



National Fullerton  
Asset Management Limited

# NAFA Stock Fund (NSF)

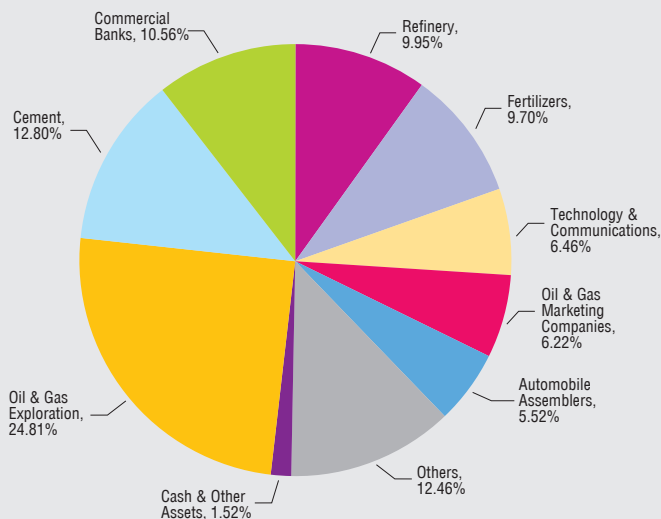
Unit Price (31/07/2009): Rs. 6.5487

July 2009

Investment Objective	Performance					
To provide investors with long-term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.	<b>Performance (%)*</b>	<b>Jan - Dec 2007</b>	<b>Jan - Dec 2008</b>	<b>Jul - Jun 2008 - 09</b>	<b>July 2009</b>	<b>Since Launch January 22, 2007</b>
	<b>NAFA Stock Fund</b>	<b>61.59%</b>	<b>(60.21)%</b>	<b>(45.63)%</b>	<b>7.91%</b>	<b>(18.50)%</b>
	<b>Benchmark</b>	24.82%	(67.19)%	(47.15)%	8.25%	(38.80)%
* Returns are net of management fee & all other expenses						

General Information	Fund Manager's Commentary
<p>Launch Date: January 22, 2007</p> <p>Fund Size: Rs. 1,382 million</p> <p>Type: Open-end - Equity Fund</p> <p>Dealing: Daily - Monday to Friday</p> <p>Settlement: 2-3 business days</p> <p>Load: Front end - 3%, Back end - 0%</p> <p>Management Fee: 3% per annum</p>	<p>During the month under review, KSE-30 Index increased by 8.25%, whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) increased by 7.91%, thus an under-performance of 0.34% was recorded. Since inception on January 22, 2007 the NAV of NSF has declined by 18.50% and the benchmark has declined by 38.80%, thus to date out-performance is 20.30%.</p>
<p>Listing: Lahore Stock Exchange</p> <p>Custodian &amp; Trustee: Central Depository Company (CDC)</p> <p>Auditors: A. F. Ferguson &amp; Co. Chartered Accountants</p> <p>Benchmark: KSE-30 Index</p> <p>Fund Manager: Sajjad Anwar, CFA</p> <p>Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	

Asset Allocation (as on 31st July 2009)



Trading activity on KSE picked up during the month. Average Daily Traded Value was Rs. 6.2 bn during July compared with Rs. 5 bn during June '09. Foreign portfolio investment flows during the month were encouraging. Net foreign inflows were USD 13m during July compared with an outflow of USD 5m during June 09.

Some of the worst hit sectors of the economy are showing signs of recovery. Auto stocks rallied very strongly during the month as auto sales have picked up on a month on month basis. Better than expected cement dispatches, combined with high margins (due to resilient prices & falling coal prices) resulted in a strong performance of the cement stocks. Refinery stocks also performed well because of expected inventory gains (on the back of rising oil prices) and the anticipation that circular debt will be resolved soon. We have increased our exposure to these three sectors.

We remain optimistic about the future direction of the economy as well as the Stock Market.

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