



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/12/2012): Rs. 8.7444

December 2012

### Performance

Performance %	December 2012 *	FYTD Jul 12 - Dec 12 *	Trailing 12 Months Jan. - Dec 2012 - 2012 *	Since Launch October 29, 2007 **
NAFA Islamic Aggressive Income Fund	14.34%	3.44%	14.07%	4.69%
Benchmark	6.56%	7.24%	7.60%	6.77%

\* Simple Annualized Return - \*\* (Annualized Return Based on Morningstar Methodology)  
(Returns are net of management fee & all other expenses)

### General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 181 million
Type:	Open-end – Shariah Compliant Aggressive Income 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 2-3 business days
Settlement:	Forward Pricing
Pricing Mechanism:	Front end: 1.0%, Back end: 0%
Load:	2.0% per annum
Management Fee:	Low to Medium
Risk Profile:	"BBB+ (f)" by PACRA
Fund Stability Rating:	Lahore Stock Exchange
Listing:	MCB Financial Services Limited
Custodian & Trustee:	KPMG Taseer Hadi & Co.
Auditors:	Chartered Accountants
Benchmark:	Average 3-month deposit rate of Islamic Banks
Fund Manager:	Ammar Rizki
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA

### Investment Objective

To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in Shariah Compliant money market & debt securities having good credit rating and liquidity.

### Fund Manager Commentary

The performance of the Fund during the month is impressive with an annualized return of 14.34% as compared to the benchmark return of 6.56%. This translates into an out-performance of 7.78% p.a. The annualized return for the trailing 12 months is 14.07% versus the benchmark return of 7.60%. This out-performance is net of management fee and all other expenses.

The allocation in corporate sukuk/instruments with current weightage at 50.34% of the Fund size is diversified among Cement, Fertilizer, Electricity and Consumer Electronics sub-sectors. Around 26.07% of the portfolio is allocated to AAA rated Government of Pakistan Ijara Sukuk which coupled with 17.19% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward, the Fund intends to maintain the present allocation.

The weighted average Yield-to-Maturity (YTM) of the sukuk portfolio is around 18.13% p.a. and weighted average time to maturity is 1.94 years. The weighted average time to maturity of the Fund is 1.36 years. Hence, for investors with medium to long term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, prices of sukuk may go up and down. Therefore, only medium to long-term investors are advised to invest in this Fund.

### Asset Allocation (% of Total Assets) 31-Dec-12 30-Nov-12

	31-Dec-12	30-Nov-12
Sukuk	31.28%	34.98%
GOP Ijarah Sukuk - Govt. Backed	26.07%	26.33%
Islamic Money Market Placements	19.06%	13.75%
Cash Equivalents	17.19%	17.43%
Other including receivables	6.40%	7.51%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

### Top 10 Sukuk Holdings (Including Short Term Sukuk) (as at December 31, 2012)

Name of Sukuk / Short Term Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	12.38%
HUBCO Short Term Islamic Sukuk I	10.89%
Kohat Cement Limited (Sukuk)	9.38%
GOP Ijarah (Sukuk IX)	8.18%
GOP Ijarah (Sukuk X)	7.63%
Maple Leaf Cement (Sukuk I)	5.48%
KAPCO Short Term Islamic Sukuk	5.45%
GOP Ijarah (Sukuk V)	5.35%
Pak Elektron Limited (Sukuk)	4.05%
HUBCO Short Term Islamic Sukuk II	2.72%
<b>Total</b>	<b>71.51%</b>

### WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1,252,692/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0605/0.79%. For details investors are advised to read note 10 of the Financial Statements of the Scheme for the period ended September 30, 2012.

### Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Ammar Rizki

### Credit Quality of the Portfolio as of December 31, 2012 (% of Total Assets)

