



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/01/2012): Rs.9.6911

January 2012

Performance

Performance % *	January 2012	Jul. 2011- Jan. 2012	Trailing 12 Months	Since Launch January 22, 2007
NAFA Multi Asset Fund	4.43%	4.46%	8.87%	54.43%
Benchmark	5.31%	1.98%	2.95%	26.72%

* Cumulative returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses

General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 586 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%, Back end - 0%
Management Fee:	2% per annum (Effective Jan 22, 2012)
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:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2-'Positive Outlook**' by PACRA

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 Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) increased by 4.43% while the benchmark (50% KSE-30 index & 50% 3-month KIBOR) increased by 5.31%. Thus your Fund under-performed the benchmark by 0.88%. Since inception on January 22, 2007 your Fund has increased by 54.43%, while the benchmark has increased by 26.72%. Thus, to-date the out-performance of your Fund stands at 27.71%. This out-performance is net of management fee and all other expenses. We have reduced the management fee of the Fund by 0.5% from 2.5% to 2% effective January 22, 2012.

NMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. The stock market depicted stellar performance during the month of January. During the first half of the month the market extended the losses of the previous two months. However, the market rallied during the latter half of the month. Expecting a downward trend in the stock market, NMF was around 38% invested in equities at the beginning of the month and we remained under-weight during the first half. However, with the improvement in the trend in the market we increased the weightage in equities during the latter half of the month that benefited the Fund. NMF's under-performance during the month was due to its under-weight in equities at the inception of the market rally and under-performance of key holdings in the General Industrials and Media sectors. Drag on the Fund's performance was its underweight stance in the selected banking stocks which out-performed the market. We increased exposure in selected fertilizer stocks which performed better than the market that benefited the Fund. The Fund remained under-weight in the Food Producer sector and selected oil exploration stock which lagged the market and contributed to its performance. Moreover, mark down of a corporate bond also contributed to the under-performance of the Fund.

NMF is invested in high dividend yielding stocks of defensive sectors. We are vigilant to the events in the capital markets and will alter the portfolio of NMF accordingly.

Top Ten Holdings (as on 31st January 2012)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Fauji Fertilizer Co. Ltd.	Equity	10.56%	Avari Hotels Limited.	TFC	4.20%
Pakistan Oilfields Ltd.	Equity	9.44%	Engro Corporation Ltd.	Equity	4.11%
Maple Leaf Cement I.	Sukuk	8.94%	Lucky Cement Limited.	Equity	3.92%
MCB Bank Limited.	Equity	6.29%	Saudi Pak Leasing.	TFC	3.87%
Pak Petroleum Ltd.	Equity	5.86%	Eden Housing II.	Sukuk	3.75%

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 II	SUKUK	33,750,000	11,765,621	21,984,379	3.75%	3.66%	43.10%
Maple Leaf Cement I	SUKUK	88,289,652	35,906,254	52,383,398	8.94%	8.73%	36.68%
Pak Elektron Limited	SUKUK	17,142,857	1,698,891	15,443,966	2.64%	2.57%	9.68%
Saudi Pak Leasing	TFC	34,353,300	11,671,637	22,681,663	3.87%	3.78%	19.43%
Maple Leaf Cement II***	SUKUK	3,315,000	3,315,000	-	0.00%	0.00%	N/A
New Allied Electronics I	SUKUK	10,000,000	10,000,000	-	0.00%	0.00%	N/A
Total		186,850,809	74,357,403	112,493,406	19.20%	18.74%	

***Book Value, performing but below A- (A minus)

Weighted Average Time to Maturity of Non Equity Assets	Limit	Excess
2.49 years	2 years	0.49 years

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

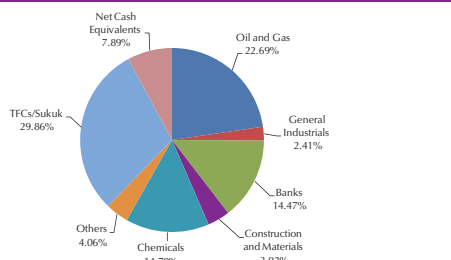
Equities / Stocks	62.25%	37.52%
TFCs / Sukuks	29.86%	36.51%
Commercial Paper	-	6.23%
Cash Equivalents	8.38%	8.83%
T-Bills	-	12.40%
Other Net Liabilities	(0.49%)	(1.49%)
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NMF	5.8	3.2	8.9%
KSE-30	7.1	4.2	8.4%

** Based on NAFA's estimates

Asset Allocation (as on 31st January 2012)



Name of the Members of Investment Committee

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