



## Performance

Performance %	June 2014*	FY 2014*	FY 2013*	FY 2012*	FY 2011*	FY 2010*	Since Launch October 29, 2007 **
NAFA Islamic Aggressive Income Fund	31.35%	13.65%	6.80%	19.02%	9.04%	(4.87%)	6.40%
Benchmark	6.83%	6.55%	7.01%	7.86%	7.07%	6.50%	6.73%

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

## General Information

Launch Date:	October 29, 2007
Fund Size:	Rs. 431 million
Type:	Open-end – Shariah Compliant Aggressive Income Fund
Dealing Days:	Daily – Monday to Friday
Ramazan Dealing Time:	(Mon - Thr) 8:00 A.M to 2:00 P.M (Friday) 8:00 A.M to 12:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	1.0% 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:	Muhammad Imran, CFA, ACCA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (Very High Investment Management Standards)

## 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

During the month under review, the Fund posted an annualized return of 31.3% as compared to the Benchmark return of 6.8%. Outperformance of the Fund during the month is due to mark to market gain of Cement Sector Sukuk which was reclassified as performing during the month. During FY14, the Fund has posted 13.7% annualized return versus 6.6% by the Benchmark, hence an outperformance of 7.1% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks with current weightage at around 12% is diversified among Cement, Electricity, and Fertilizer sub sectors. Around 84.8% allocation in bank deposits provides diversification and liquidity to the portfolio. Going forward we will rebalance the allocation of the portfolio based on the capital market outlook.

The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio is around 19.2% p.a. and weighted average time to maturity is 2.0 years. The weighted average time to maturity of the Fund is 0.25 years. Hence, for investors with medium to long term investment horizon, the Fund offers an attractive opportunity to earn decent returns. However, since Sukuks prices may go up or down, therefore, only investors with medium-term investment horizon are advised to invest in this Fund.

## Asset Allocation (% of Total Assets) 30-June-14 30-May-14

	30-June-14	30-May-14
Sukuks	12.30%	16.38%
Cash Equivalents	84.83%	78.93%
Other including receivables	2.87%	4.69%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Top Sukuk Holdings (as at June 30, 2014)

Name of Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	5.27%
K Electric Azm Sukuk	3.53%
Maple Leaf Cement (Sukuk I)	3.50%
<b>Total</b>	<b>12.30%</b>

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.2,013,957/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0436/0.53%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2014.

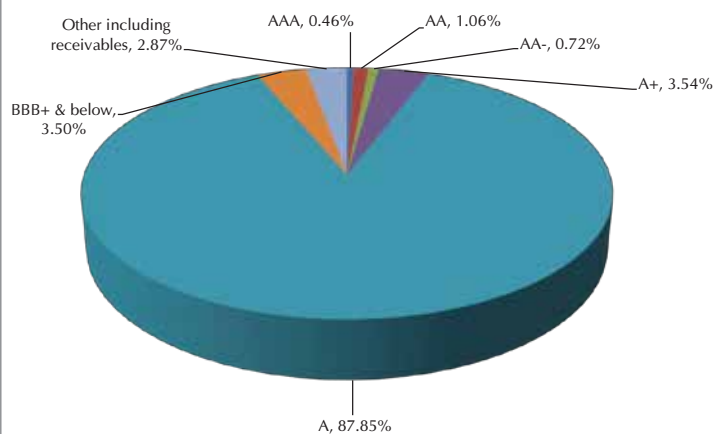
## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Muhammad Imran, CFA, ACCA

Note: 1) The calculation of performance does not include cost of front-end load.

2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

## Credit Quality of the Portfolio as of June 30, 2014 (% of Total Assets)



**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 dependent 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.