



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/04/2012): Rs. 8.8750

April 2012

Performance

Performance %	April 2012**	Jul. - Apr. 2011 - 2012**	Trailing 12 Months*	Since Launch March 29, 2008*
NAFA Income Fund	-1.34%	-8.61%	-15.13%	0.23%
Benchmark	0.94%	10.30%	12.65%	12.77%

* Represent Annualized Return - (based on morning star formula)

** Represent Cumulative Return

(Returns are net of management fee & all other expenses)

General Information

Launch Date:	March 29, 2008
Fund Size:	Rs. 410 million
Type:	Open-end – 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: 1.0%, Back end: 0%
Management Fee:	2.0% per annum
Risk Profile:	Low
Fund Stability Rating	"A- (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	MCB Financial Services Limited
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	6-Month KIBOR
Fund Manager:	Ahmad Nouman, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- 'Positive Outlook' by PACRA

Investment Objective

To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

Fund Manager Commentary

The Fund's unit price declined by 1.34% during April 2012. This was on account of rating downgrade of a Telecom sector TFC, and subsequent decline in the market price of that TFC. The issuer is expected to pay its outstanding payment within two months, and the unrealized loss is expected to reverse.

The Fund's allocation in TFCs is around 58%. Allocation to Government securities is around 39% of the net assets. All TFCs in the Fund are floating rate instruments linked to KIBOR. The weighted average price of the TFC portfolio is around Rs.85.05 against the par value of Rs.100.

The weighted average Yield-to-Maturity of the Fund is around 15.68% p.a. while its weighted average time to maturity is 1.24 years. This yield does not include potential recovery in fully provided TFCs (Rs 221 mln Face Value) which if materializes would increase the future returns. Thus, the Fund is expected to perform well over medium term horizon. However, TFCs prices may go up and/or down. Therefore, only long-term investors are advised to invest in this Fund.

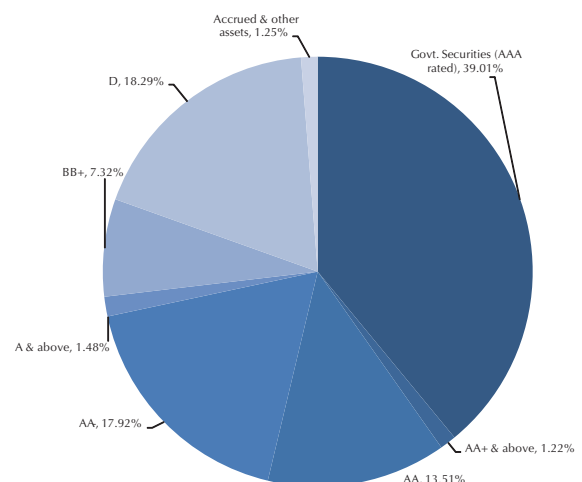
Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets	Yield to Maturity per annum
Eden Housing (Sukuk II)	SUKUK	62,812,500	21,897,128	40,915,372	9.98%	9.87%	28.67%
Saudi Pak Leasing	TFC	51,529,950	17,507,455	34,022,495	8.30%	8.21%	19.37%
Agritech Limited II	TFC	149,875,800	149,875,800	-	-	-	-
Agritech Limited V	TFC	22,180,000	22,180,000	-	-	-	-
New Allied Electronics (Sukuk II)	SUKUK	49,054,371	49,054,371	-	-	-	-
Total		335,452,621	260,514,754	74,937,867	18.28%	18.08%	

Asset Allocation (% of NAV) 30-Apr-12 30-Mar-12

	30-Apr-12	30-Mar-12
TFCs / Sukuks	57.50%	58.69%
T-Bills	38.04%	36.50%
PIBs	0.12%	0.12%
Islamic Commercial Paper	1.22%	1.20%
GOP Ijara Sukuks - Govt. Backed	0.85%	0.84%
Cash Equivalents	1.02%	1.81%
Other Net Assets	1.25%	0.84%
Total	100.00%	100.00%
Leverage	Nil	Nil

Credit Quality of the Portfolio as of April 30, 2012 (% of NAV)



Top TFC/SUKUK Holdings (as at April 30, 2012)

Name of TFCs / Sukuks	% of Net Assets
Eden Housing (Sukuk II)	9.98%
Engro Fertilizer Limited (PPTFC)	9.61%
Saudi Pak Leasing	8.30%
World Call Telecom Limited	7.32%
Faysal Bank Limited	6.32%
Pakistan Mobile Communication Limited	5.91%
United Bank Limited IV	3.66%
Bank Alfalah Limited (Floater)	2.50%
Allied Bank Limited II	2.44%
NIB Bank Limited	1.46%
Total	57.50%

Name of the Members of Investment Committee

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

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.