



NAFA Savings Plus Fund (NSPF)

National Fullerton
Asset Management Limited

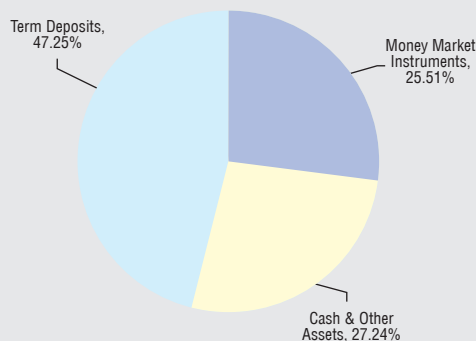
Unit Price (31/01/2010): Rs. 10.2004

January 2010

Investment Objective	Performance			
	Performance (%)*	December 2009	January 2010	Since Launch November 21, 2009
To minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio of primarily constituted of bank deposits and money market instruments.	NAFA Savings Plus Fund	10.07%	10.03%	10.74%
	Benchmark	7.91%	8.32%	8.64%
	* Represents Annualized Return (Returns are net of management fee & all other expenses)			

General Information	Fund Manager's Commentary														
<p>Launch Date: Nov 21, 2009 Fund Size: Rs. 529 million Type: Open-end – Income Fund Dealing days: Daily – Monday to Saturday Settlement: 2-3 business days Pricing Mechanism: Forward Pricing Load: No entry or exit load Management Fee: 2.0% per annum Risk Profile: Very Low Fund Stability Rating: "AA-(f)" by PACRA</p> <p>Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson & Co. Chartered Accountants Benchmark: Average 6-Month deposit rates (A and above rated banks) Fund Manager: Irfan Malik, CFA Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- Asset Manager Rating: AM2-</p>	<p>During January, the Fund earned an annualized return of 10.03%, thereby outperforming the benchmark return by 1.71%.</p> <p>Current distribution of assets on the basis of credit quality is as given below:</p> <table border="1"> <thead> <tr> <th>Rating</th> <th>Percentage Allocation</th> </tr> </thead> <tbody> <tr> <td>AAA</td> <td>0.15%</td> </tr> <tr> <td>AA+</td> <td>16.45%</td> </tr> <tr> <td>AA</td> <td>51.19%</td> </tr> <tr> <td>AA-</td> <td>31.72%</td> </tr> <tr> <td>A</td> <td>0.04%</td> </tr> <tr> <td>Accruals, & deferred costs & unrealized sales</td> <td>0.45%</td> </tr> </tbody> </table>	Rating	Percentage Allocation	AAA	0.15%	AA+	16.45%	AA	51.19%	AA-	31.72%	A	0.04%	Accruals, & deferred costs & unrealized sales	0.45%
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Asset Allocation (as on 31st January 2010)



Leverage: (Amount of leveraging / borrowing done by the Fund.)	Nil
Name of the members of Investment Committee:	Dr. Amjad Waheed, CFA Irfan Malik, CFA Ahmad Nouman, CFA Sajjad Anwar, CFA Tanvir Abid, CFA

Your Fund is expected to remain invested mainly in Bank deposits (A rated and above banks), money market instruments (AA rated and above) and T-bills (AAA rated).

The State Bank of Pakistan kept the policy rate unchanged at 12.5% in its Monetary Policy Statement announced on January 30, 2010. Month on Month CPI during December 2009 was negative 0.5%, however, we believe this trend may not sustain because of gradual removal of subsidies and recent deteriorating weekly data of Sensitive Price Indicator (SPI) inflation. Many recent macro economic indicators suggest the country is on the path of economic recovery, with challenges in few areas. Positives include improving current account deficit and foreign exchange reserves and limited Govt. borrowing from the State Bank. Demand for private sector borrowing has finally started to emerge. This will also have a positive impact on your Fund's return going forward.

The challenges faced by Pakistan's economy are largely, fiscal austerity, timely materialization of expected foreign inflows, improvement in supply side of basic necessities and law and order situation.

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.