



NAFA Government Securities Liquid Fund (NGSLF)

**NBP Fullerton
Asset Management Limited**

(Formerly National Fullerton Asset Management Limited)

Unit Price (30/09/2010): Rs. 10.2870

September 2010

Performance

Performance % *	September 2010	Jan. - Sep. 2010	Since Launch May 16, 2009
NAFA Government Securities Liquid Fund	11.34%	10.62%	10.71%
Benchmark	10.98%	10.75%	10.87%

* Represent Annualized Return
(Returns are net of management fee & other expenses)

General Information

Launch Date: May 16, 2009
 Fund Size: Rs. 6,590 million
 Type: Open-end – Money Market Fund
 Dealing Days: Daily – Monday to Friday
 Dealing Time: 9:00 A.M to 4:30 P.M
 Settlement: 2-3 business days
 Pricing Mechanism: Forward Pricing
 Load: No entry or exit load
 Management Fee: 1.25% per annum
 Risk Profile: Very Low
 Fund Stability Rating: "AAA (f)" by PACRA
 Listing: Lahore Stock Exchange
 Custodian & Trustee: Central Depository Company (CDC)
 Auditors: A. F. Ferguson & Co.
 Chartered Accountants
 Benchmark: 70% 3-Month T-Bills & 30% average 3-Month deposit rates (AA & above rated banks)
 Fund Manager: Ahmad Nouman, CFA
 Minimum Subscription: Growth Unit: Rs. 10,000/-
 Income Unit: Rs. 100,000/-
 Asset Manager Rating: AM2- by PACRA

Investment Objective

To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

Fund Manager Commentary

The Fund earned an annualized return of 11.34% during the month. This is better than the previous month's return by 80 basis points. Going forward we expect the return to remain stable.

NGSLF Fund stability rating is 'AAA(f)' awarded by PACRA. This rating is usually associated with Government paper only. The rating reflects exceptionally strong credit and liquidity profile of your Fund. Also, NGSLF will maintain its maturity below 45 days to minimize any interest rate risk. The investment value of NGSLF has not declined on any day since the launch of Fund in May 2009.

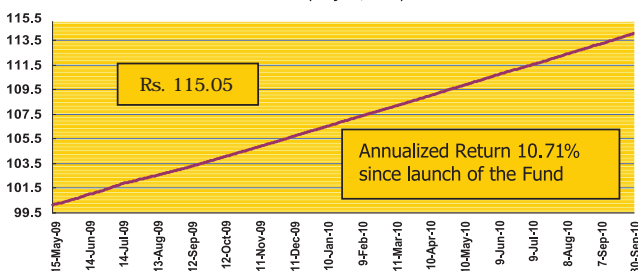
The Government in its monetary policy on September 29, 2010 increased the Policy / Discount Rate by 50 basis points to 13.50%. Medium-term impact of floods is not very clear and will have to be seen in coming months, however, the direction is clearly upwards. This coupled with persistent Government borrowings indicates that T-Bills rates may remain high or creep up further. This shall keep the return on your Fund very attractive.

The outstanding stock of Treasury Bills is above 1.35 trillion rupees now. Three months and six months issues contribute around 25% each and 1 year issue is around 50% of the outstanding T-Bill.

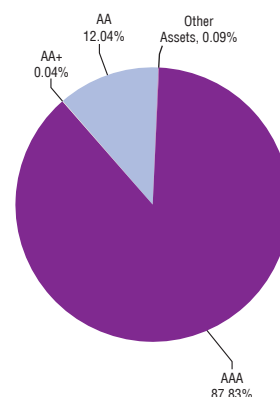
The average maturity of your Fund is 27 days, which makes it very liquid.

Asset Allocation %	30-Sep-10	31-Aug-10
T-Bills (Including Reverse Repo via Master Repurchase Agreement)	87.82%	90.40%
TDR	7.59%	2.69%
Cash Equivalents	4.53%	7.57%
Other Assets	0.06%	-0.66%
Total	100.00%	100.00%
Leverage	Nil	Nil

Value of Rs. 100 invested in NAFA Government Securities Liquid Fund at launch (May 16, 2009)



Credit Quality of the Portfolio (% of Net Assets)



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
 Irfan Malik, CFA
 Ahmad Nouman, CFA
 Sajjad Anwar, CFA
 Tanvir Abid, CFA, FRM

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