



Performance

Performance %	September 2013 *	FYTD Jul 2013 - Sep 2013*	Trailing 12 Months Oct 12 -Sep 13 *	Since Launch October 29, 2007 **
NAFA Islamic Aggressive Income Fund	10.34%	4.27%	8.71%	5.13%
Benchmark	6.41%	6.45%	6.68%	6.75%

* Annualized Simple 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. 164 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% (Nil on investment above Rs. 16 million), 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: Muhammad Imran, CFA, ACCA
Minimum Subscription: 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 10.3% as compared to the benchmark return of 6.4%. Outperformance of the Fund during the month is due to the profit & principal repayment of cement sector Sukuks which are valued at a discount to their par values. During CY13 to date, the Fund has posted 8.2% annualized return versus 6.6% by the benchmark.

The allocation in corporate Sukuks with current Weightage at 24.90% of the Gross Assets is diversified among Cement, Fertilizer and Consumer Electronics sub-sectors. Around 29% of the portfolio is allocated to AAA rated GoP Ijarah Sukuks which coupled with 40.13% 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 15.49% p.a. and weighted average time to maturity is 1.41 years. The weighted average time to maturity of the Fund is 0.77 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-Sep-13 30-Aug-13

	30-Sep-13	30-Aug-13
Sukuks	24.90%	28.02%
GOP Ijarah Sukuks - Govt. Backed	28.61%	28.84%
Cash Equivalents	40.13%	35.58%
Other including receivables	6.36%	7.56%
Total	100.00%	100.00%
Leverage	Nil	Nil

Top 10 Sukuk (as at September 30th, 2013)

Name of Sukuk	% of Total Assets
Engro Fertilizer Limited (Sukuk)	13.51%
GOP Ijarah (Sukuk IX)	8.98%
GOP Ijarah (Sukuk X)	8.38%
GOP Ijarah (Sukuk V)	5.86%
Maple Leaf Cement (Sukuk I)	5.54%
Kohat Cement Limited (Sukuk)	4.95%
GOP Ijarah (Sukuk XI)	2.40%
GOP Ijarah (Sukuk XIII)	1.79%
GOP Ijarah (Sukuk VII)	1.20%
Pak Elektron Limited (Sukuk)	0.90%
Total	53.51%

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.1,405,512/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0759/0.93%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2013.

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

Credit Quality of the Portfolio as of September 30th, 2013 (% of Total Assets)

