



National Fullerton  
Asset Management Limited

# NAFA Multi Asset Fund (NMF)

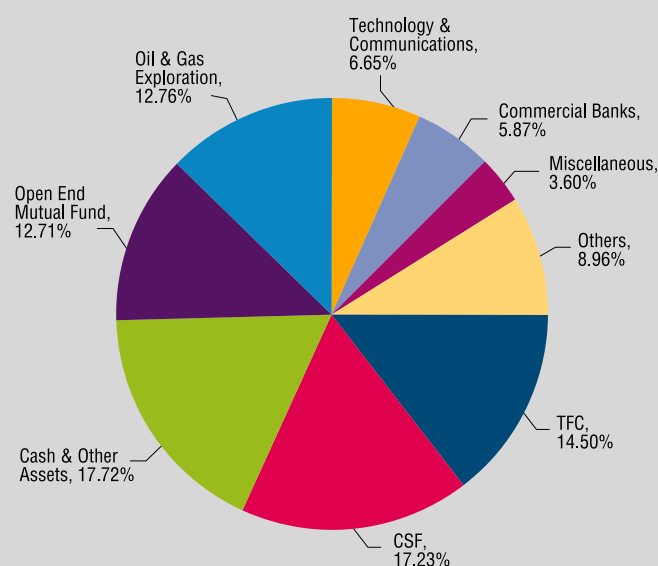
NAV per unit (30/06/2008): Rs. 11.5300

June 2008

Investment Objective	Performance					
	Return (%)*	July - June 2007 - 2008	Jan - June 2008	Apr - June 2008	June 2008	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>	5.10%	-5.90%	-8.64%	0.35%	35.56%
	<b>Benchmark:</b> (50% KSE-30 Index & 50% 1-month KIBOR)	-2.48%	-4.38%	-10.20%	1.62%	12.35%
	*Returns are net of management fee & all other expenses					

General Information		Fund Manager's Commentary
Launch Date:	January 22, 2007	<p>During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) increased by 0.35% while the benchmark (50% KSE-30 index &amp; 50% 1-month KIBOR) increased by 1.62%. Thus, your Fund under-performed the benchmark by 1.27% during the month. Since inception on January 22, 2007 your Fund has risen by 35.56%, while the benchmark has risen by 12.35%. Thus, to-date, the out-performance of your Fund stands at 23.21%.</p> <p>The Equity market (KSE-30 index) remained turbulent during the month under review. A technical rebound in the first week was followed by a 17% slide with the market touching intra-day low of 12,742. It marked a 33% fall for the index within 46 days and led to margin calls at the Broker's end. In order to avoid systemic risk, trading rules were changed to shore up investor's confidence level. Although it led to a sharp bounce-back of more than 13%, we believe economic fundamentals and international commodity prices dictate otherwise. For this reason, we have reduced our exposure in Equity to 37%.</p> <p>Our core stock holdings remain in sectors that have earnings denominated in foreign currency and are relatively immune from the domestic economy i.e. Oil &amp; Gas exploration and Technology sector. We believe domestic economy will remain under pressure as rising energy and commodity prices will keep on fueling the inflation in the foreseeable future.</p> <p>On the Fixed Income side, our asset allocation is now 63%. Interest rates continued their upward trend during the month under review. 6-Month KIBOR rates closed at 14.19% compared to 13.07% last month. Consequently, CFS rates also fluctuated in a higher range i.e. 14.76% to 20.33%. Increase in asset allocation towards Fixed Income is expected to improve the Fund's returns in the coming months due to the increasing interest rate scenario.</p>
Fund Size:	Rs. 2,631 million	
Type:	Open-end – Balance Fund	
Dealing:	Daily	
Settlement:	2-3 business days	
Load:	Front end – 3%, Back end - 0%	
Management Fee:	2.5% per annum	
Listing:	Lahore Stock Exchange	
Trustee:	Central Depository Company	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	50% KSE-30 Index & 50% 1-month KIBOR	
Fund Manager(s):	Adnan Faisal, CFA	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (as on 30th June 2008)



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