



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/10/2013): Rs.11.6771

October 2013

Performance

Performance %	October 2013*	FYTD Jul 2013 - Oct 2013*	Trailing 12 Months Nov. 2012 - Oct. 2013*	Since Launch August 21, 2010**
NAFA Asset Allocation Fund *	0.66%	2.63%	24.08%	21.21%
Benchmark	2.03%	4.19%	15.98%	12.96%

* Cumulative Returns
** Annualized Return [Net of management fee & all other expenses]

General Information

Launch Date:	August 21, 2010
Fund Size:	Rs. 1,456 million
Type:	Open-end – Asset Allocation 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 – 3% (Nil on investment above Rs. 16 million) 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:	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 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) unit price (NAV) increased by 0.7% while the benchmark increased by 2.0%. Thus your Fund underperformed the benchmark by 1.3%. Since inception on August 21, 2010 the Fund has posted 85.1% return, versus 47.7% by the benchmark. Thus, to date the cumulative outperformance of your Fund stands at 37.4%. This outperformance is net of management fee and all other expenses.

The stock market remained dull during the first half as the investors remained on the sidelines before the Eid-ul-Azha holidays, but several factors such as PM's visit to U.S, delay in tapering of QE, release of CSF money, and strong results in the Oil and Gas Sector rekindled foreign and local investor interest. Overall, KSE-100 Index gained 4.3% during October 2013. NAAF started off the month with an allocation of around 5% in equities, which was increased to around 13% towards the end of the month. The Fund underperformed the benchmark as it was underweight in equities. During the month, allocation was increased in all the sectors barring Chemicals and Electricity sectors, where the allocation was slightly reduced.

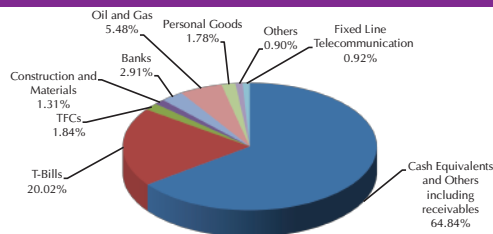
Asset Allocation (% of Total Assets)	31-Oct-13	30-Sep-13
Equities / Stocks	13.30%	5.40%
TFCs	1.84%	2.00%
T-Bills	20.02%	36.90%
Cash Equivalents	63.80%	54.46%
Others including receivables	1.04%	1.24%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

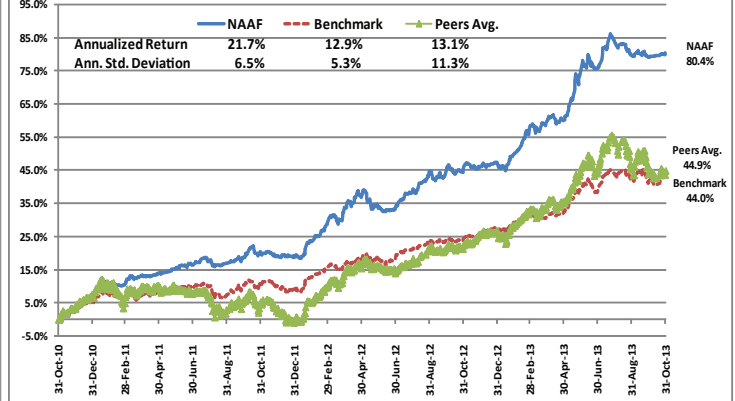
	PER	PBV	DY
NAAF	6.8	1.8	7.3%
KSE-30	7.8	2.0	7.0%

*** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 31st October, 2013)



Relative Performance of NAFA Asset Allocation Fund (NAAF) for the Last Three Years



Top Holdings (as on 31st October, 2013)

Name	Asset Class	% of Total Assets
Oil & Gas Dev.Co Ltd	Equity	2.56%
Bank Al-Falah Ltd	Equity	2.19%
Pakistan State Oil Co. Ltd	Equity	2.06%
Allied Bank Ltd I	TFC	1.27%
Nishat Mills Ltd	Equity	0.93%
Pakistan Telecommunication Ltd	Equity	0.91%
Nishat (Chunian) Ltd	Equity	0.86%
Pakistan Petroleum Ltd	Equity	0.86%
Pioneer Cement Ltd	Equity	0.79%
Bank AL-Habib Ltd	Equity	0.72%
Total		13.15%

Name of the Members of Investment Committee

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

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 6,959,310/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0558/0.59%. For details investors are advised to read Note 8 of the Financial Statements of the Scheme for the period ended September 30, 2013.

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.