



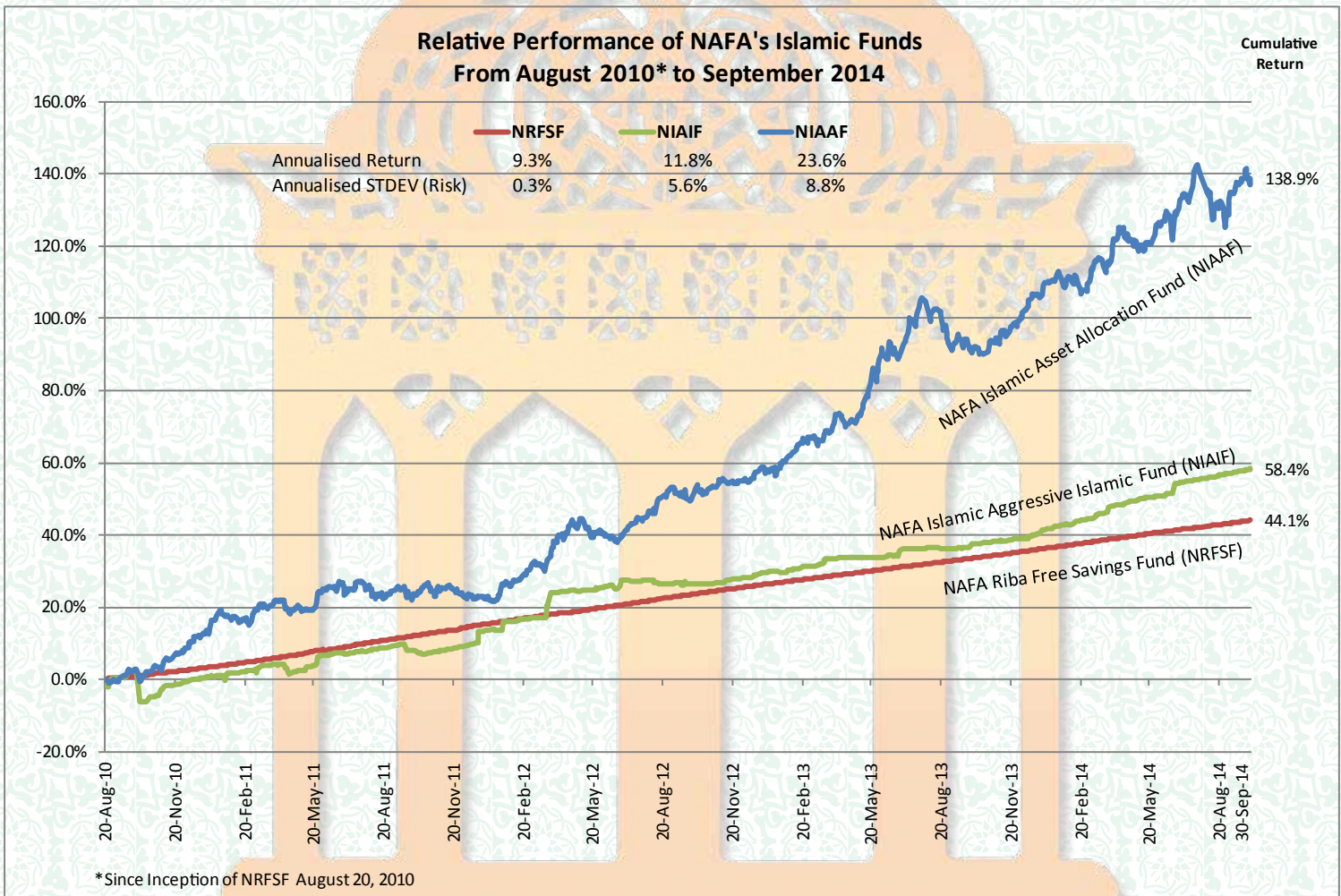
NBP Fullerton
Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan



Fund Manager Report of Shariah Compliant Schemes

September 2014

Relative Performance of NAFA's Islamic Funds
From August 2010* to September 2014



Note: Detailed monthly reports of NAFA Funds are available on our website at www.nafafunds.com

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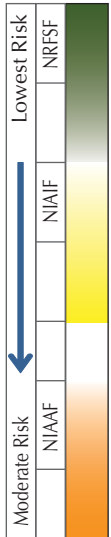
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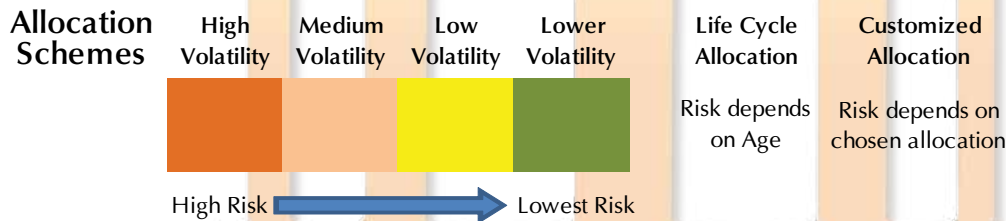
NAFA ISLAMIC FUNDS PERFORMANCE Mutual Funds - Collective Investment Schemes (CISs)



Fund Name	Fund Size (Rs. In Crore)	Stability* Rating	Inception Date	Sep-2014	Rolling 12 Months	FYTD-2015	FY-2014	FY-2013	FY-2012	FY-2011	FY-2010	Since Inception
Fixed Income Islamic Funds				Annualized Returns								
NAFA Riba Free Savings Fund	172	AA- (f)	20-Aug-10	7.2%	7.8%	7.2%	7.8%	8.7%	10.8%	n/a	n/a	9.3%
Benchmark				7.0%	6.8%	7.0%	6.7%	7.3%	8.3%	n/a	n/a	7.5%
NAFA Islamic Aggressive Income Fund	66	A- (f)	26-Oct-07	10.3%	15.2%	9.6%	13.6%	6.8%	19.0%	9.0%	(4.9%)	6.5%
Benchmark				6.8%	6.6%	6.8%	6.5%	7.0%	7.9%	7.1%	6.5%	6.7%
Equity Related Islamic Funds		Star Ranking*	Cumulative Returns									Annualized Return
NAFA Islamic Asset Allocation Fund (Formerly; NIMF)**	67	**** (4-star)	26-Oct-07	4.4%	25.4%	2.6%	22.2%	36.3%	13.3%	28.4%	17.5%	14.1%
Benchmark				1.8%	18.8%	1.9%	17.7%	28.4%	11.1%	24.4%	21.3%	11.4%

NAFA ISLAMIC PENSION FUND (NIPF) - Voluntary Pension Schemes (VPSs)

Fund Name	Fund Size (Rs. In Crore)	Inception Date	Sep-2014	Rolling 12 Months	FYTD-2015	FY-2014	FY-2013	FY-2012	FY-2011	FY-2010	Since Inception
Annualized Returns											
NIPF - Debt sub Fund	6	2-Jul-13	3.5%	7.4%	4.0%	n/a	n/a	n/a	n/a	n/a	7.3%
NIPF - Money Market sub Fund	4	2-Jul-13	5.0%	6.9%	4.4%	n/a	n/a	n/a	n/a	n/a	6.9%
Cumulative Returns											Annualized Return
NIPF - Equity sub Fund	6	2-Jul-13	10.5%	46.9%	6.4%	n/a	n/a	n/a	n/a	n/a	34.8%



Note: In VPS, allocation scheme determines the risk profile.

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 NAFA Funds are available on our website at www.nafafunds.com

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. The investors are advised in their own interest to carefully read the contents of the Offering Documents in particular the Investment Policies.

Past performance of key asset classes-nominal, real and risk-adjusted returns

We have analyzed the past performance of different domestically available investment options comprising Treasury Bills, Bank Deposits, National Savings Schemes (NSS), Pakistan Investment Bonds (PIBs), Equities, and Capital Protected Strategy (CPS) for a thirteen year period from January 2001 to December 2013. During the same time period headline inflation, as measured by Consumer Price Index (CPI), averaged 9.0% per annum and Pak Rupee depreciation against US\$ averaged 4.7% per annum.

T Bills are zero coupon short term sovereign debt instrument issued in 3, 6 and 12 month tenors. National Savings Schemes (NSS), representing unfunded government debt, are non-tradable instruments of various maturities. For our study, we have used Special Savings Certificates as a proxy for NSS. For bank deposits, we have used 6-12 month TDR rates as mentioned in the SBP statistical bulletin. Under the Capital Protected Strategy (CPS) investment is initially made in risk free asset (T-bills) and as the value of the portfolio grows it is gradually transferred to the risky asset (equities). The total stock market capitalization is currently around US\$67 billion, while the benchmark KSE 100 Index represents 86% of the total stock market capitalization.

The historical analysis, as summarized in the table below, shows that Equities offered by far the best nominal and real return among all asset classes in our study. However, the Sharpe Ratio, which is used to calculate the risk-adjusted returns, shows that Capital Protected Strategy offered the best risk-adjusted return during the 13-year period. Not only the capital remained protected, but the attractive nominal return of about 14.5% per annum was realized with a relatively low risk level (standard deviation of 8.7%). T-bills compensated for inflation but offered negligible real return to the investors. While return on bank deposits did not even match inflation during this period. In our view, investors should focus on real (inflation adjusted) and risk-adjusted returns while making their investment decisions.

from January 2001 to December 2013

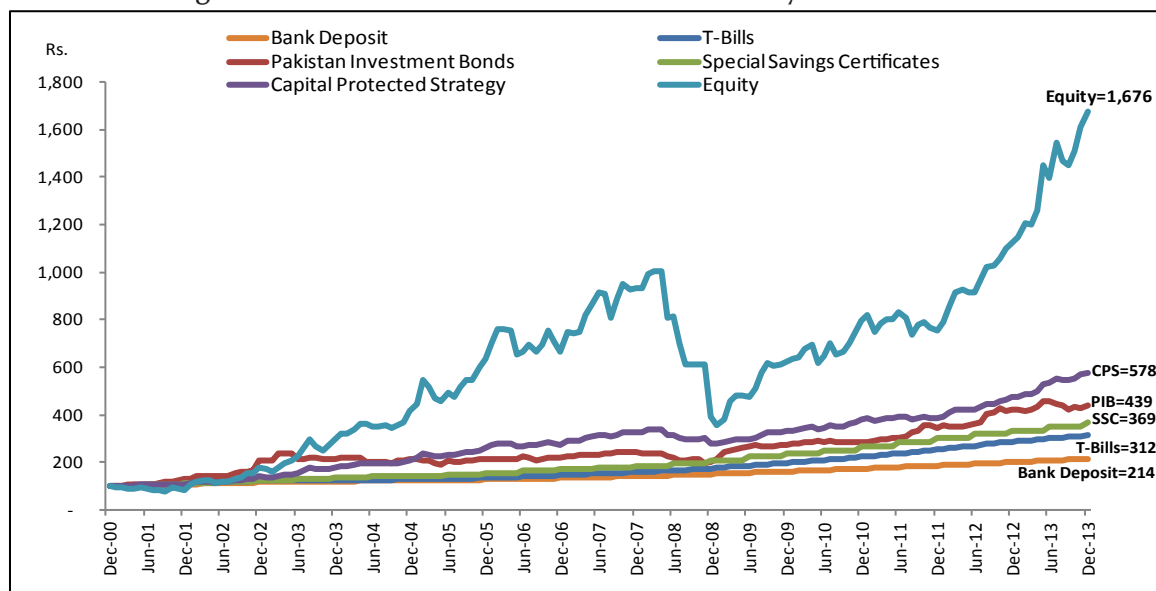
Asset class	Bank Deposit	T-bill	Special Savings Certificates (SSC)	Pakistan Investment Bonds (PIB)	Capital Protected Strategy (CPS)	Equity
Nominal annualized return	6.01%	9.20%	10.60%	12.00%	14.50%	24.20%
Inflation	9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
Real return (adjusted for inflation)	-2.74%	0.20%	1.50%	2.80%	5.00%	14.00%
Annualized Standard Deviation (Risk)	0.50%	1.40%	6.80%	13.20%	8.70%	27.60%
Sharpe Ratio*	N/A**	N/A	0.21	0.22	0.67	0.55
Future Value of Rs. 100 at the end of 13 years - Nominal value	214	312	369	439	578	1676
Future Value of Rs. 100 at the end of 13 years - Real value	70	102	121	144	189	549

*Sharpe Ratio = Excess return per unit of risk = (Expected return – Risk free rate)/(Standard deviation)

**Due to negative excess return, standard sharpe ratio has not been mentioned.

Source: SBP Statistical Bulletin, KSE, NSS website, NAFA Research

Fig 1 Future Value of Rs. 100 at the end of 13 years – Nominal



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September 2014

Stock Market Review

After witnessing a sizable correction in the previous month, local equity markets staged a handsome recovery in September with the benchmark KSE-100 Index appreciating by 4.1% or 1,159 points to close at 29,726 level and Shariah Compliant KMI-30 index also appreciating by 4.1% during the same period, driven by an abatement in political tensions and continued buying (USD53mn net inflow) by foreign investors. While the deadlock between protestors (PTI/PAT) and the government continues, the risk of mass social unrest, military intervention or paralysis of the government has subsided. Resultantly, the government has started refocusing on the economic issues with OGDC share sales and GOP sukuk issue slated to be completed within October to address rising external account pressures and enable the country to remain on track with the IMF program. Depicting some improvement in investor confidence, average daily volumes and value traded increased by 13% and 17% respectively from extremely low levels hit in August.

During the last month, the smaller Pharma and Auto sectors significantly outperformed the market. Pharma sector exhibited strong gains on speculation of new drugs introduction by some major players. Auto sector witnessed significant price appreciation due to robust sales numbers and JPY weakening. Cement stocks also rallied, driven by healthy sales numbers and further decrease in coal prices. However, heavy weight Oil & Gas sector declined on falling oil prices, upcoming offering of OGDC shares and subdued profitability outlook for OMCs/refineries in the current quarter.

After the recent rally, the market is now trading at forward Price to Earnings (PE) multiple of 8.1 and offering around 5.8% dividend yield. We are closely monitoring the developments on the political and economic fronts and will rebalance portfolios of our equity funds accordingly.

Fixed Income Review

In line with broad consensus, State Bank of Pakistan (SBP) maintained DR at 10% in Sep'14 MPS for the next 2 months. In its statement SBP highlighted the importance of privatization receipts and issuance of dollar denominated Eurobonds and Sukuks for improvement in external account position. SBP has stated that current political impasse would adversely affect the capital flows while recent floods would pinch up the inflation numbers in periods to come. As per SBP, current outlook of around 8 percent average CPI inflation for FY15 might change adversely if the electricity subsidy is cut and Gas Infrastructure Development Cess is levied. CPI for August 14 clocked in line with market expectations at 6.99% as compared to last month CPI of 7.9%.

In the two T-Bills auctions during the month, MoF accepted Rs 206 billion (realized amount) against the target of Rs 250 billion and maturity of Rs 260 billion. The cut-off annualized yield for the last T-Bill auction was noted at 9.96% in 3 month, while all bids were rejected in 6 month and no bids were received in 12 Months. Due to liquidity crunch, limited participation was witnessed in the last T-Bill auction. Only 11 bids of Rs. 4.8 bn and only 1 bid of Rs. 1 bn were received in 3 & 6 month T-Bill respectively. In PIB auction during the month an amount of Rs. 156 billion was accepted against the target of Rs. 100 billion and total participation of Rs. 207.5 bn at a cut-off yield of 12.59%, 12.99%, 13.46% and 13.59% in the 3 year, 5 year, 10 year and 20 year tenors respectively. The bid pattern remained skewed towards 3 year tenor followed by 10, 5 and 20 year tenors respectively. On the last day of the quarter SBP conducted an outright T-Bill auction of 50 days. SBP accepted Rs. 70 bn at cut-off yield of 10.29% on pro-rata basis against total participation of around Rs. 316 bn in order to meet IMF's quarterly target. GOP Ijarah Sukuk issues continue to remain scarce which has resulted in higher prices and correspondingly depressed yields.

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

Our Contacts

Contact our Investment Consultant for free Investment advice

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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.



Performance %

Performance Period	September 2014	FYTD 2015	Rolling 12 Months	FY 2014	FY 2013	FY 2012	Since Launch August 20, 2010 *
NAFA Riba Free Savings Fund	7.2%	7.2%	7.8%	7.8%	8.7%	10.8%	9.3%
Benchmark	7.0%	7.0%	6.8%	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. 1,716 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 7.2% for the month of September 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 7.8%. This outperformance is net of management fee and all other expenses.

The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is allowed to invest in short-term Shariah compliant money market securities of up to six months maturity rated AA- or better. The Fund is not authorized to invest in corporate debt securities and the Equities. With stability rating of AA-(f), NRF SF is amongst the highest rated Islamic Income Funds in the market.

The allocation of the Fund is around 8.0% in GOP Ijarah Sukuks, which are floating rate instruments with 6-months coupon re-setting. Around 90% of the portfolio is invested in bank deposits which further enhance the liquidity profile of the Fund.

The weighted average time to maturity of the Fund is 25 days. We will rebalance the portfolio based on economic and capital market outlook.

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

Asset Allocation (% of Total Assets)	30-Sep-14	30-Aug-14
GOP Ijarah Sukuk - Govt. Backed	7.97%	8.39%
Cash Equivalents	90.28%	89.37%
Other including receivables	1.75%	2.24%
Total	100.00%	100.00%
Leverage	Nil	Nil

Top Holdings (as at September 30, 2014)

Name of Sukuk	% of Total Assets
GOP Ijarah (Sukuk XIII)	2.73%
GOP Ijarah (Sukuk X)	2.32%
GOP Ijarah (Sukuk XIV)	1.52%
GOP Ijarah (Sukuk XI)	1.40%
Total	7.97%

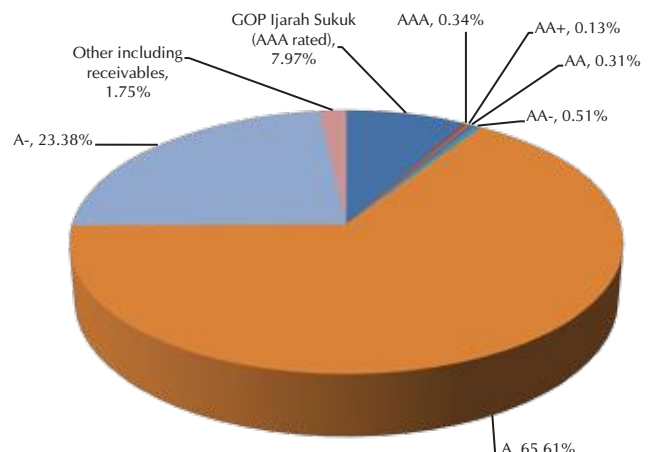
WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.9,410,349/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs.0.0564/0.59%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Name of the Members of Investment Committee

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

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



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.



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/09/2014): Rs.13.3345

September 2014

Performance %

Performance Period	September 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)	4.4%	2.6%	25.4%	22.2%	36.3%	13.3%	28.4%	17.5%	14.1%
Benchmark**	1.8%	1.9%	18.8%	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. 673 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/-
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 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 4.4%, whereas the Benchmark increased by 1.8%, thus your Fund outperformed the Benchmark by 2.6%. Since inception your Fund has posted 150.3% return, versus 111.9% by the Benchmark. Thus, an outperformance of 38.4% was recorded. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 52% in equities, which was increased to around 56% towards the end of the month as the political noise settled down. NIAAF outperformed the Benchmark in September as the Fund was overweight in select Automobile & Parts, Construction and Materials, and General Industrials sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Personal Goods and Construction and Materials sectors whereas it was slightly reduced in the Banks sector.

Asset Allocation (% of Total Assets) 30-Sep-14 29-Aug-14

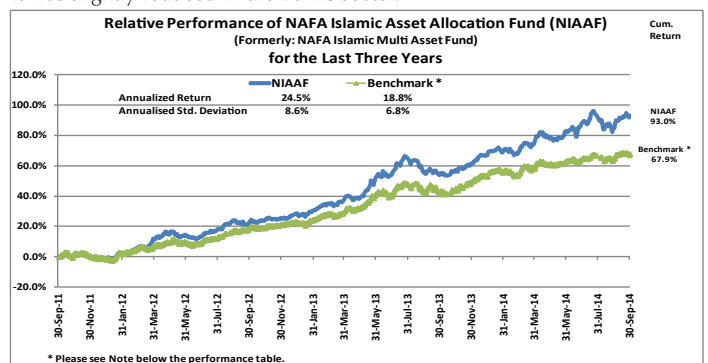
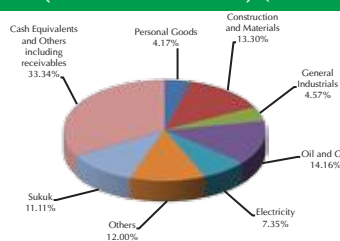
Equities / Stocks	55.55%	51.85%
Sukuks	11.11%	12.49%
Cash Equivalents	28.18%	29.08%
Others including receivables	5.16%	6.58%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAF	7.6	2.3	6.4%
KMI-30	8.7	2.3	6.6%

*** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 30 September, 2014)



Top Ten Holdings (as on 30 September, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Ltd	Sukuk	6.74%	Lucky Cement Ltd	Equity	3.88%
Pakistan Petroleum Ltd	Equity	5.39%	Kot Addu Power Co Ltd	Equity	3.44%
Maple Leaf Cement Ltd	Sukuk	4.38%	Pioneer Cement Ltd	Equity	3.34%
Pakistan Oilfields Ltd	Equity	4.36%	Maple Leaf Cement Ltd	Equity	3.26%
Nishat Mills Ltd	Equity	4.17%	Hub Power Company Ltd	Equity	3.17%

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	37,393,750	-	30,059,714	4.47%	4.38%	20.88%
Pak Elektron Limited (Sukuk)	SUKUK	21,428,571	21,428,571	-	-	-	-
Total		63,744,196	26,350,446	30,059,714	4.47%	4.38%	

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

Name of the Members of Investment Committee

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

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs. 6,924,141/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.1372/1.29%.For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2014.

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



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/09/2014): Rs. 9.5537

September 2014

Performance %

Performance Period	September 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	10.3%	9.6%	15.2%	13.6%	6.8%	19.0%	9.0%	(4.9%)	6.5%
Benchmark	6.8%	6.8%	6.6%	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. 660 million
Type: Open-end – Shariah Compliant Aggressive Income Fund
Dealing Days: Daily – Monday to Friday
Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement: 2-3 business days
Pricing Mechanism: Forward Pricing
Load: Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee: 1.0% per annum
Risk Profile: Low to Medium
Fund Stability Rating: "A-(f)" by PACRA
Listing: Lahore Stock Exchange
Custodian & Trustee: Central Depository Company (CDC) (Effective 25th August 2014).
Auditors: KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark: Average 3-month deposit rate of Islamic Banks
Fund Manager: Muhammad Imran, CFA, ACCA
Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating: AM2 by PACRA (Very High Investment Management Standards)

Investment Objective

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

Fund Manager Commentary

During the month under review, the Fund posted an annualized return of 10.3% as compared to the Benchmark return of 6.8%. Outperformance of the Fund during the month is due to mark to market gain in a Cement Sector Sukuk. During CY14, the Fund has posted 16.2% annualized return versus 6.7% by the Benchmark, hence an outperformance of 9.5% p.a. This outperformance is net of management fee and all other expenses.

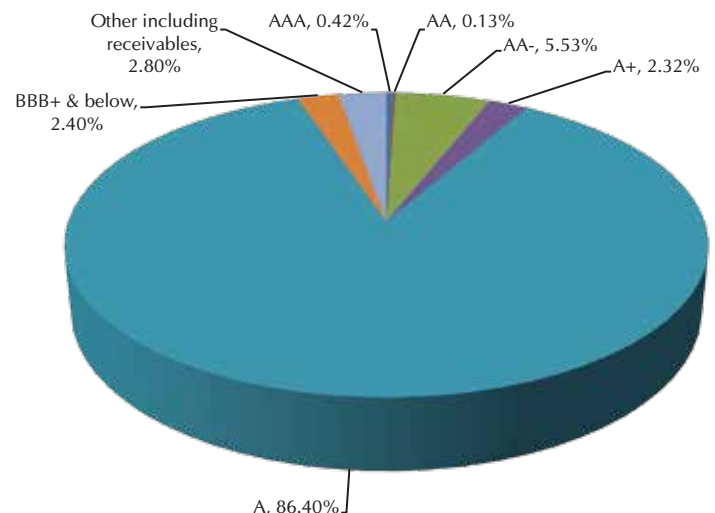
The allocation in corporate Sukuks with current weightage at around 8.2% is diversified among Cement, Electricity, and Fertilizer sub sectors. Around 89.0% allocation in bank deposits provides liquidity to the portfolio. Going forward, we will rebalance the allocation of the portfolio based on the capital market outlook.

The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio is around 13.7% p.a. and weighted average time to maturity is 1.8 years. The weighted average time to maturity of the Fund is 0.15 years. Hence, for investors with medium to long term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, since Sukuk prices may go up or down only investors with medium-term investment horizon are advised to invest in this Fund.

Asset Allocation (% of Total Assets) 30-Sep-14 29-Aug-14

Sukuks	8.20%	11.83%
Cash Equivalents	89.00%	84.60%
Other including receivables	2.80%	3.57%
Total	100.00%	100.00%
Leverage	Nil	Nil

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



Top Sukuk Holdings (as at September 30, 2014)

Name of Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	3.48%
Maple Leaf Cement (Sukuk I)	2.40%
K Electric Azm Sukuk	2.32%
Total	8.20%

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.2,218,869/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0321/0.39%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

Name of the Members of Investment Committee

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

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

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)

September 2014

	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) September 30, 2014	Performance %**		
			September 2014	FYTD 2015	Since Launch July 02, 2013
NIPF-Equity Sub-fund	63.7	146.0972	10.5%*	6.4%*	34.8%
NIPF-Debt Sub-fund	59.0	110.2680	3.5%	4.0%	7.3%
NIPF-Money Market Sub-fund	44.6	109.7134	5.0%	4.4%	6.9%

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

General Information	
Launch Date:	July 2, 2013
Fund Size:	Rs. 167.3 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:	Up to 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 September:

NIPF Equity Sub-fund unit price increased by 10.5% compared with KMI-30 Index, which increased by 4.1%. The Sub-fund was around 82% invested in equities with major weights in Construction & Materials, Oil & Gas and Automobile and Parts sectors. The equity weight was less than the regulatory limit of 90% due to sale booked by the Fund on last trading day.

NIPF Debt Sub-fund generated annualized return of 3.5% due to mark to market loss in 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 5.0% due to mark to market loss in 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 30 September, 2014)

	Debt	Money Market
Government Securities (AAA rated)	86.59%	87.10%
AAA	8.44%	8.06%
AA+	3.86%	3.41%
AA	0.03%	0.01%
Others	1.08%	1.42%
Total	100.00%	100.00%

Asset Allocation (% of Total Assets)			
Equity Sub-fund	30-Sep-14	29-Aug-14	
Equity	81.55%	88.32%	
Cash Equivalents	17.37%	7.90%	
Others including receivables	1.08%	3.78%	
Total	100.00%	100.00%	
Debt Sub-fund	30-Sep-14	29-Aug-14	
Cash Equivalents	12.33%	3.64%	
GOP Ijarah Sukuk-Govt Backed	86.59%	92.58%	
Others	1.08%	3.78%	
Total	100.00%	100.00%	
Money Market Sub-fund	30-Sep-14	29-Aug-14	
Cash Equivalents	11.48%	6.58%	
GOP Ijarah Sukuk-Govt	87.10%	90.32%	
Others	1.42%	3.10%	
Total	100.00%	100.00%	

WORKERS' WELFARE FUND (WWF)

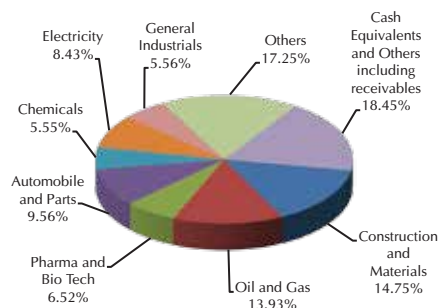
NIPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:

	Total amount Provided upto September 30, 2014	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund ¹	337,144	0.7738	0.78%
Debt Sub-Fund ²	77,544	0.1450	0.14%
Money Market Sub-Fund ²	65,103	0.1603	0.16%

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

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

**Equity Sub Fund Asset Allocation (% of Total Assets)
(as on 30 September, 2014)**



Top Ten Holdings of Equity Sub-fund (as on 30 September, 2014)

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Petroleum Ltd	6.11%	Hub Power Company Ltd	3.65%
Lucky Cement Ltd	4.71%	Thal Ltd	3.64%
Pakistan Oilfields Ltd	4.10%	Ghandara Nissan Ltd	3.50%
Meezan Bank Ltd	4.08%	Sazgar Engineering Works Ltd	3.33%
Kot Addu Power Co Ltd	4.01%	Pioneer Cement Ltd	3.18%

(As on 30 September, 2014)

Top Holdings of Debt Sub-fund		Top Holdings of Money Market Sub-fund	
Name	(% of Total Assets)	Name	(% of Total Assets)
GOP Ijarah (Sukuk XI)	47.45%	GOP Ijarah (Sukuk IX)	44.35%
GOP Ijarah (Sukuk XIV)	32.43%	GOP Ijarah (Sukuk XIV)	22.57%
GOP Ijarah (Sukuk IX)	6.71%	GOP Ijarah (Sukuk XI)	20.17%
Total	86.59%	Total	87.10%

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



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/09/2014): Rs.103.5351

September 2014

Performance %*

Performance Period	September 2014	FYTD 2015	Since Launch March 05, 2014
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	2.7%	1.8%	4.5%
Benchmark	1.9%	1.5%	5.2%

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

General Information

Launch Date:	March 5, 2014
Fund Size:	Rs. 1,651 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 4.5% versus 5.2% return of the Benchmark. The current equity exposure stands at around 39%. 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) 30-Sep-14 29-Aug-14

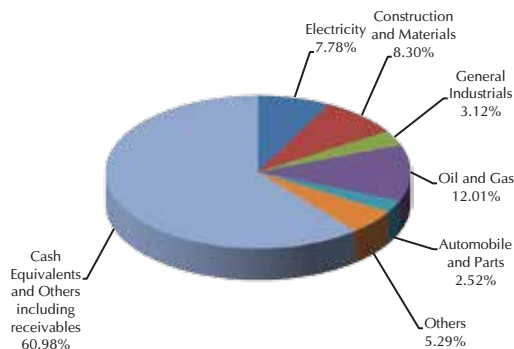
Asset Allocation (% of Total Assets)	30-Sep-14	29-Aug-14
Equities / Stocks	39.02%	34.94%
Cash Equivalents	57.31%	63.66%
Others including receivables	3.67%	1.40%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIPPF-I	7.6	2.2	6.7%
KMI-30	8.7	2.3	6.6%

** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 30 September, 2014)



Top Ten Holdings (as on 30 September, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan Petroleum Ltd	Equity	4.29%	Thal Ltd	Equity	2.30%
Pakistan Oilfields Ltd	Equity	3.96%	Maple Leaf Cement Factory Ltd	Equity	2.07%
Kot Addu Power Co Ltd	Equity	3.84%	Pioneer Cement Ltd	Equity	2.07%
Hub Power Company Ltd	Equity	3.53%	Pakistan State Oil Co. Ltd	Equity	1.90%
Lucky Cement Ltd	Equity	2.70%	Oil & Gas Dev Co Ltd	Equity	1.87%

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 1,471,303/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0923/0.09%. For details investors are advised to read Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

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

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 (30/09/2014): Rs.101.5565

September 2014

Performance %*

Performance Period	September 2014	FYTD 2015	Since Launch June 27, 2014
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	3.1%	1.4%	1.6%
Benchmark	1.9%	1.5%	1.8%

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

General Information

Launch Date:	June 27, 2014
Fund Size:	Rs. 1,307 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 1.6% versus 1.8% return of the benchmark. The current equity exposure stands at around 41%. 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) 30-Sep-14 29-Aug-14

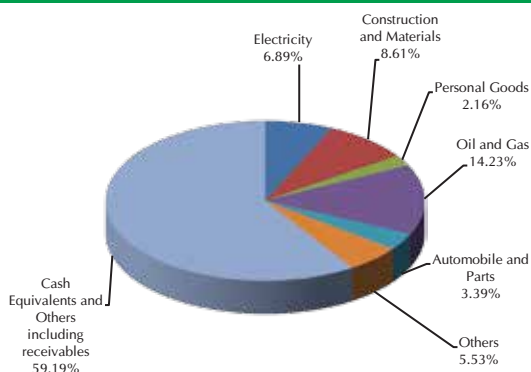
Equities / Stocks	40.81%	35.97%
Cash Equivalents	54.89%	62.92%
Others including receivables	4.30%	1.11%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio****

	PER	PBV	DY
NIPPF-II	7.3	2.5	6.7%
KMI-30	8.7	2.3	6.6%

**** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 30 September, 2014)



Top Ten Holdings (as on 30 September, 2014)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	5.51%	Pak Suzuki Motor Co Ltd	Equity	2.57%
Pakistan Oilfields Ltd	Equity	4.60%	Oil & Gas Dev Co Ltd	Equity	2.44%
Kot Addu Power Co Ltd	Equity	3.44%	Maple Leaf Cement Ltd	Equity	2.29%
Hub Power Company Ltd	Equity	3.31%	Nishat Mills Ltd	Equity	2.16%
Lucky Cement Ltd	Equity	2.92%	Pakistan State Oil Co Ltd	Equity	1.68%

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 410,472/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0319/0.03%.

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.