



# NAFA Multi Asset Fund (NMF)

NBP Fullerton  
Asset Management Limited  
(Formerly National Fullerton Asset Management Limited)

MONTHLY REPORT (MUFAP's Recommended Format)

Unit Price (31/05/2011): Rs.10.7856

May 2011

## Performance

Performance % *	May 2011	FYTD Jul. 2010 - May 2011	Trailing 12 Months	Since Launch January 22, 2007
NAFA Multi Asset Fund	1.14%	26.11%	27.45%	48.78%
Benchmark	0.77%	17.71%	20.34%	24.52%

\* 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. 715 million
Type:	Open-end – Balanced Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	9:00 A.M to 4:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end – 3%, Back end - 0%
Management Fee:	2.5% per annum
Risk Profile	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & 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- 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 1.14% while the benchmark (50% KSE-30 index & 50% 3-month KIBOR) increased by 0.77%. Thus your Fund out-performed the benchmark by 0.37%. Since inception on January 22, 2007 your Fund has increased by 48.78%, while the benchmark has increased by 24.52%. Thus, to-date the out-performance of your Fund stands at 24.26%. This out-performance is net of management fee, WWF and all other expenses.

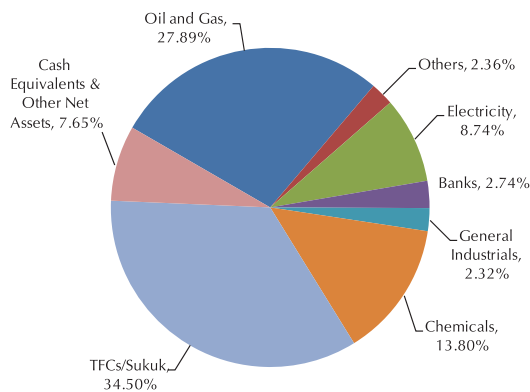
NMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. The Fund performed better than the benchmark due to out-performance of NMF's key equity holdings and improved TFC / Sukuk prices. At the start of the month, NMF was around 53% invested in equities. The stock market remained directionless ahead of the budget related uncertainties. We enhanced the Fund's weightage in high dividend yielding stocks of defensive sectors. We enhanced NMF's weightage in the Fertilizer and Power sub-sectors and the Oil & Gas sector. On the other hand, we reduced the Fund's weightage in the Banks and Construction & Materials sectors. At the end of the month NMF was around 58% invested in equities. NMF's key holdings in the Fertilizer and Refinery sub-sectors performed better than the market, which contributed to the out-performance of the Fund. Moreover, the under-weight position in the Cement sub-sector also benefited the Fund. The weighted average Yield-to-Maturity (YTM) of the TFC / Sukuk portfolio of NMF is around 23.8% p.a.

We are vigilant to the developments in the capital markets and will proactively shift the allocations of NMF.

## Asset Allocation (% of NAV) 31-May-11 29-Apr-11

Asset Allocation (% of NAV)	31-May-11	29-Apr-11
Equities / Stock	57.85%	53.19%
TFC / Sukuk	34.50%	33.91%
Cash Equivalents	4.55%	5.99%
T-Bills	-	6.15%
Other Net Assets	3.10%	0.76%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Asset Allocation (as on 31st May 2011)



## Top Ten Holdings (as on 31st May 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Pakistan Oilfields Ltd.	Equity	8.81%	Oil & Gas Dev.Co	Equity	6.41%
Fauji Fertilizer Co. Ltd.	Equity	7.94%	Orix Leasing Pakistan	TFC	5.59%
Maple Leaf Cement I	Sukuk	7.74%	Fauji Fertilizer Bin Qasim	Equity	4.56%
Hub Power Company Ltd.	Equity	7.25%	Eden Housing Ltd.	Sukuk	3.46%
Pak Petroleum Ltd.	Equity	6.80%	Avani Hotels Ltd.	TFC	3.33%

## Details of Non-Compliant Investments

Name of Non Compliant Investment	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	YTM Per Annum
Maple Leaf Cement Sukuk 1	Sukuk	88,346,030	32,940,259	**55,405,771	7.74%	7.63%	29.49%
Saudi Pak Leasing	TFC	35,526,600	12,070,269	**23,456,331	3.28%	3.23%	25.95%
Eden Housing Sukuk 2	Sukuk	35,625,000	10,878,379	24,746,621	3.46%	3.41%	40.74%
Maple Leaf Cement Sukuk 2	Sukuk	3,315,000	981,044	**2,333,956	0.33%	0.32%	62.68%
New Allied Electronics Sukuk 1	Sukuk	10,000,000	10,000,000	-	-	-	-
<b>Total</b>		<b>172,812,630</b>	<b>66,869,951</b>	<b>105,942,679</b>	<b>14.81%</b>	<b>14.59%</b>	

\*\* Book Value, performing but below investment grade

Weighted average time to maturity of non equity assets	Limit	Excess
2.57 years	<= 2 years	0.57 years

## Name of the Members of Investment Committee

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

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