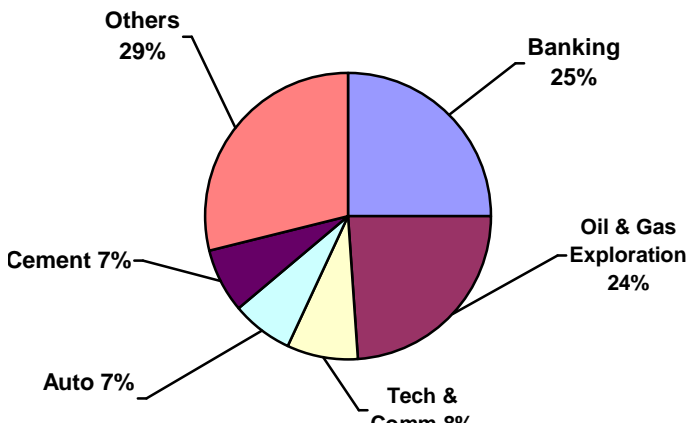


Investment Objective	Performance			
To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.	Return (%)	February 2007	March 2007	Since Launch January 22, 2007
	NAFA Stock Fund	-1.04%	1.47%	4.37%
	Benchmark (KSE-30 index)	-1.06%	-0.25%	4.64%

General Information		Fund Manager Commentary
Launch Date:	January 22, 2007	During the month under review the KSE-30 Index declined by 0.25%, whereas our Net Asset Value (NAV) grew by 1.47% - thus reflecting an out-performance of 1.72%.
Fund Size:	Rs. 906 million	
Type:	Open-end – Equity Fund	
Dealing:	Daily	
Settlement:	2-3 business days	During March, the market was affected by the political situation, end of corporate result season, and the volatility in international markets. Range bound oil prices throughout the month kept the Oil & Gas exploration sector underperforming, while the banking sector witnessed some profit taking after a consistent bull rally.
Load:	Front end – 3% Back end - 0	
Management Fee:	2.5% per annum	We believe that attractive valuations, availability of liquidity (i.e. higher money supply) and the demand-supply situation are positive factors for the market. It is our assessment that once the political scenario clears up, the market is expected to perform well.
Listing:	Lahore Stock Exchange (LSE)	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Company	
Benchmark:	KSE-30 Index	
Fund Manager(s):	Khurram Shehzad, CFA	We remain committed to evolving an investment process which identifies stocks with good valuations and earnings growth potential. The market has matured to a level where stock selection has become more important than sector selection.
Min. Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	
<p><b>Asset Allocation (as on 31<sup>st</sup> March 2007)</b></p> 		
<p>Disclaimer: <i>The price of units may go down as well as up. Please refer to respective offering document(s).</i></p>		

**National Fullerton Asset Management Ltd.**

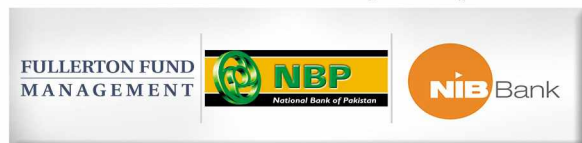
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Karachi-74000, Pakistan.

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*Your investments & "NAFA" grow together*



**Joint - Venture Partners**