

Performance

Performance % **	April 2011	Since Launch August 21, 2010
NAFA Asset Allocation Fund	0.58%	16.88%
Benchmark	1.00%	11.29%

* Ex-Dividend Price

** Cumulative returns are net of management fee & all other expenses

General Information

Launch Date:	August 21, 2010
Fund Size:	Rs. 236 million
Type:	Open-end – Asset Allocation Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	9:00 A.M to 4:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end – 2%, Back end - 0%
Management Fee:	2% per annum
Risk Profile	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE-30 Index
Fund Manager:	Hussain Yasar
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- by PACRA

Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

Fund Manager Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) Net Asset Value (NAV) increased by 0.58% while the benchmark (1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index) increased by 1.00%. Thus your FUND under-performed the benchmark by 0.42%. Since inception on August 21, 2010 your Fund has increased by 16.88%, while the Benchmark has increased by 11.29%. Thus, to-date the out-performance of your Fund stands at 5.59%. This out-performance is net of management fee and all other expenses.

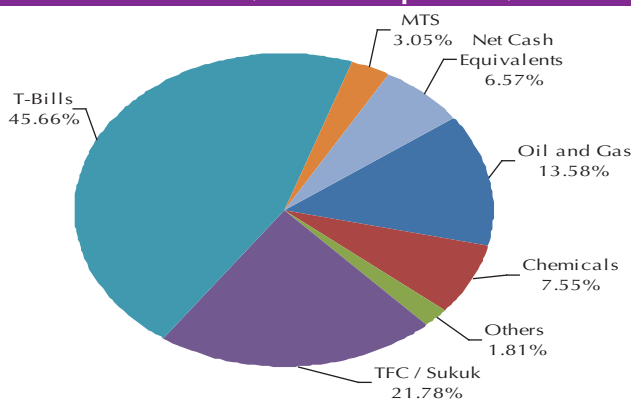
NAAF is an asset allocation fund and market weight implies 33% weight in equities, 33% in money market instruments and 33% in fixed income asset class. At the start of the month NAAF was around 16% invested in equities. The market mostly remained sideways in the absence of major triggers. As the market sentiments improved, we enhanced NAAF's exposure in selected high dividend yielding and fundamentally attractive stocks. We have made investments in selected stocks in the Oil & Gas sector as well as in the Power and Fertilizer sub-sectors. The Fund is over-weight in the Electricity sector. The Fund invested major portion of the portfolio in T-Bills with a weighted average maturity below 60 days on concerns of rise in interest rates. At the end of the month, NAAF was around 23% invested in equities, 46% in money market instruments and around 22% in "AA" rated TFCs. The Fund has also invested around 3% in the newly launched stock market leverage product, namely Margin Trading System (MTS).

In line with its strategy NAAF invests in high dividend yielding stocks with stable earnings stream and low business risk. We are monitoring the capital market conditions closely and will shift our allocation accordingly.

Asset Allocation (% of NAV) 29-Apr-11 31-Mar-11

Asset Allocation (% of NAV)	29-Apr-11	31-Mar-11
Equities / Stock	22.94%	15.95%
TFC	21.78%	22.19%
Cash Equivalents	7.46%	12.08%
T-Bills	45.66%	44.72%
MTS	3.05%	6.58%
Other Net Liabilities	-0.89%	-1.52%
Total	100.00%	100.00%
Leverage	Nil	Nil

Asset Allocation (as on 29th April 2011)



Top Ten Holdings (as on 29th April 2011)

Name	Asset Class	% of NAV
Engro Corp. Rupiya Certificate	TFC	7.19%
United Bank Ltd III	TFC	6.41%
Pakistan Oilfields Ltd.	Equity	5.90%
Fauji Fertilizer Co. Ltd.	Equity	4.56%
Pak Petroleum Ltd.	Equity	4.27%
Bank Alfalah Ltd - II	TFC	4.13%
Allied Bank Ltd.	TFC	4.05%
Oil & Gas Dev.Co. Ltd.	Equity	3.38%
Fauji Fertilizer Bin Qasim	Equity	2.47%
Hub Power Company Ltd.	Equity	1.67%
Total		44.03%

Name of the Members of Investment Committee

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