



MONTHLY REPORT (MUFAP's Recommended Format)

Unit Price (31/01/2012): Rs. 10.0941

January 2012

Performance

Performance % *	January 2012	Jul. 2011- Jan. 2012	Trailing 12 Months	Since Launch May 16, 2009
NAFA Government Securities Liquid Fund	10.58%	11.33%	11.59%	11.11%
Benchmark	10.33%	10.99%	11.23%	11.06%

* Represent Annualized Return - (based on morning star formula)
(Returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses)

General Information

Launch Date: May 16, 2009
Fund Size: Rs. 15,906 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: 1.25% per annum
Risk Profile: Exceptionally Low
Fund Stability Rating: "AAA (f)" by PACRA
Listing: Lahore Stock Exchange
Custodian & Trustee: Central Depository Company (CDC)
Auditors: A. F. Ferguson & Co.
Chartered Accountants
Benchmark: 70% 3-Month T-Bills & 30% average 3-Month deposit rates (AA & above rated banks)
Fund Manager: Ahmad Nouman, CFA
Minimum Subscription: Growth Unit: Rs. 10,000/-
Income Unit: Rs. 100,000/-
Asset Manager Rating: AM2- 'Positive Outlook' by PACRA

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 10.58% during January 2012. The return for the first seven months of FY 2012 is 11.33% p.a. against the benchmark return of 10.99% p.a, hence an out-performance of 34 bps. This out-performance is net of management fee and all other expenses. The management is announcing monthly dividends since July 2011 and intends to continue this policy in the future as well.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. The rating reflects exceptionally strong credit and liquidity profile of your Fund. In the last 365 days average daily allocation in short-term Government Securities was 88.33%, while the daily average time to maturity of T-Bills for last 365 days was 42 days. The investment value of NGSLF has not declined on any day since the launch of the Fund in May 2009.

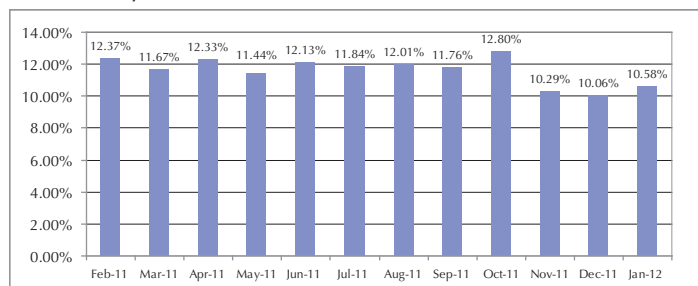
The yield curve at all ends was very volatile during January 2012. At the shorter end 3-Months T-Bills traded as high as 11.8% p.a. and as low as 11.40% p.a. Also, the last auction of T-Bills on January 26, 2012 was also fairly over-subscribed as market placed bids of Rs 297.37 billion against the target of Rs 75 billion with major participation in longer maturity T-Bills. This suggests market is eyeing possibility of a Discount Rate cut. The last weekly injection by SBP was of Rs.274 billion.

As of January 31, 2012, weighted average time to maturity of your Fund is around 63 days.

Asset Allocation (% of NAV) 31-Jan-12 30-Dec-11

T-Bills (Including Reverse Repo via Master Repurchase Agreement)	86.07%	86.27%
Placements with Banks	5.03%	5.12%
Placements with DFIs (AA+ & above rated)	5.97%	6.08%
Cash Equivalents	3.95%	2.66%
Other Net Liabilities	(1.02)%	(0.13)%
Total	100.00%	100.00%
Leverage	Nil	Nil

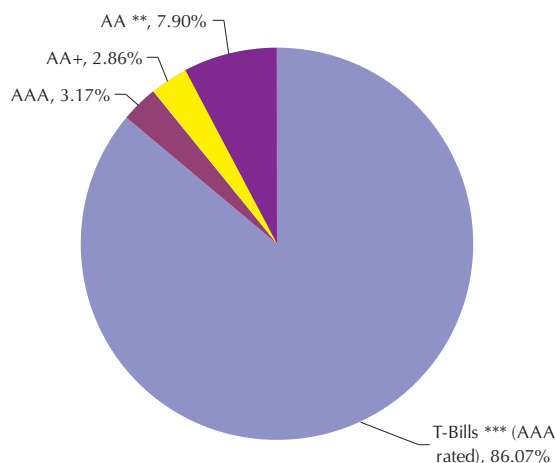
Monthly Annualized Returns of NGSLF for last 12 months



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Ahmad Nouman, CFA
Sajjad Anwar, CFA
Tanvir Abid, CFA, FRM

Credit Quality of the Portfolio as of January 31, 2012 (% of NAV)



** Net of Other Net Liabilities

*** Including Reverse Repo via Master Repurchase Agreement