



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/12/2012): Rs.11.4448

December 2012

Performance

Performance %	December 2012	Jul. 2012 - Dec. 2012	Trailing 12 Months Jan 2012 - Dec 2012	Since Launch August 21, 2010
NAFA Asset Allocation Fund *	0.90%	10.74%	24.35%	51.33%
Benchmark	1.28%	7.87%	17.45%	30.78%

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

General Information

Launch Date:	August 21, 2010
Fund Size:	Rs.684 million
Type:	Open-end – Asset Allocation Fund
Dealing Days:	Daily – Monday to Friday (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Dealing Time:	2-3 business days
Settlement:	Forward Pricing
Pricing Mechanism:	Front end – 2%, Back end - 0%
Load:	2% per annum
Management Fee:	Moderate
Risk Profile:	Lahore Stock Exchange
Listing:	Central Depository Company (CDC)
Custodian & Trustee:	A. F. Ferguson & Co.
Auditors:	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:	Ammar Rizki
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's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) Net Asset Value (NAV) increased by 0.90% while the benchmark increased by 1.28%. Thus your Fund under-performed the benchmark by 0.38%. In CY2012, the NAV of NAAF increased by 24.35%, while the benchmark increased by 17.45%, resulting into an outperformance of 6.90%. Since inception on August 21, 2010 the Fund's unit price has increased by 51.33%, while the Benchmark has increased by 30.78%. Thus, to-date the out-performance of your Fund stands at 20.55%. This out-performance is net of management fee and all other expenses.

During the month, the market's trend remained modestly positive. NAAF remained over-weight in equities during most of the month and at the end of month the Fund was around 54% invested in the stock market. During the month, NAAF's key holdings in the Construction & Materials and Food Producers sectors performed better than the benchmark, which benefited the Fund. On the other hand, drag on the Fund performance was its under-weight stance in key stocks in the Banking sector, which out-performed. During the month of December, the weightage of NAAF in the Banking, Chemicals and Oil & Gas sectors was increased and was reduced in the Food Producers sector.

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

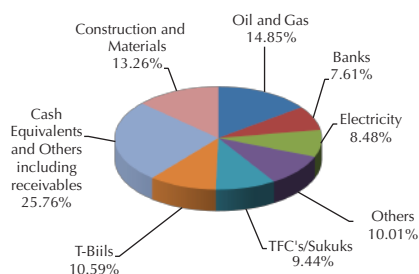
Asset Allocation (% of Total Assets)	31-Dec-12	30-Nov-12
Equities / Stocks	54.21%	50.07%
TFCs	9.44%	6.77%
Cash Equivalents	24.42%	28.80%
T-Bills	10.59%	10.98%
Others including receivables	1.34%	3.38%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

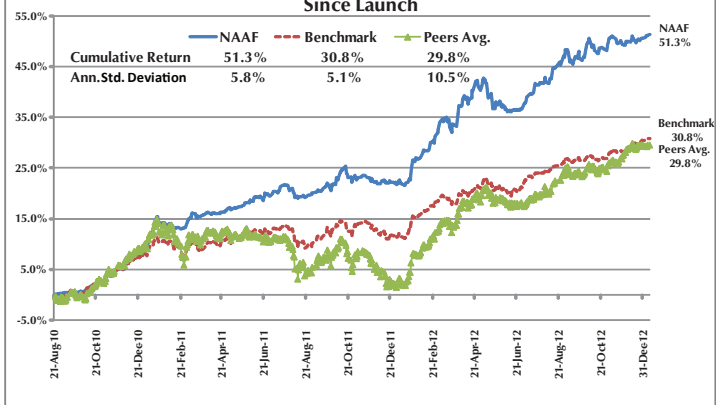
	PER	PBV	DY
NAAF	6.3	2.0	8.1%
KSE-30	8.3	3.8	7.3%

** Based on NAFA's estimates

Asset Allocation (% of Total Assets)(as on 31st December, 2012)



Relative Performance of NAFA Asset Allocation Fund (NAAF) Since Launch



Top Ten Holdings (as on 31st December, 2012)

Name	Asset Class	% of Total Assets
Pakistan Oilfields Ltd	Equity	7.72%
Hub Power Company Ltd	Equity	6.62%
Attock Cement Pakistan Ltd	Equity	4.37%
Kot Addu Power Company Ltd	Short Term Sukuk	4.32%
Lucky Cement Ltd	Equity	4.09%
Fauji Fertilizer Co Ltd	Equity	4.04%
Pakistan Petroleum Ltd	Equity	3.66%
Allied Bank Limited I	TFC	3.66%
Nishat Mills Ltd.	Equity	3.59%
Oil & Gas Dev.Co Ltd	Equity	3.46%
Total		45.53%

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 3,105,847/-f the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0520/0.57%.For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended Sep 30, 2012.

Name of the Members of Investment Committee

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

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