parts sectors out-performed due to expectation of healthy sales volume and margin improvement resulting from JPY weakening. Bull Run in the Pharma sector continued on speculation of new drugs introduction by some major players. Cement stocks also rallied driven by healthy sales numbers and strong earnings growth resulting from falling coal prices and steady demand. Sell-off in the Oil & Gas sector was witnessed following steep fall in oil prices and upcoming Secondary Public Offering of OGDC.

As per our estimates, the market is now trading at 8.5 times 12-months forward earnings. We believe that the market will take direction from Inflation and interest rate outlook, foreign portfolio investment activity, development on the domestic political front, and financial & capital inflows. We are closely monitoring the developments in capital market and will alter the allocation of our equity funds accordingly.

## Fixed Income Review

Inflation as measured by CPI clocked at 5.8% in October in line with broad market expectations. Over the last one year, we have witnessed a shift in government borrowing from short-term T-Bills to long-term PIBs to reduce rollover or refinancing risk that pushed up the yields on the PIBs from 80 basis points to 100 basis points. Resultantly, spread of 3 years PIBs over T-Bills increased to around 2.6% making PIB very attractive investment avenue for medium to long term investors. Concomitantly, the outstanding stock of PIBs increased from PKR 1.3 trillion in December 2013 to PKR 3.5 trillion in September 2014, which increased the liquidity and depth of the sovereign bond market.

SBP conducted a PIB auction on 22 October 2014 wherein only PKR50 billion was accepted against participation of Rs. 332bn at a cut-off yield of 12.48%, 12.98% and 13.45% for 3, 5 and 10 year tenors, respectively. Following this auction, the yields in the secondary market dropped sharply and saw a low of around 11.3%, 11.5% and 12.3% for 3, 5 and 10 year tenors. The recent reversal of yields in PIBs can be attributed to 1) view of the market players that Government has again changed its borrowing mix from higher cost PIBs to lower cost T-bills as it has already significantly reduced rollover or refinancing risk 2) anticipation of an interest rate cut in the upcoming monetary policy announcement scheduled in November on the back of further decline in inflation due to low oil prices as well as expectation of improvement in external account position due to privatization receipts and issuance of dollar denominated Sovereign Sukuk.

In the three T-Bills auctions during the month, MoF accepted Rs.347 billion against the target of Rs.550 billion and maturity of Rs.483 billion. The cut-off annualized yields for the last T-Bill auction was noted at 9.96%, 9.95% and 9.98% for 3, 6 and 12 month tenors respectively. SBP conducted its first Islamic Open Market Operation (OMO) during the month. In the OMO (Bai-Mujjal – Outright Purchases of GIS) dated October 27, 2014, SBP accepted all amount (Rs 39.4 billion) in one year tenor. In the other OMO (outright purchase of Government Ijara Sukuk), SBP accepted an amount of Rs 38.4 billion against offered amount of Rs 40.5 billion.

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

## Our Contacts

Contact our Investment Consultant for free Investment advice

Call 0800-20001 || UAN 111-111-632 || sms NAFA INVEST to 8080 || [www.nafafunds.com](http://www.nafafunds.com) || [info@nafafunds.com](mailto:info@nafafunds.com)

**Disclaimer:** This publication is for informational purpose only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past Performance is not necessarily indicative of future results.



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs. 10.3421

October 2014

Performance %									
Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch May 15, 2009*
NAFA Government Securities Liquid Fund	8.1%	8.5%	8.5%	8.1%	8.7%	10.9%	11.5%	10.5%	9.9%
Benchmark	9.4%	9.2%	9.0%	8.6%	8.9%	10.8%	11.4%	10.7%	10.0%

\* 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 15, 2009
Fund Size:	Rs. 9,936 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)

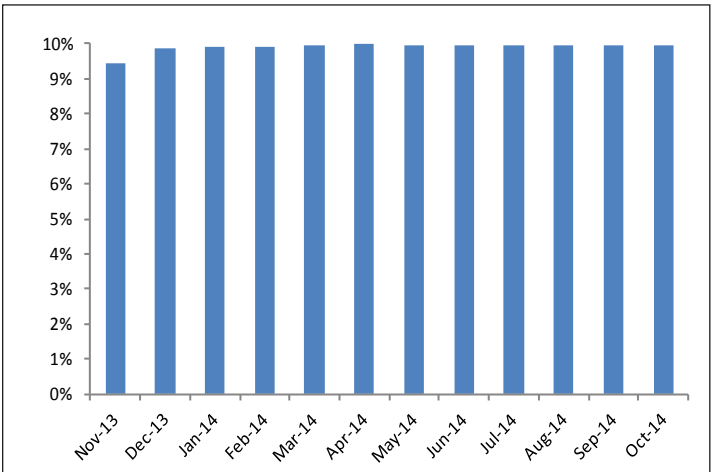
**Investment Objective**  
To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

**Fund Manager Commentary**  
The Fund earned an annualized return of 8.1% during October 2014 versus the Benchmark return of 9.4%. The annualized return for CY14 is 8.7% 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 78.30% of the Fund size. While at the end of the month, T-Bills comprised around 59% of the Total Assets and 75.4% of Net Assets. Weighted average time to maturity of the Fund is 43 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



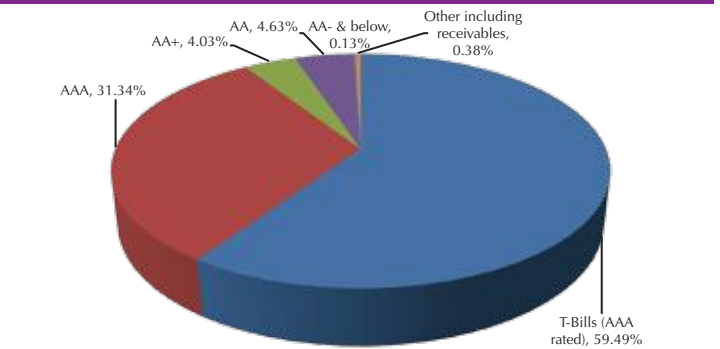
Asset Allocation (% of Total Assets)	31-Oct-14	30-Sep-14
T-Bills	59.49%	39.23%
Placements with Banks	3.97%	5.06%
Placements with DFIs	3.97%	5.06%
Cash Equivalents	32.19%	50.23%
Other including receivables	0.38%	0.42%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**WORKERS' WELFARE FUND (WWF)**  
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 113,052,110/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.1177/1.23%. For details investors are advised to read note 7 of the Financial Statements of the Scheme for the quarter ended September 30, 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 October 31, 2014 (% of Total Assets)



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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs. 10.3082

October 2014

## Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	Since Launch February 23, 2012*
NAFA Money Market Fund	8.8%	8.7%	8.6%	8.2%	9.2%	9.0%
Benchmark	7.4%	7.4%	7.2%	6.9%	6.8%	7.0%

\* 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 23, 2012
Fund Size:	Rs. 13,901 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 8.8% during October 2014 versus the Benchmark return of 7.4%, thus registering an outperformance of 1.4% p.a. Since the launch of the Fund in February 2012, the Fund has outperformed its Benchmark by 2.0% p.a. by earning an annualized return of 9.0%. This outperformance is net of management fee and all other expenses.

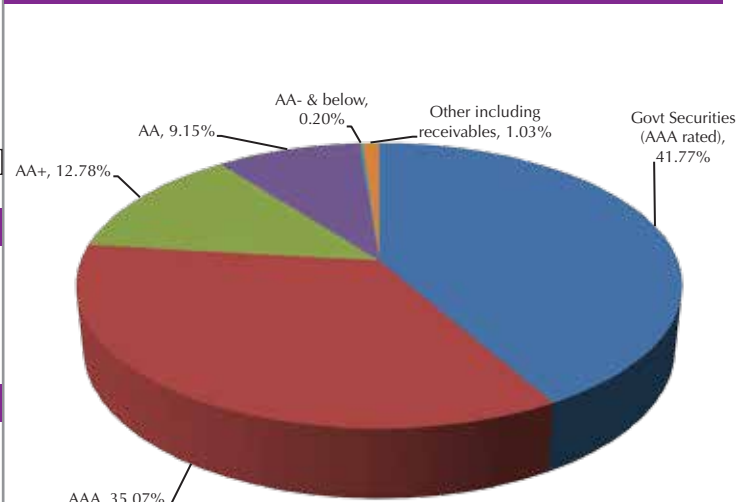
Being a money market scheme, the Fund has very restrictive investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The 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 weighted average time to maturity of the Fund is 79 days. We are monitoring the capital market expectations and will rebalance the portfolio accordingly.

## Asset Allocation (% of Total Assets) 31-Oct-14 30-Sep-14

T-Bills	41.77%	-
Placements with Banks	7.03%	7.43%
Placements with DFIs	12.66%	13.37%
Commercial Paper	0.35%	0.37%
Cash Equivalents	37.16%	78.17%
Others including receivables	1.03%	0.66%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Credit Quality of the Portfolio as of October 31, 2014 (% of Total Assets)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 74,960,950/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0556/0.59%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 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	October 2014	Since Launch July 10, 2014
NAFA Government Securities Savings Fund	22.3%	13.4%
Benchmark	9.6%	9.3%

\* 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. 1,142 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.

**Fund Manager Commentary**

During the month under review, the Fund has generated an annualized return of 22.3% against the benchmark return of 9.6%. Outperformance of the Fund during the month is due to mark to market gain in PIBs. Since its launch in July 2014, the Fund offered an annualized return of 13.4% against the Benchmark return of 9.3%, hence an outperformance of 4.1% 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 70.3% of the Total Assets and 89.7% of Net Assets at the end of the month with average time to maturity of 1.56 years and Yield to Maturity of 10.7% p.a. The weighted average time-to-maturity of the Fund is 1.4 years.

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

Asset Allocation (% of Total Assets)	31-Oct-14	30-Sep-14
PIBs	49.09%	62.82%
Tbills	21.19%	25.86%
Cash Equivalents	27.80%	9.18%
Other including receivables	1.92%	2.14%
Total	100.00%	100.00%
Leverage	Nil	Nil

**WORKERS' WELFARE FUND (WWF)**

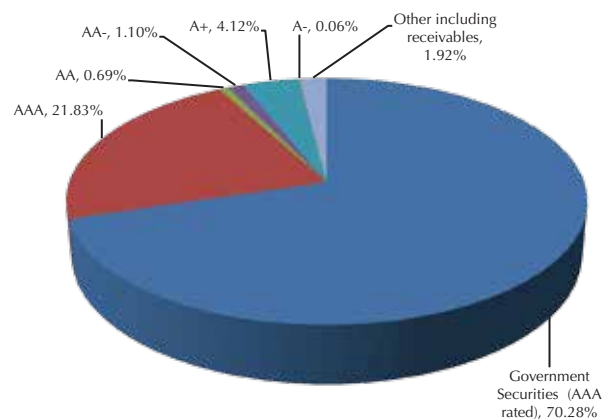
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 844,248/- If the same were not made the NAV per unit/ since inception annualized return of scheme would be higher by Rs.0.0077/0.25%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 2014.

**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 October 31, 2014 (% of Total Assets)**







MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs. 10.3392

October 2014

## Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	Since Launch November 21, 2009*
NAFA Savings Plus Fund	8.2%	8.6%	8.3%	7.9%	8.8%	11.0%	10.6%	9.6%
Benchmark	7.4%	7.4%	7.3%	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. 1,285 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: 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 8.2% during the month versus the Benchmark return of 7.4%. 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 37.4%. The weighted average time to maturity of the entire Fund is around 38 days.

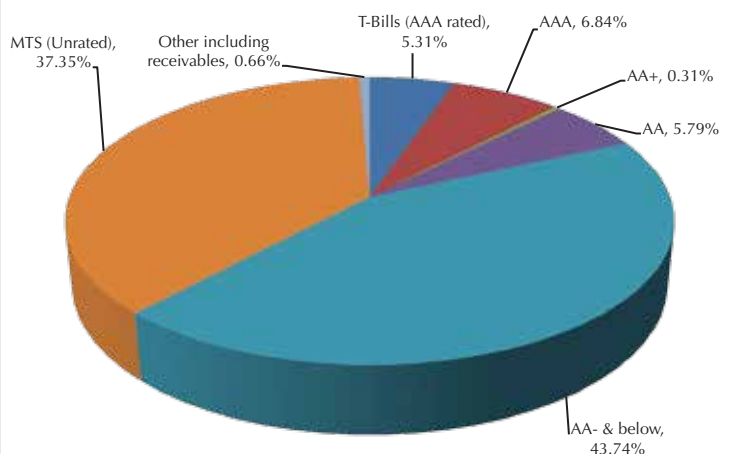
Our internal guidelines permit MTS financing in only fundamentally strong companies with lower volatility. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rates of return with no direct exposure to the stock market.

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

## Asset Allocation (% of Total Assets) 31-Oct-14 30-Sep-14

Asset Allocation (% of Total Assets)	31-Oct-14	30-Sep-14
T-Bills	5.31%	5.48%
Margin Trading System (MTS)	37.35%	36.13%
Commercial Paper	3.80%	3.61%
Placements with Banks	22.92%	22.01%
Cash Equivalents	29.96%	31.27%
Other including receivables	0.66%	1.50%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Credit Quality of the Portfolio as of October 31, 2014 (% of Total Assets)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.11,466,554/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0923/0.97%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 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.

**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 Document to understand investment policies and the risk involved.



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs. 10.3554

October 2014

Performance %							
Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	Since Launch August 20, 2010 *
NAFA Riba Free Savings Fund	7.9%	7.4%	7.9%	7.8%	8.7%	10.8%	9.3%
Benchmark	7.0%	7.0%	6.9%	6.7%	7.3%	8.3%	7.5%

\* 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 20, 2010
Fund Size:	Rs. 1,355 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 7.9% for the month of October 2014 versus the Benchmark return of 7.0%. During the last one year the Fund has outperformed its Benchmark by 1.0% 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), NRFSF is amongst the highest rated Islamic Income Funds in the market.

The allocation of the Fund is around 10% 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 enhances the liquidity profile of the Fund.

The weighted average time to maturity of the Fund is 28 days. We will rebalance the portfolio based on economic and capital market outlook.

Asset Allocation (% of Total Assets)	31-Oct-14	30-Sep-14
GOP Ijarah Sukuk - Govt. Backed	10.00%	7.97%
Cash Equivalents	88.78%	90.28%
Other including receivables	1.22%	1.75%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

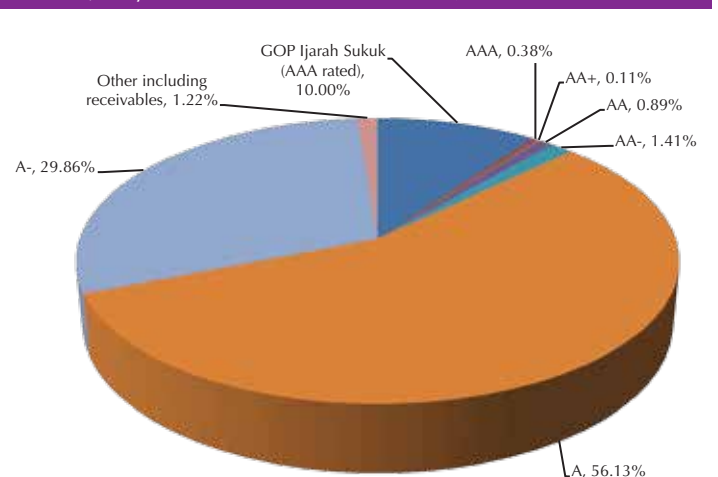
Top Holdings (as at October 31, 2014)	
Name of Sukuk	% of Total Assets
GOP Ijarah (Sukuk XIII)	3.43%
GOP Ijarah (Sukuk X)	2.91%
GOP Ijarah (Sukuk XIV)	1.91%
GOP Ijarah (Sukuk XI)	1.75%
<b>Total</b>	<b>10.00%</b>

**WORKERS' WELFARE FUND (WWF)**  
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.9,629,237/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs.0.0736/0.77%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 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 October 31, 2014 (% of Total Assets)**



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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs. 10.4979

October 2014

Performance %						
Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	Since Launch October 28, 2011 *
NAFA Financial Sector Income Fund	13.1%	10.5%	8.9%	7.9%	9.3%	9.8%
Benchmark	9.3%	9.3%	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	Investment Objective
<p>Launch Date: October 28, 2011 Fund Size: Rs. 1,961 Million Type: Open-end – Income Fund Dealing Days: Daily – Monday to Saturday (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 Dealing Time: 2-3 business days Settlement: Forward Pricing Pricing Mechanism: 2-3 business days 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 &amp; Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson &amp; Co. Chartered Accountants Benchmark: 70% 6-Month KIBOR &amp; 30% average 3-Month deposit rates (A &amp; above rated banks) Fund Manager: Salman Ahmed Minimum Growth Unit: Rs. 10,000/- Subscription: Income Unit: Rs. 100,000/- Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)</p>	<p>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.</p>
	Fund Manager Commentary
	<p>The Fund generated an annualized return of 13.1% for the month of October 2014 versus the Benchmark return of 9.3%, thus registering an outperformance of 3.8% p.a. Since its launch in October 2011, the Fund offered an annualized return of 9.8% against the Benchmark return of 9.4%, hence an outperformance of 0.4% p.a. This outperformance is net of management fee and all other expenses.</p> <p>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.</p>

Asset Allocation (% of Total Assets)	31-Oct-14	30-Sep-14
TFCs	51.99%	50.63%
Commercial Paper	2.49%	2.39%
PIBs	16.74%	15.80%
Cash Equivalents	25.65%	28.80%
Other including receivables	3.13%	2.38%
Total	100.00%	100.00%
Leverage	Nil	Nil

**Top 10 TFC (as at October 31, 2014)**

Name of TFC	% of Total Assets
Bank Alfalah Limited IV - FT	17.41%
Faysal Bank Limited III	15.18%
Askari Bank Limited III	7.55%
Allied Bank Limited II	3.17%
Standard Chartered Bank (Pakistan) Limited IV	2.49%
Askari Bank Limited IV	2.27%
HASCOL Pvt Ltd TFC	2.25%
Pak Libya Holding Company	1.25%
Allied Bank Limited I	0.29%
Bank AL Habib Limited II	0.13%
Total	51.99%

**WORKERS' WELFARE FUND (WWF)**

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 16,732,631/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0896/0.93%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 2014.

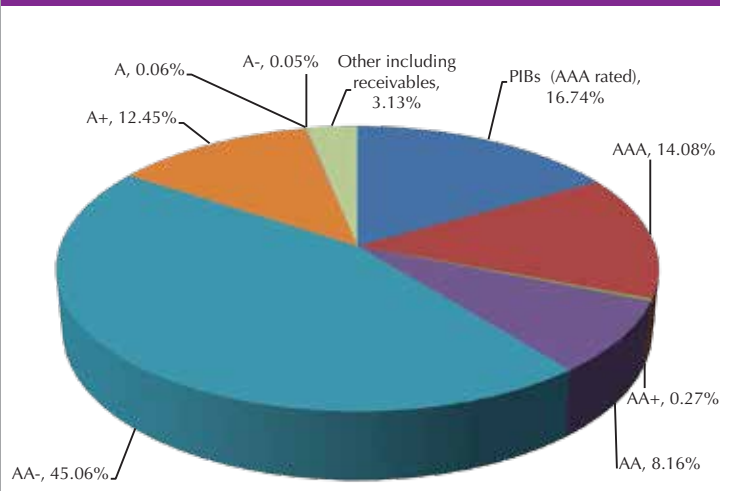
**Name of the Members of Investment Committee**

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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**Credit Quality of the Portfolio as of October 31, 2014 (% of Total Assets)**





## Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	Since Launch August 20, 2010*
NAFA Asset Allocation Fund*	2.4%	4.2%	15.4%	13.7%	31.9%	14.4%	19.8%
Benchmark	0.3%	1.5%	11.2%	14.2%	17.1%	8.1%	12.6%

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

## General Information

Launch Date:	August 20, 2010
Fund Size:	Rs. 2,180 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) increased by 2.4% while the Benchmark increased by 0.3%. Thus your Fund outperformed the Benchmark by 2.1%. Since inception on August 20, 2010 the Fund has posted 113.5% return, versus 64.8% by the Benchmark. Thus, to date the cumulative outperformance of your Fund stands at 48.7%. This outperformance is net of management fee and all other expenses.

NAAF started off the month with an allocation of around 56% in equities, which was increased to around 59% towards the end of the month. NAAF outperformed the Benchmark in October as the Fund was overweight in select Automobile & Parts and Construction & Materials sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Personal Goods, Banks, and Construction & Materials sectors whereas it was reduced in Automobile & Parts and Forestry & Paper sector stocks.

## Asset Allocation (% of Total Assets)

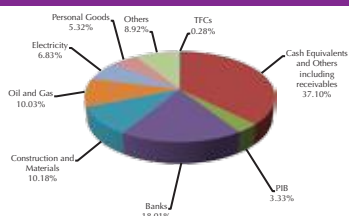
	31-Oct-14	30-Sep-14
Equities / Stocks	59.29%	55.81%
TFCs	0.28%	0.30%
Cash Equivalents	33.88%	29.61%
PIB	3.33%	4.97%
Others including receivables	3.22%	9.31%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NAAF	7.9	2.0	5.4%
KSE-30	8.9	2.2	5.8%

\*\* Based on NAFA's estimates

## Asset Allocation (% of Total Assets) (as on 31 October, 2014)



## Name of the Members of Investment Committee

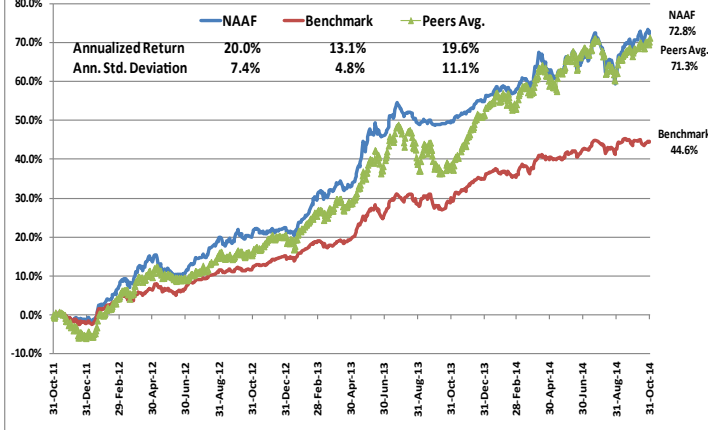
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 11,505,569/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs0.0660/0.61%. For details investors are advised to read Note 8 of the Financial Statements of the Scheme for the period ended September 30, 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 31 October, 2014)

Name	Asset Class	% of Total Assets
United Bank Ltd	Equity	5.15%
Nishat Mills Ltd.	Equity	4.24%
Lucky Cement Ltd	Equity	3.70%
Pakistan Petroleum Ltd	Equity	3.68%
Faysal Bank Limited	Equity	3.36%
Hub Power Company Ltd	Equity	3.35%
Maple Leaf Cement Factory Limited	Equity	3.33%
Bank AL-Habib Limited	Equity	3.27%
Kot Addu Power company Ltd	Equity	2.97%
Bank Al Falah Ltd.	Equity	2.95%
<b>Total</b>		<b>36.00%</b>



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs.13.2590

October 2014

## Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch January 19, 2007*
NAFA Multi Asset Fund	3.6%	6.9%	29.0%	25.4%	34.1%	15.5%	25.3%	12.4%	15.5%
Benchmark	0.1%	1.0%	13.1%	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 19, 2007
Fund Size:	Rs 1,225 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) increased by 3.6% while the Benchmark increased by 0.1%. Thus your Fund outperformed the Benchmark by 3.5%. Since inception on January 19, 2007 your Fund has posted 207.1% return, versus 95.4% by the Benchmark. Thus, to-date the cumulative out performance of your Fund stands at 111.7%. This outperformance is net of management fee and all other expenses.

NMF started off the month with an allocation of around 56% in equities which was increased to around 58% towards the end of the month. NMF outperformed the Benchmark in October as the Fund was overweight in select Automobile & Parts and Construction & Materials sectors stocks which outperformed the market and underweight in key Oil & Gas sector stocks which underperformed the market. During the month, the allocation was primarily increased in Automobile & Parts, Personal Goods, and Construction & Materials sectors whereas it was reduced in Fixed Line Telecommunication and Oil & Gas sectors.

## Asset Allocation (% of Total Assets) 31-Oct-14 30-Sep-14

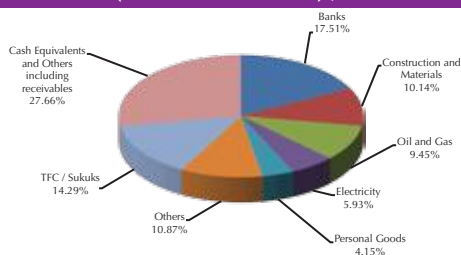
Equities / Stocks	58.05%	55.91%
TFCs / Sukuks	14.29%	17.12%
Cash Equivalents	24.48%	22.28%
Others including receivables	3.18%	4.69%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NMF	8.0	2.2	5.3%
KSE-30	8.9	2.2	5.8%

\*\* Based on NAFA's estimates

## Asset Allocation (% of Total Assets) (as on 31 October, 2014)



## Name of the Members of Investment Committee

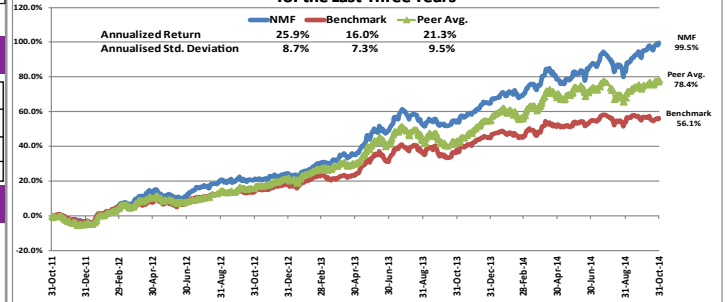
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 15,527,396/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1680/1.63%. For details investors are advised to read Note 7 of the Financial Statements of the Scheme for the period ended September 30, 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 Multi Asset Fund (NMF) for the Last Three Years



## Top Ten Holdings (as on 31 October, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Ltd	Sukuk	6.25%	Thal Ltd	Equity	3.24%
United Bank Ltd	Equity	5.56%	Lucky Cement Ltd	Equity	3.10%
Maple Leaf Cement Ltd	Sukuk	3.82%	Pak Petroleum Ltd	Equity	3.06%
Hascol Petroleum Ltd	TFC	3.45%	Nishat Mills Ltd	Equity	2.79%
Faysal Bank Ltd	Equity	3.30%	Kot Addu Power Co Ltd	Equity	2.71%

## 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	61,720,065	-	49,769,271	4.06%	3.82%	20.37%
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>126,254,082</b>	<b>64,534,017</b>	<b>49,769,271</b>	<b>4.06%</b>	<b>3.82%</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.

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Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch October 26, 2007*
NAFA Islamic Asset Allocation Fund (Formerly: NAFA Islamic Multi Asset Fund)	4.1%	6.7%	27.7%	22.2%	36.3%	13.3%	28.4%	17.5%	14.6%
Benchmark**	0.7%	2.6%	16.3%	17.7%	28.4%	11.1%	24.4%	21.3%	11.4%

\* 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 26, 2007  
Fund Size: Rs. 866 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) increased by 4.1%, whereas the Benchmark increased by 0.7%, thus your Fund outperformed the Benchmark by 3.4%. Since inception your Fund has posted 160.5% return, versus 113.3% by the Benchmark. Thus, an outperformance of 47.2% was recorded. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 56% in equities, which was increased to around 57% towards the end of the month. NIAAF outperformed the Benchmark in October as the Fund was overweight in select Automobile & Parts, Electricity and Construction & Materials sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Personal Goods and Construction & Materials sectors whereas it was slightly reduced in the Banks sector.

Asset Allocation (% of Total Assets) 31-Oct-14 30-Sep-14

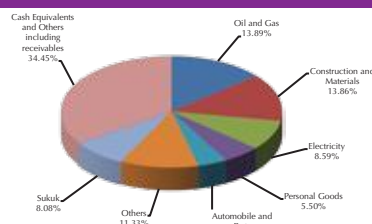
Equities / Stocks	57.47%	55.55%
Sukuks	8.08%	11.11%
Cash Equivalents	32.10%	28.18%
Others including receivables	2.35%	5.16%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

Characteristics of Equity Portfolio\*\*\*

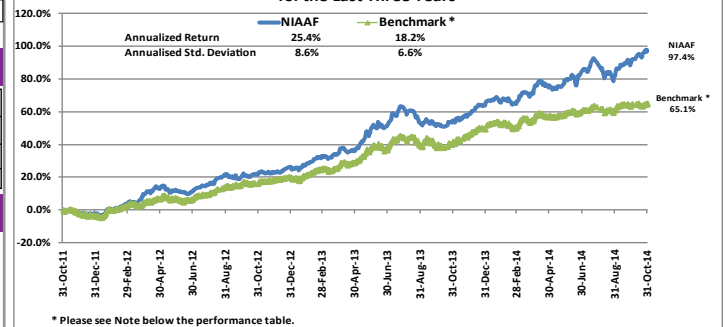
	PER	PBV	DY
NIAAF	7.6	2.3	6.2%
KMI-30	8.7	2.2	6.7%

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

Asset Allocation (% of Total Assets) (as on 31 October, 2014)



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



Top Ten Holdings (as on 31 October, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan Petroleum Ltd	Equity	5.20%	Lucky Cement Ltd	Equity	3.93%
K Electric Ltd	Sukuk	5.01%	Pakistan Oilfields Ltd	Equity	3.69%
Nishat Mills Ltd	Equity	4.11%	Maple Leaf Cement Ltd	Equity	3.26%
Hub Power Company Ltd	Equity	4.02%	Maple Leaf Cement Ltd	Sukuk	3.07%
Kot Addu Power Co Ltd	Equity	4.01%	Thal Ltd	Equity	2.77%

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	34,893,750	-	28,137,308	3.25%	3.07%	20.37%
Paik Elektron Limited (Sukuk)	SUKUK	21,428,571	21,428,571	-	-	-	-
<b>Total</b>		<b>61,244,196</b>	<b>26,350,446</b>	<b>28,137,308</b>	<b>3.25%</b>	<b>3.07%</b>	

\*\*\*\*Said TFC is performing but classified as non-compliant on the basis of required rating. Due to this 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 7,489,505/- if the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1199/1.10%. For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended September 30, 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 (31/10/2014): Rs 11.0172

October 2014

## Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch January 19, 2007*
NAFA Stock Fund	5.0%	9.1%	40.4%	36.3%	55.0%	22.0%	28.4%	16.7%	16.0%
Benchmark	(0.5%)	(1.5%)	15.7%	26.0%	36.0%	2.9%	21.2%	26.2%	5.4%

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

## General Information

Launch Date: January 19, 2007  
Fund Size: Rs. 2,064 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) increased by 5.0%, whereas the Benchmark decreased by 0.5%, thus an outperformance of 5.5% was recorded. Since inception on January 19, 2007 your Fund has posted 218.2% return, versus 50.1% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 168.1%. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 86% in equities, which was slightly increased to around 87% towards the end of the month. NSF outperformed the Benchmark in October as the Fund was overweight in select Automobile & Parts and Construction & Materials sectors stocks which outperformed the market and underweight in key Oil & Gas sector stocks which underperformed the market. During the month, the allocation was primarily increased in Banks and Personal Goods sectors whereas it was reduced in Oil & Gas, Forestry & Paper, and Automobile & Parts sectors.

## Asset Allocation (% of Total Assets) 31-Oct-14 30-Sep-14

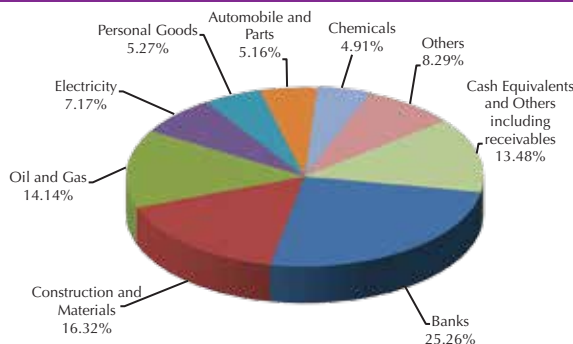
	31-Oct-14	30-Sep-14
Equities / Stock	86.52%	86.26%
Cash Equivalents	10.23%	9.10%
Others including receivables	3.25%	4.64%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NSF	7.7	2.1	5.1%
KSE-30	8.9	2.2	5.8%

\*\* Based on NAFA's estimates

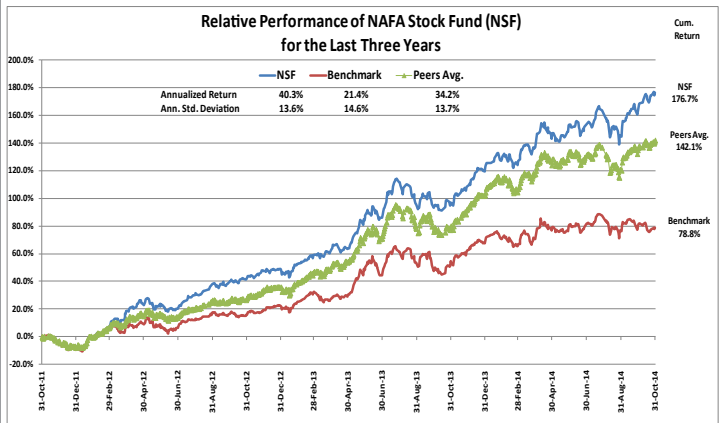
## Asset Allocation (% of Total Assets) (as on 31 October, 2014)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 32,446,955/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1732 /2.21%. For details investors are advised to read the Note 10 of the Financial Statements of the Scheme for the period ended September 30, 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 31 October, 2014)

Name	% of Total Assets	Name	% of Total Assets
United Bank Ltd	7.21%	Nishat Mills Ltd	3.95%
Pak Petroleum Ltd	5.28%	Bank AL-Habib Ltd	3.86%
Faysal Bank Ltd	4.45%	Maple Leaf Cement Ltd	3.64%
Lucky Cement Ltd	4.33%	Engro Corporation Ltd	3.55%
Pakistan Oilfields Ltd	3.98%	Hub Power Company Ltd	3.54%

## 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 (31/10/2014): Rs. 9.7490

October 2014

## Performance %

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch March 28, 2008**
NAFA Income Fund	19.5%	13.0%	3.9%	2.3%	6.9%	(6.9%)	(4.2%)	8.7%	2.5%
Benchmark	10.2%	10.2%	10.1%	9.8%	9.9%	12.4%	13.2%	12.1%	11.5%

\*\* 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 28, 2008
Fund Size:	Rs. 523 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 19.5% during October 2014 versus the Benchmark return of 10.2%. Outperformance of the Fund during the month is due to mark to market gain in PIBs. The annualized return during FYTD is 13.0% against the Benchmark return of 10.2%, hence an outperformance of 2.8% 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 40.7%. All TFCs in the Fund are floating rate instruments linked to KIBOR.

The weighted average Yield-to-Maturity of the Fund is around 11.25% p.a. while its weighted average time to maturity is 1.4 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) 31-Oct-14 30-Sep-14

	31-Oct-14	30-Sep-14
TFCs / Sukuks	40.73%	41.86%
Commercial Paper	7.51%	7.58%
PIBs	22.43%	22.29%
Cash Equivalents	26.57%	26.14%
Others including receivables	2.76%	2.13%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

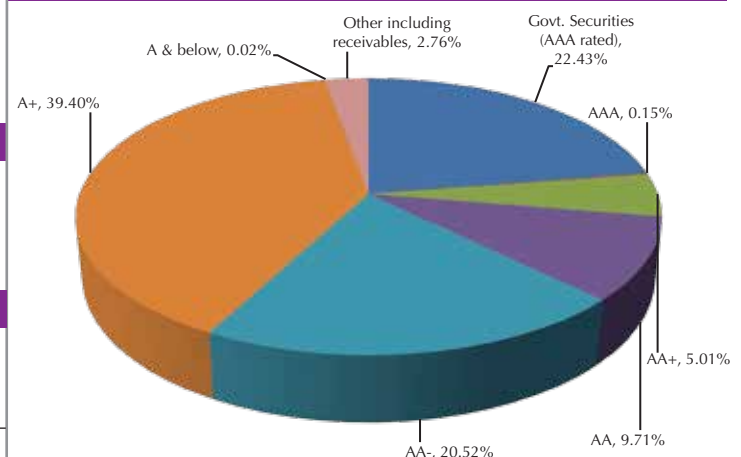
## Details of Non-Compliant Investments

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 October 31, 2014)

Name of TFC / Sukuk	% of Total Assets
K Electric Azm Sukuk	9.43%
HASCOL Pvt Ltd TFC	8.49%
Engro Fertilizers Limited 30-NOV-07	6.04%
Faysal Bank Limited	4.86%
Jahangir Siddiqui and Company Ltd. 08-APR-14	4.48%
Engro Fertilizer Limited (PPTFC)	2.72%
Bank Alfalah Limited (Floater)	1.95%
Allied Bank Limited II	1.84%
Jahangir Siddiqui and Company Ltd. 30-OCT-12	0.47%
Engro Fertilizers Limited 17-DEC-09	0.45%
<b>Total</b>	<b>40.73%</b>

## Credit Quality of the Portfolio as of October 31, 2014 (% of Total Assets)



## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.3,008,489/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0560/0.60%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 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 (31/10/2014): Rs. 9.6262

October 2014

**Performance %**

Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch October 26, 2007*
NAFA Islamic Aggressive Income Fund	8.9%	9.5%	15.4%	13.6%	6.8%	19.0%	9.0%	(4.9%)	6.6%
Benchmark	6.9%	6.8%	6.7%	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 26, 2007  
Fund Size: Rs. 723 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 8.9% as compared to the Benchmark return of 6.9%. 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 15.5% annualized return versus 6.7% by the Benchmark, hence an outperformance of 8.8% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks with current weightage at around 7.3% is diversified among Cement, Electricity, and Fertilizer sub sectors. Around 90.1% 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 13.6% p.a. and weighted average time to maturity is 1.8 years. The weighted average time to maturity of the Fund is 0.13 years. Hence, for investors with medium 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) 31-Oct-14 30-Sep-14**

	31-Oct-14	30-Sep-14
Sukuks	7.30%	8.20%
Cash Equivalents	90.13%	89.00%
Other including receivables	2.57%	2.80%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

**Top Sukuk Holdings (as at October 31, 2014)**

Name of Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	3.17%
K Electric Azm Sukuk	2.09%
Maple Leaf Cement (Sukuk I)	2.04%
<b>Total</b>	<b>7.30%</b>

**WORKERS' WELFARE FUND (WWF)**

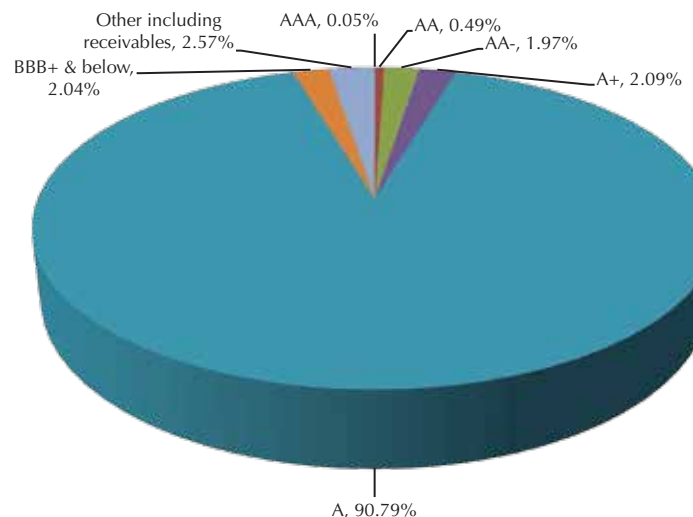
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.2,321,946/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0309/0.37%. For details investors are advised to read note 7 of the Financial Statements of the Scheme for the quarter ended September 30, 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 October 31, 2014 (% of Total Assets)**



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Performance %									
Performance Period	October 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	FY 2011	FY 2010	Since Launch April 21, 2006 *
NAFA Income Opportunity Fund	19.0%	11.9%	16.9%	16.6%	10.3%	(0.5%)	5.5%	5.8%	8.1%
Benchmark	10.2%	10.2%	10.1%	9.8%	9.9%	12.4%	13.3%	12.4%	11.3%

\* 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:	April 21, 2006
Fund Size:	Rs. 3,939 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 19.0% in October 2014 as compared to the Benchmark return of 10.2%. Outperformance of the Fund during the month is due to mark to market gain in PIBs. During the last one year the Fund has outperformed its Benchmark by 6.8% by earning an annualized return of 16.9%.

Weighted average price of the TFC portfolio (excluding TFCs which are fully provided) is Rs. 96.2 against the par value of Rs. 100. The weighted average Yield to Maturity of the Fund is around 11.20% p.a. and that of the TFC portfolio is 13.68% p.a. The weighted average time to maturity of the Fund is about 1.66 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)	31-Oct-14	30-Sep-14
TFCs / Sukuks	25.42%	27.45%
Commercial Paper	1.09%	1.09%
PIBs	32.91%	34.19%
Equity	0.66%	0.76%
Cash Equivalents	26.18%	23.09%
Others including receivables	13.74%	13.42%
Total	100.00%	100.00%
Leverage	Nil	Nil

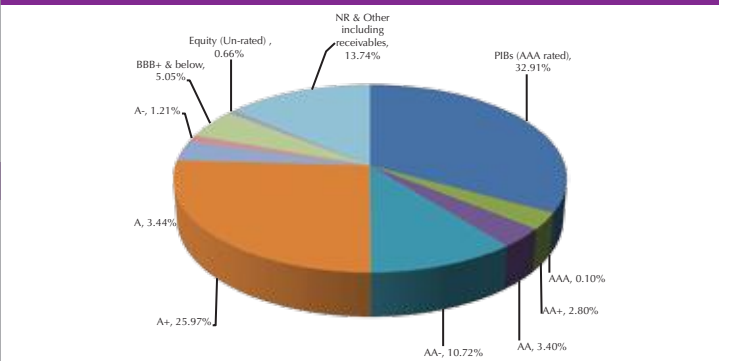
**Details of Non-Compliant Investments**

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	32,187,500	32,187,500	-	n/a	n/a	n/a
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
Agri-tech Limited I	TFC	149,860,200	149,860,200	-	n/a	n/a	n/a
Agri-tech 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
Agri-tech Limited Shares	Equity	141,403,150	111,910,493	29,492,657	0.75%	0.66%	n/a
<b>Total</b>		<b>1,120,192,682</b>	<b>1,090,700,025</b>	<b>29,492,657</b>	<b>0.75%</b>	<b>0.66%</b>	

**Top 10 TFC/Sukuk Holdings (as at October 31, 2014)**

Name of TFCs / Sukuks	% of Total Assets
Engro Fertilizer Limited (PPTFC)	5.18%
Maple Leaf Cement (Sukuk I)	5.05%
K Electric Azm Sukuk	4.93%
Engro Fertilizer Limited	2.89%
Bank Alfalah Limited V	2.25%
Jahangir Siddiqui and Company Ltd. 08-APR-14	1.60%
Allied Bank Limited II	1.45%
Jahangir Siddiqui and Company Ltd. 30-OCT-12	1.03%
HASCOL Pvt Ltd TFC	1.01%
Bank Alhabib Limited II	0.03%
<b>Total</b>	<b>25.42%</b>

**Credit Quality of the Portfolio as of October 31, 2014 (% of Total Assets)**



**WORKERS' WELFARE FUND (WWF)**

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.27,709,448/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0766/0.82%. For details investors are advised to read note 8 of the Financial Statements of the Scheme for the quarter ended September 30, 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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	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) October 31, 2014	Performance %**			
			October 2014	FYTD 2015	Rolling 12 Months	Since Launch July 02, 2013
NPF-Equity Sub-fund	160.1	163.6962	9.0%*	16.6%*	55.6%*	43.7%
NPF-Debt Sub-fund	118.9	115.1192	32.8%	15.5%	11.1%	10.2%
NPF-Money Market Sub-fund	128.9	111.9329	8.8%	8.4%	8.2%	7.9%

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

General Information	
Launch Date:	July 2, 2013
Fund size:	Rs. 407.9 million
Type:	Open-end – 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 October:**  
NPF Equity Sub-fund unit price increased by 9.0%, as against KSE-100 return of 2.2%. The Sub-fund was around 92% invested in equities with major weights in Banks, Construction & Materials and Oil & Gas and sectors.  
NPF Debt Sub-fund generated annualized return of 32.8% due to mark-to-market gain on PIBs. The Sub Fund was invested primarily in PIBs and TFCs.  
NPF Money Market Sub-fund generated annualized return of 8.8%. It was around 51% 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 31 October, 2014)**

	Debt	Money Market
Government Securities (AAA rated)	77.30%	50.87%
AAA	9.39%	20.02%
AA+	4.57%	0.63%
AA	0.01%	5.86%
AA-	3.20%	21.81%
A+	1.30%	0.00%
Others	4.23%	0.81%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

**Asset Allocation (% of Total Assets)**

Sub-fund	31-Oct-14	30-Sep-14
<b>Equity Sub-fund</b>		
Equity	91.64%	94.21%
Cash Equivalent	6.62%	4.31%
Others	1.74%	1.48%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Debt Sub-fund</b>		
Cash Equivalent	8.71%	12.60%
TFC/Sukuk	9.76%	11.18%
PIBs	77.30%	73.62%
Others	4.23%	2.60%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Money Market Sub-fund</b>		
Cash Equivalent	38.96%	37.29%
T-Bills	50.87%	52.64%
TFCs / Sukuk	9.36%	9.53%
Others	0.81%	0.54%
<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:

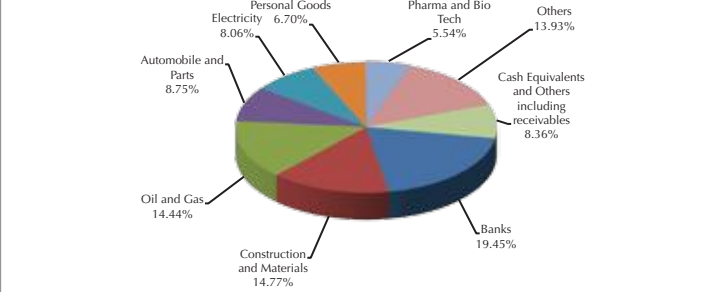
	Total amount Provided upto October 31, 2014	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund <sup>1</sup>	819,508	0.8379	0.80%
Debt Sub-Fund <sup>2</sup>	203,821	0.1973	0.19%
Money Market Sub-Fund <sup>2</sup>	164,621	0.1429	0.14%

<sup>1</sup> Cumulative, <sup>2</sup> Annualized  
For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 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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**Equity Sub Fund Asset Allocation (% of Total Assets) (as on 31 October, 2014)**



**Top Ten Holdings of Equity Sub-fund (as on 31 October, 2014)**

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Petroleum Ltd	5.49%	Maple Leaf Cement Ltd.	4.02%
United Bank Ltd	5.39%	Pakistan Oilfields Ltd	3.58%
Lucky Cement Ltd	4.49%	Hub Power Company Ltd	3.22%
Kot Addu Power Co. Ltd.	4.32%	Kohinoor Textile Mills Ltd.	3.20%
Faysal Bank Ltd.	4.16%	Pakistan State Oil Co. Ltd.	2.94%

**As on 31 October, 2014**

Top TFC/Sukuk Holdings of Debt Sub-fund		Top TFC/Sukuk Holdings of Money Market Sub-fund	
Name	(% of Total Assets)	Name	(% of Total Assets)
Jahangir Siddiqui and Company Ltd	3.31%	Bank Al Habib Limited II	4.83%
Standard Chartered Bank (Pakistan) Limited	1.95%	HASCOL Pvt Ltd TFC	4.53%
HASCOL Pvt Ltd TFC	1.91%	<b>Total</b>	<b>9.36%</b>
Engro Fertilizer Limited (PPTFC)	1.30%		
Faysal Bank Limited III	1.28%		
Allied Bank Limited I	0.01%		
<b>Total</b>	<b>9.76%</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



	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) October 31, 2014	Performance %**			
			October 2014	FYTD 2015	Trailing 12 Months	Since Launch July 02, 2013
NIPF-Equity Sub-fund	82.1	106.1505	9.6%*	16.6%*	54.4%*	41.7%
NIPF-Debt Sub-fund	64.7	110.8360	6.1%	4.5%	7.4%	7.3%
NIPF-Money Market Sub-fund	46.1	110.3481	6.8%	5.0%	6.9%	6.9%

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

General Information	
Launch Date:	July 2, 2013
Fund Size:	Rs. 192.9 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 October:**  
NIPF Equity Sub-fund unit price increased by 9.6% compared with KMI-30 Index return of 0.7%. The Sub-fund was around 88% invested in equities (93% on net basis) with major weights in Construction & Materials, Oil & Gas, Electricity, and Automobile & Parts sectors.

NIPF Debt Sub-fund generated annualized return of 6.1% due to depressed yields on GOP Ijarah sukuk. The Sub Fund was invested primarily in GoP Ijara Sukuks and Islamic bank deposits.

NIPF Money Market Sub-fund generated annualized return of 6.8% due to depressed yields on GOP Ijarah sukuk. The Sub Fund was invested primarily in short-term GoP Ijara Sukuks and Islamic bank deposits.

**Credit Quality of the Portfolio (as on 31 October, 2014)**

	Debt	Money Market
Government Securities (AAA rated)	78.69%	83.90%
AAA	11.32%	11.01%
AA+	6.96%	1.96%
AA	0.03%	0.01%
Others	3.00%	3.12%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

**Asset Allocation (% of Total Assets)**

Sub-fund	31-Oct-14	30-Sep-14
<b>Equity Sub-fund</b>	<b>31-Oct-14</b>	<b>30-Sep-14</b>
Equity	88.46%	81.55%
Cash Equivalents	9.76%	17.37%
Others including receivables	1.78%	1.08%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Debt Sub-fund</b>	<b>31-Oct-14</b>	<b>30-Sep-14</b>
Cash Equivalents	18.31%	12.33%
GOP Ijarah Sukuk-Govt Backed	78.69%	86.59%
Others	3.00%	1.08%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Money Market Sub-fund</b>	<b>31-Oct-14</b>	<b>30-Sep-14</b>
Cash Equivalents	12.97%	11.48%
GOP Ijarah Sukuk-Govt	83.91%	87.10%
Others	3.12%	1.42%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

**WORKERS' WELFARE FUND (WWF)**

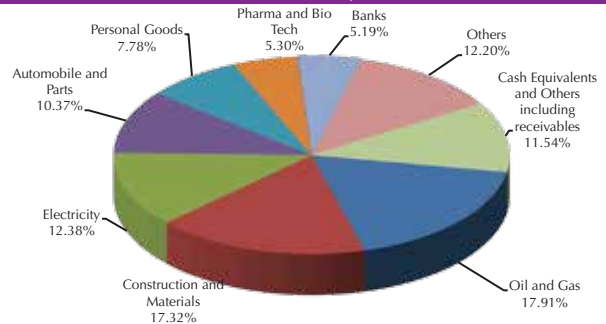
NIPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:

	Total amount Provided upto October 31, 2014	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund <sup>1</sup>	472,148	0.9214	0.89%
Debt Sub-Fund <sup>2</sup>	83,881	0.1436	0.14%
Money Market Sub-Fund <sup>2</sup>	70,417	0.1686	0.16%

<sup>1</sup> Cumulative, <sup>2</sup> Annualized  
For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 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 31 October, 2014)**



**Top Ten Holdings of Equity Sub-fund (as on 31 October, 2014)**

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Petroleum Ltd	6.49%	Meezan Bank Ltd	4.11%
Kot Addu Power	5.93%	Kohinoor Textile Mills Ltd	3.80%
Hub Power Company Ltd	5.88%	Sazgar Engineering Works Ltd	3.55%
Pakistan Oilfields Ltd	5.32%	Indus Motor Company Ltd	3.53%
Lucky Cement Ltd	5.25%	Maple Leaf Cement Ltd.	3.51%

(As on 31 October, 2014)

**Top Holdings of Debt Sub-fund**

Name	(% of Total Assets)
GOP Ijarah (Sukuk XI)	43.12%
GOP Ijarah (Sukuk XIV)	29.47%
GOP Ijarah (Sukuk IX)	6.10%
<b>Total</b>	<b>78.69%</b>

**Top Holdings of Money Market Sub-fund**

Name	(% of Total Assets)
GOP Ijarah (Sukuk IX)	42.73%
GOP Ijarah (Sukuk XIV)	21.75%
GOP Ijarah (Sukuk XI)	19.43%
<b>Total</b>	<b>83.91%</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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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/10/2014): Rs.106.4743

October 2014

Performance %*			
Performance Period	October 2014	FYTD 2015	Since Launch March 05, 2014
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	2.8%	4.7%	7.5%
Benchmark	0.5%	2.0%	5.7%

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

General Information	
Launch Date:	March 5, 2014
Fund Size:	Rs. 1,683 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.

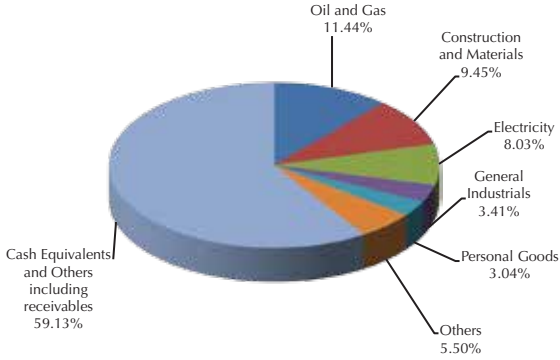
**Fund Manager's Commentary**  
NAFA launched its first open-end Islamic capital protected fund namely NAFA Islamic Principal Protected Fund (NIPPF-1) this March. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant equities and money 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 7.5% versus 5.7% return of the Benchmark. The current equity exposure stands at around 41%. 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)	31-Oct-14	30-Sep-14
Equities / Stocks	40.87%	39.02%
Cash Equivalents	56.85%	57.31%
Others including receivables	2.28%	3.67%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NIPPF-I	7.6	2.3	6.4%
KMI-30	8.7	2.2	6.7%

\*\* Based on NAFA's estimates

**Asset Allocation (% of Total Assets) (as on 31 October, 2014)**



**Top Ten Holdings (as on 31 October, 2014)**

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan Petroleum Ltd	Equity	4.03%	Thal Ltd	Equity	2.53%
Kot Addu Power	Equity	4.03%	Maple Leaf Cement Factory Ltd	Equity	2.49%
Pakistan Oilfields Ltd	Equity	3.90%	Pioneer Cement Ltd	Equity	2.26%
Hub Power Company Ltd	Equity	3.59%	Nishat Mills Ltd	Equity	2.02%
Lucky Cement Ltd	Equity	2.76%	Pakistan State Oil Co. Ltd	Equity	1.81%

**WORKERS' WELFARE FUND (WWF)**

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs. 2,423,759/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs. 0.1533/0.15%. For details investors are advised to read Note 7 of the Financial Statements of the Scheme for the period ended September 30, 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 (31/10/2014): Rs.103.7322

October 2014

Performance %\*

Performance Period	October 2014	FYTD 2015	Since Launch June 27, 2014
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	2.1%	3.6%	3.7%
Benchmark	0.5%	2.0%	2.4%

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

General Information

Launch Date: June 27, 2014  
Fund Size: Rs. 1,319 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 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 3.7% versus 2.4% return of the Benchmark. The current equity exposure stands at around 42%. 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.

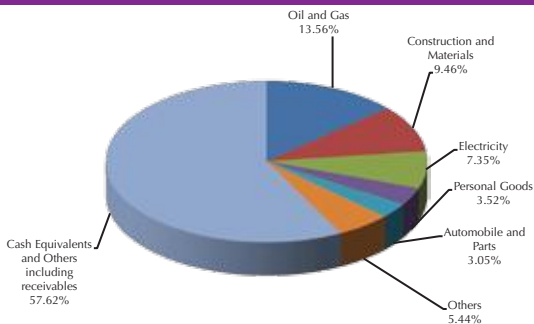
Asset Allocation (% of Total Assets) 31-Oct-14 30-Sep-14

Equities / Stocks	42.38%	40.81%
Cash Equivalents	55.27%	54.89%
Others including receivables	2.35%	4.30%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

Characteristics of Equity Portfolio\*\*\*\*

	PER	PBV	DY
NIPPF-II	7.8	2.4	6.5%
KMI-30	8.7	2.2	6.7%

Asset Allocation (% of Total Assets) (as on 31 October, 2014)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs. 980,111/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs. 0.0771/0.08%. For details investors are advised to read Note 7 of the Financial Statements of the Scheme for the period ended September 30, 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.

**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 31 October, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	5.17%	Maple Leaf Cement Factory Ltd	Equity	2.76%
Pakistan Oilfields Ltd	Equity	4.54%	Nishat Mills Ltd	Equity	2.54%
Kot Addu Power	Equity	3.64%	Oil & Gas DevCo	Equity	2.23%
Hub Power Company Ltd	Equity	3.57%	Pak Suzuki Motor Co Ltd	Equity	2.02%
Lucky Cement Ltd	Equity	3.01%	Pakistan State Oil Co Ltd	Equity	1.62%

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