



National Fullerton
Asset Management Limited

NAFA Multi Asset Fund (NMF)

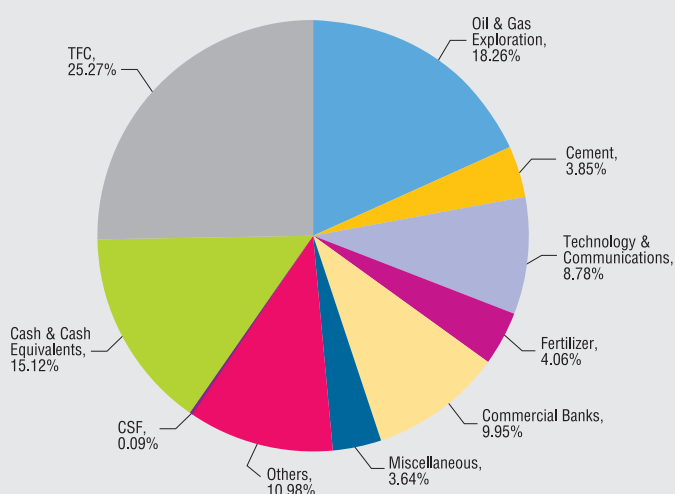
NAV per unit (31/08/2008): Rs. 9.6513

August 2008

Investment Objective	Performance					
To provide investors with a combination of capital growth and income. NMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, CFS etc.	Return (%)*	Jan - Jun 2007	Jul - Dec 2007	Jan - Jun 2008	Aug 2008	Since Launch January 22, 2007
	NAFA Multi Asset Fund:	28.96%	11.69%	-11.46%	-7.65%	17.78%
	Benchmark: (50% KSE-30 Index & 50% 1-month KIBOR)	15.22%	1.99%	-11.83%	-7.05%	-3.70%
*Returns are net of management fee & all other expenses						

General Information		Fund Manager's Commentary
Launch Date:	January 22, 2007	During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) decreased by 7.65% while the benchmark (50% KSE-30 index & 50% 1-month KIBOR) decreased by 7.05%. Thus, your Fund under-performed the benchmark by 0.60% during the month. Since inception on January 22, 2007 your Fund has risen by 17.78%, while the benchmark has fallen by 3.70%. Thus, to-date, the out-performance of your Fund stands at 21.48%.
Fund Size:	Rs. 2,194 million	
Type:	Open-end – Balance Fund	During the month under review we increased exposure in Equity from 35% to 60%. This was based on the compelling market valuations. The decision initially proved correct, as the KSE-30 index rallied 16% from its low of 10786. However, it proved short lived, as break up of the political coalition depressed investor sentiments. Gradual offloading by foreign investors and distress selling by leveraged investors plunged the KSE-30 index to 10144 level. At this level the KSE management announced a downside freeze on price levels.
Dealing:	Daily	
Settlement:	2-3 business days	The valuations remain attractive as market price-to-earning ratio hovers around 7x, while blue chip companies are providing yield above 12%. For this reason we are maintaining our allocation to Equity at 60% and Fixed Income at 40%.
Load:	Front end – 3%, Back end - 0%	
Management Fee:	2.5% per annum	On the Fixed Income (F.I.) side, we have increased our exposure in TFCs/ sukuks to 25%. This is expected to further improve the yield of our Fixed Income portfolio, as the yields have been reset with the new KIBOR. However, we have reduced exposure in CFS and Spread transactions for better liquidity management.
Listing:	Lahore Stock Exchange	
Trustee:	Central Depository Company	We feel that the present stock market valuations are very attractive for long term investors, and believe that investors in the Fund and those who will enter at these levels will do well over the next couple of years.
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	50% KSE-30 Index & 50% 1-month KIBOR	
Fund Manager:	Adnan Faisal, CFA	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (as on 31st August 2008)



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