

National Fullerton  
Asset Management Limited

# NAFA Multi Asset Fund (NMF)

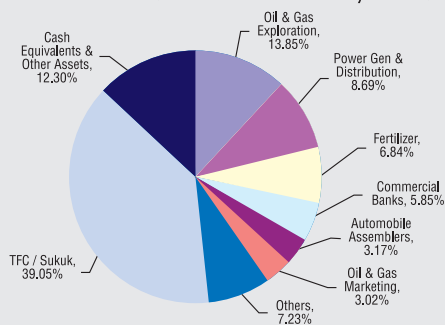
Unit Price (28/02/2010): Rs. 9.2995 \*\*

February 2010

Investment Objective	Performance							
	Performance (%)*	Jan - Jun 2007	Jul - Jun 2007 - 08	Jul - Jun 2008 - 09	Jul - Jan 2009 - 10	February 2010	Since Launch January 22, 2007	
	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.	<b>NAFA Multi Asset Fund</b>	<b>28.96%</b>	<b>5.12%</b>	<b>(22.56)%</b>	<b>10.57%</b>	<b>0.94%</b>	<b>17.16%</b>
		<b>Benchmark</b> (50% KSE-30 Index & 50% 1-month KIBOR)	<b>15.22%</b>	<b>(2.49)%</b>	<b>(20.83)%</b>	<b>20.05%</b>	<b>0.52%</b>	<b>7.33%</b>
*Returns are net of management fee & all other expenses      **Ex-Dividend Price								

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) increased by 0.94% while the benchmark (50% KSE-30 index & 50% 1-month KIBOR) increased by 0.52%. Thus your Fund out-performed the benchmark by 0.42% during the month. Since inception on January 22, 2007 your Fund has increased by 17.16%, while the benchmark has increased by 7.33%. Thus, to-date the out-performance of your Fund stands at 9.83%.
Fund Size:	Rs. 1,056 million	
Type:	Open-end – Balanced Fund	
Dealing Days:	Daily – Monday to Friday	
Settlement:	2-3 business days	
Pricing Mechanism:	Forward Pricing	NMF is a balanced Fund and market weight implies 50% weight in equity and 50% in fixed income asset class. In the beginning of the month, we had around 42% weight in equities. However, anticipating an upward trend in the stocks with better corporate earnings, we increased our allocation in equities above the market weight during the month. However, towards the end of the month we reduced our allocation in equities to around 49%.
Load:	Front end – 3%, Back end - 0%	
Management Fee:	2.5% per annum	
Risk Profile:	Moderate	
Listing:	Lahore Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	The Stock Market remained range bound during the month. The month started with KSE-100 Index around the 9600 level and after touching a high of 9953 closed the month at 9658. However, rift between presidency and judiciary over the appointment of judges, resignation of the Finance Minister and imposition of Capital Gain Tax on the Stock Market created anxiety among the investors. Foreign portfolio Investment activity also remained subdued with portfolio inflow recorded at US \$ 16.65 million for the month of February. Uncertainty on the political front and delay in introduction of financing product overshadowed the result season. Trading activity further shrunk in the month of February with average daily traded volume recorded at 163.6 million shares.
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	50% KSE-30 Index & 50% 1-month KIBOR	
Fund Manager:	Sajjad Anwar, CFA	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	
Asset Manager Rating:	AM2- by PACRA	CPI inflation in the month of January increased to 13.7%. As a result, interest rates showed an upward trend during the month. 6-month KIBOR increased by 20 basis points to close the month at 12.43% from 12.23% at the start of the month. Yield on 6-month T-bill increased to 12.22% from 11.93% at the start of the month.

Asset Allocation (as on 28th February 2010)



Leverage: (Amount of leveraging / borrowing done by the Fund.)

Nil

### Top Five Holdings

FFC	HUBC	NBP	OGDC	PPL
Name of the Members of Investment Committee:		Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Tanvir Abid, CFA Irfan Malik, CFA		

We are holding positions in high dividend yielding stocks with stable earnings stream and attractive valuations. The yield to maturity on our TFC portfolio is also attractive at 19.65% per annum.

**Disclaimer:** This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past performance is not necessarily indicative of future results.