



NAFA Multi Asset Fund (NMF)

National Fullerton
Asset Management Limited

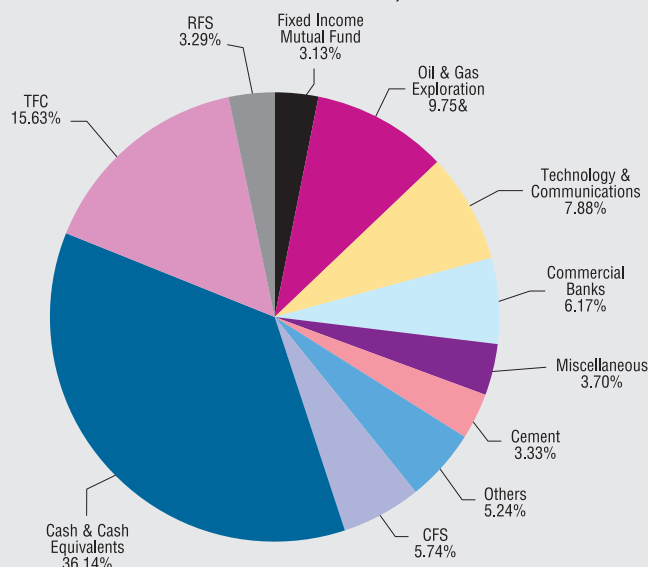
NAV per unit (31/07/2008): Rs. 10.4513

July 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	Jul 2008	Since Launch January 22, 2007
	NAFA Multi Asset Fund:	28.96%	11.69%	-5.90%	-5.91%	27.54%
	Benchmark: (50% KSE-30 Index & 50% 1-month KIBOR)	15.22%	1.99%	-4.38%	-7.79%	3.60%
*Returns are net of management fee & all other expenses						

General Information	Fund Manager's Commentary
<p>Launch Date: January 22, 2007</p> <p>Fund Size: Rs. 2,441 million</p> <p>Type: Open-end – Balance Fund</p> <p>Dealing: Daily</p> <p>Settlement: 2-3 business days</p> <p>Load: Front end – 3%, Back end - 0%</p> <p>Management Fee: 2.5% per annum</p>	<p>During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) decreased by 5.91% while the benchmark (50% KSE-30 index & 50% 1-month KIBOR) decreased by 7.79%. Thus, your Fund out-performed the benchmark by 1.88% during the month. Since inception on January 22, 2007, your Fund has risen by 27.54%, while the benchmark has risen by 3.60%. Thus, to-date the out-performance of your Fund stands at 23.94%.</p>
<p>Listing: Lahore Stock Exchange</p> <p>Trustee: Central Depository Company</p> <p>Auditors: A. F. Ferguson & Co. Chartered Accountants</p> <p>Benchmark: 50% KSE-30 Index & 50% 1-month KIBOR</p> <p>Fund Manager(s): Adnan Faisal, CFA</p> <p>Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	

Asset Allocation (on July 31, 2008)



The past few months have been bad for equity markets all over the world. Most economies have experienced high inflation, rising interest rates and falling stock prices. Pakistan's challenges are even bigger. In addition to an economy under stress, it has to deal with a difficult political and law & order situation.

The tough stance taken by SBP on inflation has put pressure on the government to follow a more prudent fiscal policy. The government has demonstrated that by starting to pass on high energy costs to the consumers.

Going forward, our strategy is to increase exposure to stocks with high earnings yield. We expect our fixed income portfolio to provide a healthy return. Our sukuk portfolio's yield has improved as the coupons have been reset on higher KIBOR. We will continue to invest in CFS because the financing rates are expected to remain high in the short term.

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