



## Performance

| Performance %                 | October 2013* | FYTD Jul 2013 - Oct 2013* | Trailing 12 Months Nov. 2012 - Oct. 2013* | Since Launch October 29, 2007** |
|-------------------------------|---------------|---------------------------|-------------------------------------------|---------------------------------|
| NAFA Islamic Multi Asset Fund | 2.19%         | 2.17%                     | 26.51%                                    | 12.58%                          |
| Benchmark                     | 2.80%         | 3.87%                     | 21.76%                                    | 10.60***                        |

\* Cumulative Return

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

\*\*\* KSE-30 is used as equity component for the Benchmark before June 30, 2008, the launch date of KMI-30 Index.

## General Information

|                       |                                                                        |
|-----------------------|------------------------------------------------------------------------|
| Launch Date:          | October 29, 2007                                                       |
| Fund Size:            | Rs. 483 million                                                        |
| Type:                 | Shariah Compliant - Open-end - Balanced Fund                           |
| Dealing Days:         | Daily - Monday to Friday                                               |
| Dealing Time:         | (Mon-Thr) 9:00 A.M to 5:00 P.M<br>(Friday) 9:00 A.M to 5:30 P.M        |
| Settlement:           | 2-3 business days                                                      |
| Pricing Mechanism:    | Forward Pricing                                                        |
| Load:                 | Front end - 3% (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.<br>Chartered Accountants                        |
| Benchmark:            | 50% KMI - 30 Index & 50% average 3-month profit rate of Islamic banks. |
| Fund Manager:         | Asim Wahab Khan, CFA                                                   |
| Minimum Subscription: | Growth Unit: Rs. 10,000/-<br>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. 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 Multi Asset Fund (NIMF) increased by 2.2%, whereas the benchmark increased by 2.8%, thus your Fund underperformed the benchmark by 0.6%. Since inception your Fund has posted 104.0% return, versus 83.4% by the benchmark. Thus, an outperformance of 20.6% was recorded. This outperformance is net of management fee and all other expenses.

The stock market remained dull during the first half as the investors remained on the sidelines before the Eid-ul-Azha holidays, but several factors such as P.M's visit to U.S, delay in tapering of QE, release of CSF money, and strong results in the Oil and Gas Sector rekindled foreign and local investor interest. Overall, KMI-30 Index gained 5.1% during October 2013. NIMF started off the month with an allocation of around 30% in equities, which was increased to around 43% towards the end of the month. The Fund underperformed the benchmark in October due to lower allocation in equities and outperformance of the index heavyweight, OGDC, which drove the market. During the month, allocation was increased in all the sectors barring Banks and Fixed Line Telecommunication sectors, where the allocation was slightly reduced.

## Asset Allocation (% of Total Assets) 31-Oct-13 30-Sep-13

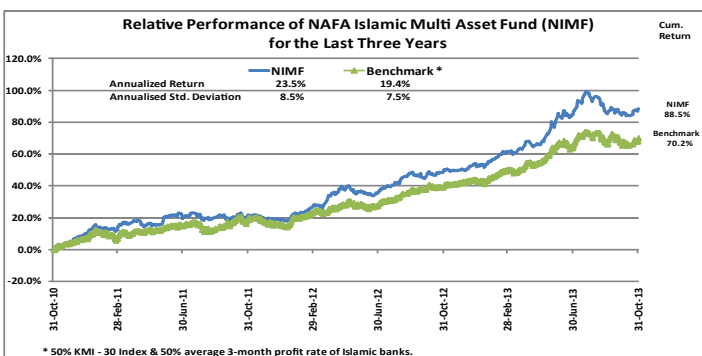
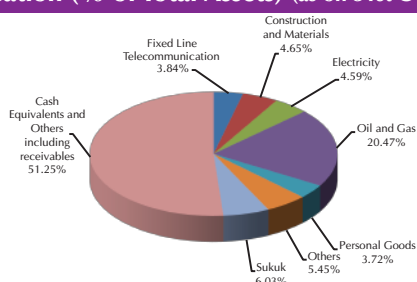
| Asset Allocation (% of Total Assets) | 31-Oct-13 | 30-Sep-13 |
|--------------------------------------|-----------|-----------|
| Equities / Stocks                    | 42.72%    | 30.44%    |
| Sukus                                | 6.03%     | 6.20%     |
| Cash Equivalents                     | 48.60%    | 58.89%    |
| Others including receivables         | 2.65%     | 4.47%     |
| Total                                | 100.00%   | 100.00%   |
| Leverage                             | Nil       | Nil       |

## Characteristics of Equity Portfolio\*\*\*\*

|        | PER | PBV | DY   |
|--------|-----|-----|------|
| NIMF   | 7.5 | 2.2 | 8.0% |
| KMI-30 | 7.5 | 2.1 | 7.8% |

\*\*\*\* Based on NAFA's estimates

## Asset Allocation (% of Total Assets) (as on 31st October, 2013)



## Top Ten Holdings (as on 31st October, 2013)

| Name                       | Asset Class | % of Total Assets | Name                       | Asset Class | % of Total Assets |
|----------------------------|-------------|-------------------|----------------------------|-------------|-------------------|
| Oil & Gas Dev Co Ltd       | Equity      | 7.41%             | Pakistan Telecommunication | Equity      | 3.84%             |
| Hub Power Company Ltd      | Equity      | 4.59%             | Nishat Mills Ltd           | Equity      | 3.72%             |
| Pakistan State Oil Co. Ltd | Equity      | 4.59%             | Maple Leaf Cement I        | Sukuk       | 3.54%             |
| Pakistan Petroleum Ltd     | Equity      | 4.24%             | Meezan Bank Ltd            | Equity      | 3.33%             |
| Pakistan Oilfields Ltd     | Equity      | 4.24%             | Kohat Cement Ltd           | Equity      | 1.66%             |

## 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 |
|----------------------------------|--------------------|---------------------------------------|-------------------|--------------------------------------|-----------------|-------------------|-----------------------------|
| Kohat Cement Limited (Sukuk)**** | SUKUK              | 5,521,999                             | -                 | 4,141,499                            | 0.86%           | 0.84%             | 6.20%                       |
| Eden Housing (Sukuk II)          | SUKUK              | 7,968,750                             | 2,777,994         | 5,190,756                            | 1.07%           | 1.05%             | 96.43%                      |
| Maple Leaf Cement (Sukuk I)      | SUKUK              | 43,643,750                            | 26,186,250        | 17,457,500                           | 3.61%           | 3.54%             | 40.44%                      |
| Pak Elektron Limited (Sukuk)     | SUKUK              | 21,428,571                            | 19,285,714        | 2,142,857                            | 0.44%           | 0.43%             | 174.75%                     |
| <b>Total</b>                     |                    | <b>78,563,070</b>                     | <b>48,249,958</b> | <b>28,313,112</b>                    | <b>5.98%</b>    | <b>5.86%</b>      |                             |

\*\*\*\*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 4,943,196/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1248/1.29%. For details investors are advised to read the Note 10 of the Financial Statements of the Scheme for the period ended September 30, 2013.

**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 dependant 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.