



National Fullerton  
Asset Management Limited

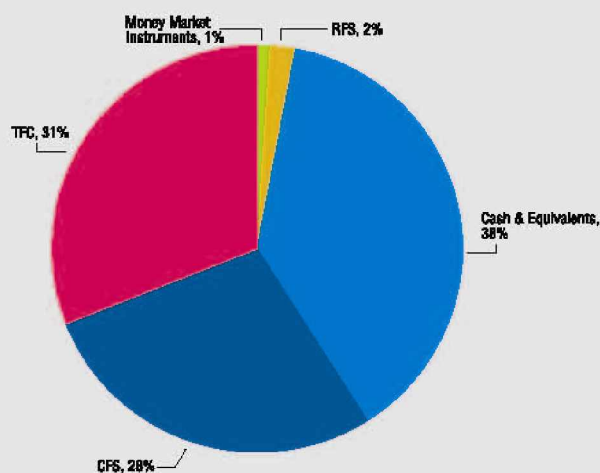
# NAFA Cash Fund (NCF)

Unit Price (30/04/2008): Rs. 10.6048

| Investment Objective  | Performance   |                     |                     |                |              |                             |
|---|---|---------------------|---------------------|----------------|--------------|-----------------------------|
|   | Annualized Performance (%)*   | May - Apr (07 - 08) | Nov - Apr (07 - 08) | Feb - Apr 2008 | April 2008   | Since Launch April 22, 2006 |
| To seek preservation of capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions. | <b>NAFA Cash Fund:</b>  | <b>9.9%</b>         | <b>9.7%</b>         | <b>10.0%</b>   | <b>10.3%</b> | <b>10.3%</b>                |
|   | <b>Benchmark:</b>   | 10.2%               | 10.4%               | 10.6%          | 10.5%        | 10.1%                       |
|   | <b>Monthly profit on Rs. 100,000 invested</b>   | Rs. 9,897           | Rs. 4,815           | Rs. 2,433      | Rs. 844      | **Rs. 20,923                |
|   | * Returns are net of management fee & all other expenses<br>** Represents cumulative profit since inception |                     |                     |                |              |                             |

| General Information   | Fund Manager's Commentary  |
|---|--|
| Launch Date: April 22, 2006<br>Fund Size: Rs. 25.371 billion<br>Type: Open-end – Fixed Income Fund<br>Dealing: Daily<br>Settlement: 2-3 business days<br>Load: No entry or exit load<br>Management Fee: 1.5% per annum<br>Fund Stability Rating: A(f)<br>Performance Rating: 5-Star (ICR-VIS)             | NAFA Cash Fund earned an annualized return of 10.3% for the month of April. Return for the month of April is attributable to our timely investment in good rated Term Finance Certificates as well as rise in CFS rates.<br><br>It is most likely that tightening of the Monetary Policy shall persist due to the State Bank of Pakistan's stance on curbing inflation. Inflationary pressures are expected to persist due to exorbitant increase in oil and food prices, coupled by energy scarcity. Any rise in interest rates shall impact KIBOR as well. |
| Listing: Lahore Stock Exchange<br>Custodian & Trustee: Central Depository Company (CDC)<br>Auditors: A. F. Ferguson & Co. Chartered Accountants<br>Benchmark: 1-Month KIBOR<br>Fund Manager(s): Ms. Rukhsana Narejo, CFA<br>Minimum Subscription: Growth Unit: Rs. 10,000/-<br>Income Unit: Rs. 100,000/- |  |

Asset Allocation (as on 30th April, 2008)



NAFA Cash Fund is a short duration Fund. Return of a majority of its assets is linked to KIBOR rates. The Fund's 59% investment is in Corporate bonds and CFS, which are floating-rate and short-duration investments. Returns on investment in TFCs are expected to improve on account of rising interest rate scenario. Average CFS rates have also improved and are expected to remain high during the month due to continuous rise in benchmark rates. Tightening of the Monetary Policy is impacting liquidity in the market due to which investment in TDRs is also yielding higher returns. On the whole, the Fund is maintaining a short duration in order to avoid interest rate risk. The weighted average rating of the TFCs and COIs is "A", which is an indication of the good credit quality of the portfolio.

NAFA Cash Fund is expected to benefit from expected widening of spreads and its shorter duration.

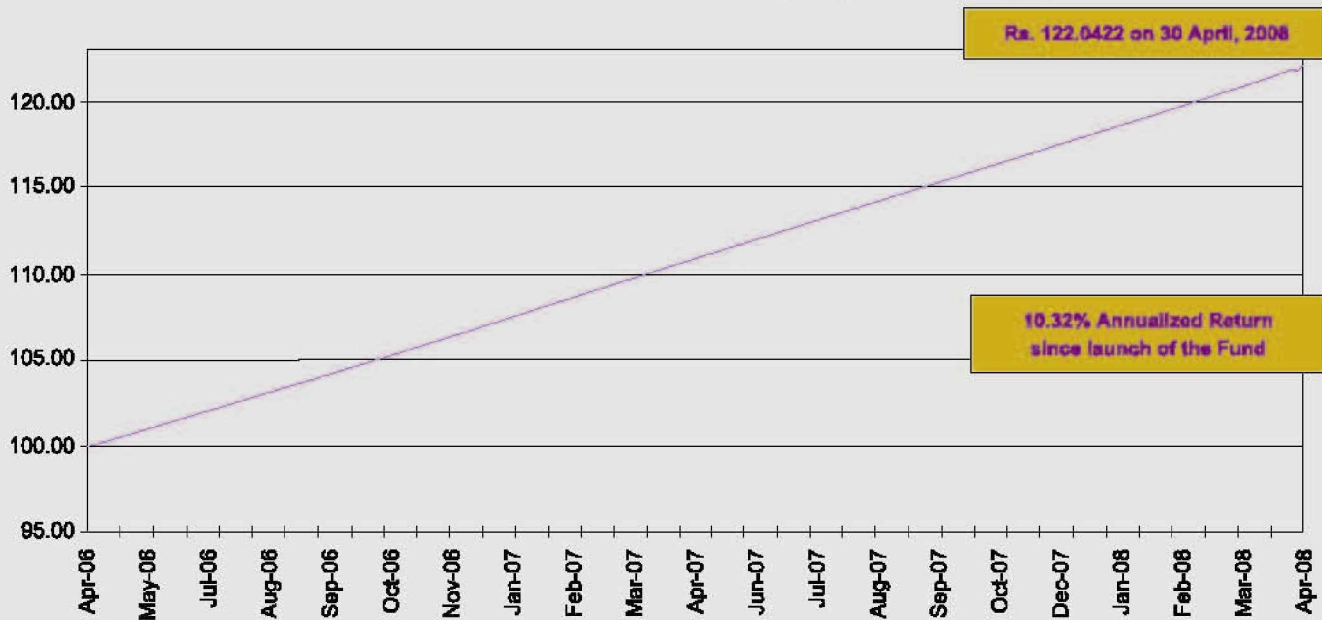
**Disclaimer:** The price of units may go down as well as up. Please refer to the respective offering document(s).



# NCF Performance Chart

## NAFA Cash Fund Performance Chart

**Value of Rs. 100 invested in NAFA Cash Fund (NCF) at launch (April 22, 2006)**



*\*\* Net of all expenses, including management fee*

*The unit price has not declined by even one paisa on any single day since launch of the fund in April 2006*