



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/07/2012): Rs.10.7432

July 2012

Performance			
Performance % *	July 2012	Trailing 12 Months Aug. 2011-Jul. 2012	Since Launch August 21, 2010
NAFA Asset Allocation Fund	3.95%	17.43%	42.05%
Benchmark	2.42%	9.90%	24.17%

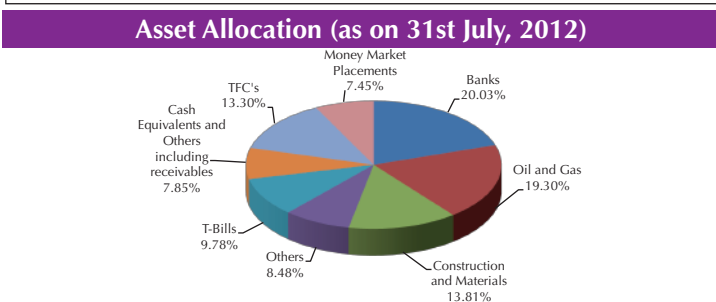
* Cumulative returns are net of management fee & all other expenses

General Information		Investment Objective
Launch Date:	August 21, 2010	To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.
Fund Size:	Rs.499 million	
Type:	Open-end – Asset Allocation Fund	Fund Manager's Commentary
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	During the month under review, NAFA Asset Allocation Fund's (NAAF) Net Asset Value (NAV) increased by 3.95% while the benchmark increased by 2.42%. Thus your Fund out-performed the benchmark by 1.53%. Since inception on August 21, 2010 the Fund has increased by 42.05%, while the Benchmark has increased by 24.17%. Thus, to-date the out-performance of your Fund stands at 17.88%.
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	At the beginning of the month, NAAF was around 27% invested in equities. Expecting a positive trend in the market we increased the NAAF's allocation in equities. NAAF's key holdings in the Banking and Cement sub-sectors performed better than the market, which contributed to its out-performance. The Fund also benefited from its under-weight position in selected fertilizer sub-sector and Fixed Line Telecommunication stocks that lagged the market. During the month we increased the weightage of NAAF in the Banks, Construction & Material sectors and Oil & Gas Exploration and Fertilizer sub-sectors. At the end of the month the Fund was around 62% invested in equities.
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	
Asset Manager Rating:	AM2 by PACRA	

Asset Allocation (% of Total Assets)	31-July-12	29-June-12
Equities / Stocks	61.62%	27.32%
TFCs	13.30%	12.66%
Cash Equivalents	5.87%	9.82%
Money Market Placements (Short Term Sukuk)	7.45%	7.15%
T-Bills	9.78%	40.26%
Others including receivables	1.98%	2.79%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NAAF	5.9	2.4	8.0%
KSE-30	7.6	3.7	7.7%

** Based on NAFA's estimates



WORKERS' WELFARE FUND (WWF)
The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 2,358,700/-If the same were not made the NAV per unit/return of scheme would be higher by Rs.0.0508/ 0.56%.For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended 31, March 2012.

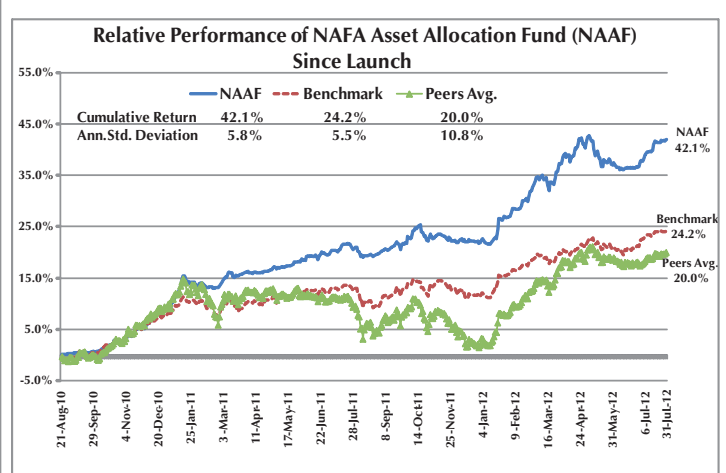
Name of the Members of Investment Committee	
Dr. Amjad Waheed, CFA	Sajjad Anwar, CFA
Tanvir Abid, CFA, FRM	Ahmad Nouman, CFA
Hussain Yasar	

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 3.95% while the benchmark increased by 2.42%. Thus your Fund out-performed the benchmark by 1.53%. Since inception on August 21, 2010 the Fund has increased by 42.05%, while the Benchmark has increased by 24.17%. Thus, to-date the out-performance of your Fund stands at 17.88%.

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As the graph depicts, NAAF has generated superior return along with downside protection due to proactive asset allocation and better security selection. We will strive to offer better returns to the investor going forward as well.



Top Ten Holdings (as on 31st July, 2012)		
Name	Asset Class	% of Total Assets
Pakistan Petroleum Ltd	Equity	9.04%
Pakistan Oilfields Ltd	Equity	8.27%
Hub Power Company	SUKUK	7.45%
MCB Bank Ltd	Equity	6.92%
Fauji Fertilizer Co Ltd	Equity	6.78%
D. G. Khan Cement Co	Equity	5.13%
Allied Bank Ltd I	TFC	4.95%
Attock Cement Pakistan Ltd	Equity	4.91%
Bank Al-Falah Ltd	Equity	4.57%
Lucky Cement Ltd	Equity	3.77%
Total		61.79%

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 dependant 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.