



**National Fullerton
Asset Management Limited**

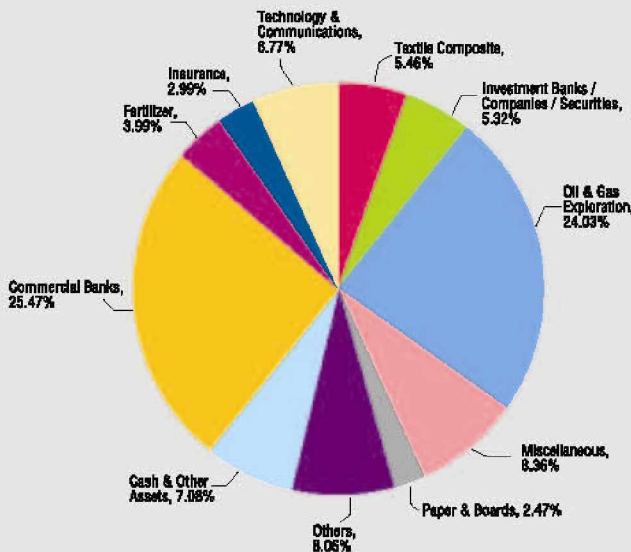
NAFA Stock Fund (NSF)

NAV per unit (30/04/2008): Rs. 14.0219

Investment Objective	Performance					
	Return (%)*	May - Apr (07 - 08)	Nov - Apr (07 - 08)	Feb - Apr (2008)	April 2008	Since Launch January 22, 2007
To provide investors with long-term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.	NAFA Stock Fund:	42.71%	2.90%	5.93%	-0.11%	69.90%
	Benchmark:	17.99%	5.04%	8.77%	-1.51%	35.59%
	* Returns are net of management fee & all other expenses					

General Information	Fund Manager's Commentary
<p>Launch Date: January 22, 2007 Fund Size: Rs. 2,977 million Type: Open-end - Equity Fund Dealing: Daily Settlement: 2-3 business days Load: Front end - 3%, Back end - 0% Management Fee: 3% per annum</p>	<p>During the month under review, KSE-30 Index decreased by 1.51%, whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) decreased only by 0.11%, thus an out-performance of 1.40% was recorded. Since inception on Jan. 22, 2007 the NAV of NSF has risen by 69.90% and the benchmark has risen by 35.59%, thus to date out-performance is 34.31%.</p> <p>The month of April 2008 witnessed average market volume of 151 million, which is 4% higher than the last month. Net Foreign Portfolio Investment of USD \$3.38 million was witnessed during the month, which kept the market in a consolidating phase. The entire month was influenced by the political developments and the rumors of the imposition of Capital Gains Tax on the stock market.</p>
<p>Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company Auditors: A. F. Ferguson & Co. Chartered Accountants Benchmark: KSE-30 Index Fund Manager(s): Khurram Shehzad, CFA Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	

Asset Allocation (as on 30th April, 2008)



We remained overweight in the Oil & Gas Exploration sector which out-performed the KSE-30 Index (Benchmark) by 8.28% during the month. Our underweight in the Banking and Insurance sector also added to our out-performance. We overweighted the Miscellaneous sector, which out-performed the Benchmark by 3.86%.

We maintained an average weight of almost 98% in the market, as we believed that the discount from valuations is available in stocks in our portfolio. Moreover, the expected range bound movement of the stock market did not justify an exit from the market.

In our opinion the decline this month was a result of the expected macro-economic tightening in view of the pressure on currency. Going forward we believe that banking sector earnings, for the 2QCY2008, will improve as one-time provisions have depressed 1QCY2008 earnings. Furthermore, earnings growth in the Oil & Gas Exploration sector will also provide support to the market. However, we will be conservative in our equity allocation for the next couple of months due to the uncertainty stemming from politics, capital gains tax and a tough budget.

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