



National Fullerton
Asset Management Limited

NAFA Cash Fund (NCF)

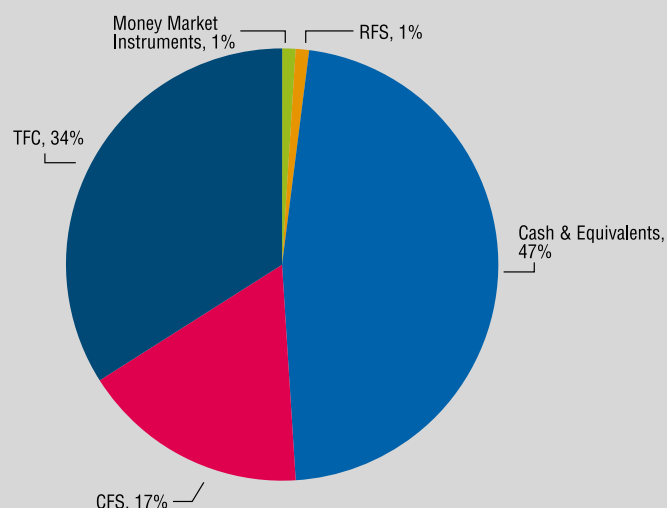
Unit Price (30/06/2008): Rs. 10.7769

June 2008

Investment Objective	Performance					
	Annualized Performance (%)*	July - June 2007 - 2008	Jan - June 2008	Apr - June 2008	June 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.	NAFA Cash Fund:	9.85%	9.88%	10.16%	10.69%	10.31%
	Benchmark:	10.64%	11.20%	11.98%	13.62%	10.26%
	Monthly profit on Rs. 100,000 invested	Rs. 9,874	Rs. 4,812	Rs. 2,443	Rs. 838	**Rs. 24,023
	* Returns are net of management fee & all other expenses ** Represents cumulative profit since inception					

General Information		Fund Manager's Commentary
Launch Date:	April 22, 2006	During the month, NAFA Cash Fund has earned an annualized return of 10.69%. The return is approximately 114 basis points higher than last month's return.
Fund Size:	Rs. 24.044 billion	
Type:	Open-end – Fixed Income Fund	Money market remained short in liquidity during the month. Liquidity crunch is a normal scenario during this time of the year, but it has been exacerbated by increase in CRR and SLR limits of banks during the month of May 2008.
Dealing:	Daily	
Settlement:	2-3 business days	CFS rates closed at 16.16% on the last day of the month. CFS rates remained volatile and fluctuated in a range of 14.76% to 20.33% during the month. CFS volumes have also decreased due to lower volumes in equity market.
Load:	No entry or exit load	
Management Fee:	1.5% per annum	Attached chart shows the asset allocation. As of June 30, 2008 allocation in TFCs, Cash and Equivalents, CFS and Money Market instruments are 34%, 47%, 17% and 1% of the Fund size respectively. 6-Month KIBOR rates closed at 14.19% from 13.07% a month earlier. TFCs coupon rates are linked to KIBOR rates. Return on this portfolio increased to around 12.9% during the month in comparison to 12.2% a month earlier. We expect the coupons on the remaining 50% of our TFC portfolio to be reset over the next three months, which will further enhance the return of the Fund.
Fund Stability Rating:	A(f)	
Performance Rating:	5-Star (JCR-VIS)	Inflation as measured by CPI has increased to 11.10% for the period of July, 2007 to May, 2008. It is further expected to jump in the coming months due to increase in oil, food and utility prices. Higher Inflation may lead to further increase in interest rates. Since rate on Income Funds assets are primarily linked to interest rates, NAFA Cash Fund's rate is expected to rise as long as interest rates continue their upward journey.
Listing:	Lahore Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	1-Month KIBOR	
Fund Manager(s):	Ms. Rukhsana Narejo, CFA	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (as on 30th June 2008)



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