



National Fullerton
Asset Management Limited

NAFA Cash Fund (NCF)

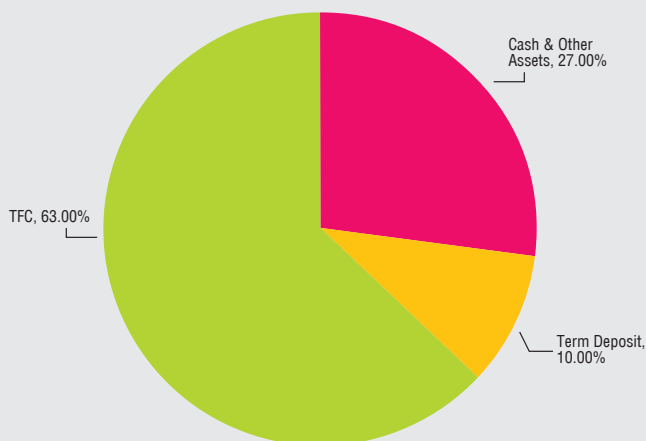
Unit Price (30/04/2009): Rs. 9.8904

April 2009

Investment Objective	Performance					
	Performance (%)	Jan - Jun 2008*	Jul - Dec 2008**	Jan - Mar 2009*	Apr 2009*	Since Launch April 22, 2006**
To seek preservation of capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.	NAFA Cash Fund	9.88%	(1.80)%	17.61%	14.32%	28.17%
	Benchmark	11.20%	7.17%	13.51%	14.25%	38.52%
	* Represents Annualized Return ** Represents Cumulative Return (Returns are net of management fee & all other expenses)					

General Information		Fund Manager's Commentary
Launch Date:	April 22, 2006	<p>NAFA Cash Fund earned an annualized return of 14.32% during the month of April. The return earned during the month is 5.80% better than the peer group and 0.07% better than the benchmark.</p> <p>During the month of April, the State Bank of Pakistan released a monetary policy statement for the last quarter of FY2009. The Central Bank has reduced the discount rate by 100 basis points to 14%. The discount rate was reduced on the basis of gradual decline in inflation and improving economic figures. As per the expectation of the Central Bank, average inflation (CPI) will be 14% in Q4 FY09 (Monetary Policy Statement, April-June 2009).</p> <p>A significant development during the month was discontinuation of the CFS MK II. The CFS was one of the very attractive returns earning avenue for the fixed income funds. Now the focus of Fixed Income funds will be primarily on bank deposits and Term Finance Certificates.</p> <p>The 6-month KIBOR, after touching a low of 12.43% in the month of March, witnessed rising trend and closed at 13.35%. The increase in the KIBOR was on the back of liquidity shortage in the market and due to increase in the cut-offs in the T-Bill auction during the month.</p> <p>Interest rates are expected to decline in the coming months due to the following factors (1) expected increase in the liquidity in the system; (2) gradual decline in the inflation; (3) expected aid from Friends of Pakistan; (4) further expected cut in the discount rate as inflation is on the gradual decline.</p> <p>We expect that NAFA Cash Fund will maintain the outperformance trend in the coming months on the basis of attractive coupon rates and expected capital gains on its Term Finance Certificates portfolio.</p>
Fund Size:	Rs. 9,072 million	
Type:	Open-end – Fixed Income Fund	
Dealing:	Daily - Monday to Friday	
Settlement:	2-3 business days	
Load:	No entry or exit load	
Management Fee:	1.5% per annum	
Listing:	Lahore Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	1-Month KIBOR	
Fund Manager:	Ms. Rukhsana Narejo, CFA	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (on 30th April 2009)



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