



Performance

Performance % *	October 2011	Jul. - Oct. 2011	Jan. - Oct. 2011	Trailing 12 Months	Since Launch January 22, 2007
NAFA Multi Asset Fund	2.64%	4.11%	10.74%	21.22%	53.90%
Benchmark	0.65%	0.77%	4.16%	12.41%	25.22%

* 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. 594 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:	2.5% 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:	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 2.64% while the benchmark (50% KSE-30 index & 50% 3-month KIBOR) increased by 0.65%. Thus your Fund out-performed the benchmark by 1.99%. Since inception on January 22, 2007 your Fund has increased by 53.90%, while the benchmark has increased by 25.22%. Thus, to-date the out-performance of your Fund stands at 28.68%. This out-performance is net of management fee and all other expenses.

NMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. During the month the stock market portrayed a lukewarm trend on foreign portfolio investment outflows and absence of triggers on wrapping up of the results season despite the higher than expected 150bps cut in the discount rate. During the month NMF out-performed the benchmark as it was under-weight in selected stocks that lagged the market. Moreover, the Fund's key holdings in the Chemicals, Oil & Gas and Media sectors performed better than the market, which benefited NMF. The Fund also benefited from its under-weight stance in the Banking sector. In the Fertilizer sub-sector, NMF was over-weight in selected high dividend yielding stocks that performed better than the market while it was under-weight in key fertilizer stocks that significantly under-performed. At the start of the month NMF was around 51% invested in equities. During the latter part of the month we reduced the Fund's weightage in equities as the market underwent a correction. During the month we reduced NMF's allocation in the Chemicals sector. The weightage in Banks, Oil & Gas, General Industrials and Electricity sectors was almost maintained. At the end of the month, NMF was around 48% invested in equities. The weighted average Yield-to-Maturity (YTM) of the TFC / Sukuk portfolio of NMF is around 23.44.% p.a.

NMF is invested in high dividend yielding stocks of defensive sectors. We are cognizant to the developments in the capital and financial markets and will proactively alter the allocations of NMF.

Top Ten Holdings (as on 31st October 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Maple Leaf Cement I	Sukuk	9.33%	Orix Leasing Pakistan	TFC	5.10%
Fauji Fertilizer Co. Ltd.	Equity	9.07%	Avari Hotels Limited	TFC	4.27%
Pakistan Oilfields Ltd.	Equity	8.90%	Eden Housing II	Sukuk	4.06%
Fauji Fertilizer Bin Qasim	Equity	6.08%	Pak Petroleum Ltd.	Equity	3.92%
Hub Power Co. Ltd	CP	5.90%	Saudi Pak Leasing	TFC	3.82%

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	34,353,300	11,671,637	22,681,663	3.82%	3.67%	27.35%
Eden Housing II	SUKUK	34,687,500	10,592,106	24,095,394	4.06%	3.89%	38.90%
Maple Leaf Cement I	SUKUK	88,308,446	32,926,246	55,382,200	9.33%	8.95%	34.13%
Maple Leaf Cement II***	SUKUK	3,315,000	3,315,000	-	N/A	N/A	N/A
New Allied Electronics I	SUKUK	10,000,000	10,000,000	-	N/A	N/A	N/A
Total		170,664,246	68,504,989	102,159,257	17.21%	16.51%	

***Book Value, performing but below investment grade

Asset Allocation (% of NAV)

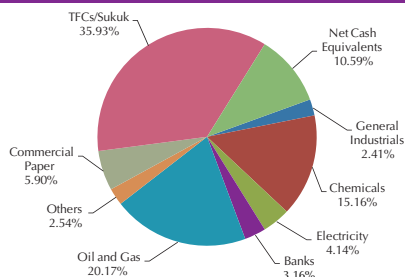
	31-Oct-11	30-Sep-11
Equities / Stocks	47.58%	51.18%
TFCs / Sukuks	35.93%	36.20%
Commercial Paper	5.90%	5.92%
Cash Equivalents	11.35%	5.44%
Other Net (Liabilities) / Assets	(0.76)%	1.26%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NMF	6.0	1.6	9.6%
KSE-30	7.2	3.7	7.4%

** Based on NAFA's estimates

Asset Allocation (as on 31st October 2011)



Name of the Members of Investment Committee

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