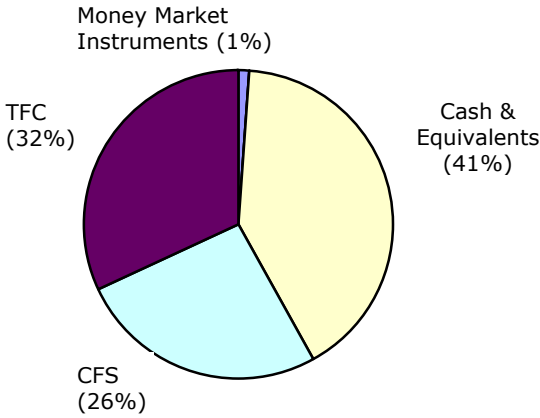


Investment Objective	Performance					
To seek preservation of capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.	Annualized Performance (%) *	Jan. – Dec. 2007	Oct. – Mar. 2007 - 08	Jan. – Mar. 2008	March 2008	Since Launch April 22, 2006
	NAFA Cash Fund	10.3%	9.4%	9.3%	9.1%	10.8%
	Benchmark	9.4%	9.6%	9.6%	9.7%	9.8%
	Monthly profit on Rs. 100,000 invested	Rs. 857	Rs. 785	Rs. 771	Rs. 772	** Rs. 21,065
<i>* Returns are net of management fee & all other expenses</i> <i>** Represents cumulative profit since inception</i>						

General Information	Fund Manager Commentary
<p>Launch Date: April 22, 2006 Fund Size: Rs. 25.1 billion Type: Open-end – Fixed Income Fund Dealing: Daily Settlement: 2-3 business days Load: No entry or exit load Management Fee: 1.5% per annum Fund Stability Rating: A(f) Performance Rating: 5-Star (JCR-VIS)</p>	<p>NAFA Cash Fund has completed 23 months of operations in March since its launch. It remained the best performing Fund in terms of risk adjusted return among its peers. The unit price did not drop by even one paisa on any day since the launch of the fund about 2 years ago. In the short span of 23 months, the fund size has grown to Rs.25.1 billion. NAFA Cash Fund yielded an annualized return of 9.1% in March. The Fund size increased during the month by 2%.</p> <p>During the month the average 6-Months KIBOR rate increased from 10.27% to 10.32%. KIBOR rates witnessed a slight increase during the month and are expected to rise further due to rising inflation and government borrowing. The impact of increase in KIBOR rates shall gradually increase the return of the Fund as well. The partial commissioning of CFS MKII is expected by the first week of April. The system is scheduled to be fully commissioned by July 1, 2008. This will benefit your Fund as costs are expected to go down and rates are expected to improve.</p> <p>The rising trend in Interest Rates is expected to persist due to high levels of inflation induced by rising fuel and food prices, and heavy government borrowings. This is likely to benefit your Fund due to its investments in short term and floating rate instruments. Moreover, fixed income investments are being made in sectors where potential lies for growth and profitability thereby improving the asset quality of your Fund.</p> <p>Based on the current economic scenario, we are currently maintaining a short duration in order to benefit from any interest rate rise in the future.</p>
<p>Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson & Co. Benchmark: 3-Month T-Bills Fund Manager: Ms. Rukhsana Narejo, CFA Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	
<p>Asset Allocation (as on 31st March 2008)</p> 	
<p>Disclaimer: The price of units may go down as well as up. Please refer to respective offering document(s).</p>	

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