



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/01/2012): Rs. 7.8282

Januray 2012

Performance

Performance % *	Januray 2012	Jul. 2011- Jan. 2012	Trailing 12 Months	Since Launch Januray 29, 2007
NAFA Islamic Aggressive Income Fund	28.51%	14.75%	14.03%	3.02%
Benchmark	7.94%	7.91%	7.82%	6.60%

* Represent Annualized Return - (based on morning star formula)
(Returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses)

General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 166 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
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 1.0%, Back end: 0%
Management Fee:	2.0% per annum
Risk Profile:	Low to Medium
Fund Stability Rating:	"BBB (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	MCB Financial Services Limited
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	Average 3-month deposit rate of Islamic Banks
Fund Manager:	Hussain Yasar
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- 'Positive Outlook' 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 Fund's earned an annualized return of 28.51% during January 2012. This is owing to gain realized on principal payment by a Sukuk issue which was marked at a low price. The annualized return for first seven months of the FY 2012 is an impressive 14.75% against the benchmark return of 7.91%, hence an out-performance of 684 basis points. This outperformance is net of management fee and all other expenses.

Your Fund is mainly invested in sukuk of Cement, Fertilizer and Consumer Electronics sub-sectors. Around 19% of the portfolio is allocated to each Government Ijarah sukuk and bank deposits, which provide diversification and liquidity to the portfolio. The Trustee of the Fund has been changed from CDC to MCB Financial Services Ltd. during the previous month.

The weighted average Yield-to-Maturity of the sukuk portfolio of your Fund is around 22.59% p.a. while, its weighted average time to maturity is 1.75 years. The weighted average time to maturity of your Fund is 1.0 years. Hence, for investors with an investment horizon of medium term, the Fund offers an attractive opportunity to earn decent returns. However, Sukuk prices may go up and down. Therefore, only long-term investors are advised to invest in this Fund.

Asset Allocation (% of NAV)

	31-Jan-12	30-Dec-11
Sukuk	56.15%	61.40%
GOP Ijarah Sukuk - Govt. Backed	19.23%	7.29%
Cash Equivalents	19.18%	26.36%
Other Net Assets	5.44%	4.95%
Total	100.00%	100.00%
Leverage	Nil	Nil

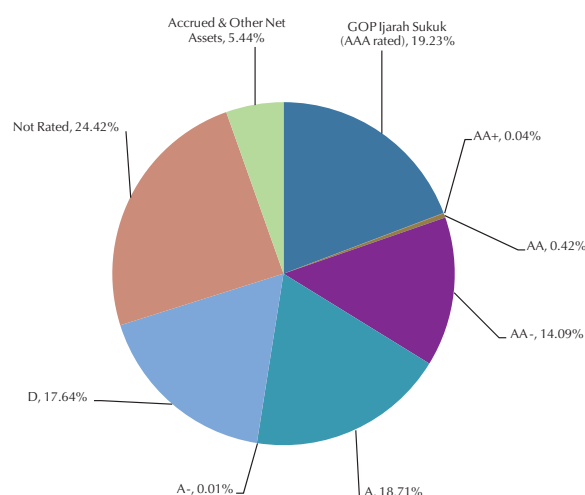
Excess exposure

Particulars	Exposure Type	% of Net Assets	Limit	Excess Exposure
Kohat Cement Limited (Sukuk)	Per Party	24.42%	15.00%	9.42%

Top Sukuk Holdings (as at Januray 31, 2012)

Name of Sukuk	% of Net Assets
Kohat Cement Limited (Sukuk)	24.42%
Engro Fertilizer Limited (Sukuk)	14.09%
GOP Ijarah (Sukuk IX)	12.07%
Maple Leaf Cement (Sukuk I)	9.49%
Pak Elektron Limited (Sukuk)	8.15%
GOP Ijarah (Sukuk V)	5.94%
GOP Ijarah (Sukuk VII)	1.22%
Total	75.38%

Credit Quality of the Portfolio as of Januray 31, 2012 (% of NAV)



Name of the Members of Investment Committee

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