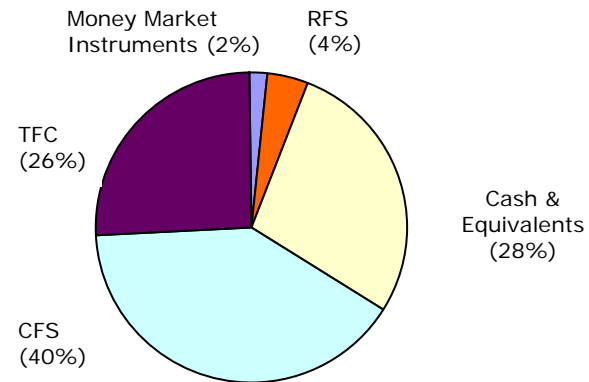


Investment Objective	Performance					
To seek preservation of capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.	Annualized Performance (%) *	HY 1 - 2006 (Jul - Dec)	HY 2 - 2007 (Jan - Jun)	Q1-2007 (Jul-Sep)	October 2007	Since Launch April 22, 2006
	NAFA Cash Fund:	10.3%	10.3%	9.6%	9.6%	10.8%
	Benchmark:	9.6%	9.6%	9.5%	9.8%	10.2%
	Monthly profit on Rs. 100,000 invested	Rs. 862	Rs. 848	Rs. 803	Rs. 812	Rs. 16,558
* Returns are net of management fee & all other expenses						

General Information		Fund Manager Commentary
Launch Date: April 22, 2006 Fund Size: Rs. 21.4 billion Type: Open-end – Fixed Income Fund Dealing: Daily Settlement: 2-3 business days Load: No entry or exit load Management Fee: 1.5% per annum Fund Stability Rating: A(f) Performance Rating: 5-Star (JCR-VIS)	Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson & Co. Benchmark: 1-month KIBOR Fund Manager(s): Ms. Rukhsana Narejo, CFA Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	<p>JCR-VS credit rating Co. Ltd has assessed NAFA Cash Fund performance and ranked it 'MFR 5-Star' for the one year period ended June 30, 2007. For the period under review, the maximum return posted by an income fund amongst the peer was 11.50% while the minimum was 7.40%. NAFA Cash Fund posted a return of 10.76% during this period. However NAFA Cash Fund had the lowest risk (standard deviation) among all income funds. NAFA Cash Fund has also been awarded a stability rating of 'A (f)' (Single A (f)) by JCR-VIS.</p> <p>NAFA Cash Fund has completed 18 months in October since its launch. It has witnessed marvelous growth of approximately 800% in assets under management during this period. In addition to tremendous growth in assets under management, it remained the best performing fund in terms of risk adjusted return and its NAV never fell by even 1 paisa on any one day during this period. NAFA Cash Fund has the lowest standard deviation and best Sharpe ratio in the industry. The fact that NAFA Cash Fund has crossed Rs.21 billion of assets under management in a short span of 18 months is an evidence of the confidence of investors in us.</p> <p>NAFA Cash Fund's return has improved by approximately 30 basis points over the last month. Improvement in return is linked to increase in CFS rates, and timely shift in asset allocation. CFS rates have fluctuated during the month in the range of 11.01% to 11.45%. Keeping in view the rising trend in CFS rates, NAFA Cash Fund increased its investment in CFS during the month from 26% of the Fund size to 40% of the Fund size.</p>
<p>Asset Allocation (as on 31st October 2007)</p>  <p>Money Market Instruments (2%) RFS (4%) TFC (26%) Cash & Equivalents (28%) CFS (40%)</p>		
<p>Disclaimer: The price of units may go down as well as up. Please refer to respective offering document(s).</p>		

National Fullerton Asset Management Ltd.

9th Floor, Adamjee House, I.I.Chundrigar Road,
Karachi-74000, Pakistan.
Toll Free: 0800-20001 UAN: +92-21-111-111-632.
Fax: +92-21-2467605.

Website: www.nafafunds.com Email: info@nafafunds.com

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