



National Fullerton
Asset Management Limited

NAFA Islamic Income Fund (NIIF)

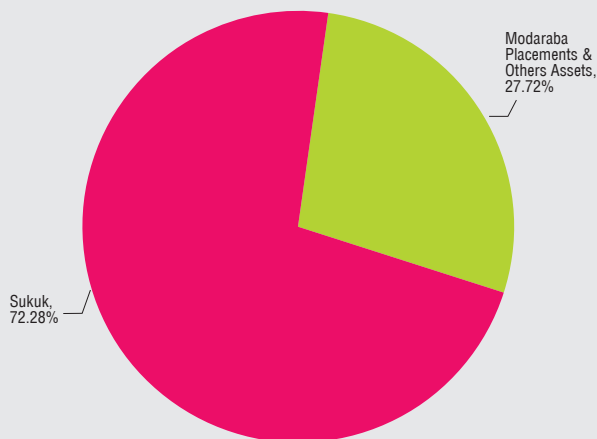
Unit Price (30/04/2009): Rs. 9.2634

April 2009

Investment Objective	Performance					
	Performance (%)	Jan - Jun 2008*	Jul - Dec 2008**	Jan - Mar 2009*	Apr 2009*	Since Launch October 29, 2007*
To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.	NAFA Islamic Income Fund	8.62%	(11.62)%	24.98%	10.37%	(0.42)%
	Benchmark	5.31%	2.90%	7.75%	7.27%	5.98%
	* Represents Annualized Return ** Represents Cumulative Return (Returns are net of management fee & all other expenses)					

General Information		Fund Manager's Commentary
Launch Date:	October 29, 2007	<p>NAFA Islamic Income Fund (NIIF) generated an annualized return of 10.37% during the month of April 2009. Average annualized return of the peer group for the month of April 2009 was calculated at 8.13%, thus NIIF outperformed the peer group by 2.24%. Annualized return of 10.37% offered by NIIF during the month of April 2009 is 3.10% better than average 1-month deposit rate offered by the Islamic banks.</p> <p>The attached chart shows the asset allocation of the Fund. As on April 30, 2009 sukuk portfolio comprised around 72.28% of the Fund size as against 74.3% during the previous month. Mudaraba placements & other assets accounted for around 27.72% of the Fund size as against 25.7% during the last month. The decrease in allocation in sukuk is due to increase in the Fund size.</p> <p>We have seen upward movement in KIBOR during the outgoing month due to tight money supply. On a month-on-month basis broad money supply (M-2) decreased by 0.58% in the month of March, 2009. State Bank of Pakistan (SBP) in its second quarterly monetary policy statement for the current fiscal year slashed discount rate by 100 basis points to 14% from 15%. SBP has also mentioned the projected average CPI inflation at 14% for period April-June 2009. Therefore, we are expecting significant reduction in the policy rate in July 2009.</p> <p>Going forward, we expect the return on our Fund to remain healthy due to: (i) improvement in the prices of sukuk portfolio; (ii) attractive coupon rates offered by the sukuks; and (iii) better profit rates on our mudaraba placements.</p>
Fund Size:	Rs. 624 million	
Type:	Open-end – Shariah Compliant Income Fund	
Dealing:	Daily - Monday to Friday	
Settlement:	2-3 business days	
Load:	Front end: 1.0%	
Management Fee:	1.5% per annum	
Listing:	Lahore Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	Average 1-month deposit rate of Islamic Banks	
Fund Manager:	Sajjad Anwar, CFA	
Min. Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (on 30th April 2009)



Disclaimer: The price of units may go down as well as up. Please refer to the respective offering document(s).