



NAFA Multi Asset Fund (NMF)

**National Fullerton
Asset Management Limited**
(A Subsidiary of National Bank of Pakistan)

Unit Price (30/06/2010): Rs. 9.3640

June 2010

Performance

Performance (%) *	June 2010	CYTD Jan. - June 2010	Since Launch January 22, 2007
NAFA Multi Asset Fund	1.06%	2.54%	17.97%
Benchmark	2.23%	1.59%	5.79%

*Cumulative returns are net of management fee & all other expenses

General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 996 million
Type:	Open-end – Balanced 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:	Front end – 3%, Back end - 0%
Management Fee:	2.5% per annum
Risk Profile:	Moderate
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	50% KSE-30 Index & 50% 1-month KIBOR
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- by PACRA

Investment Objective

To provide investors with a combination of capital growth and income. NMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, CFS etc.

Fund Manager's Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) increased by 1.06% while the benchmark (50% KSE-30 index & 50% 1-month KIBOR) increased by 2.23%. Thus, your Fund under-performed the benchmark by 1.17% during the month. Since inception on January 22, 2007, your Fund has increased by 17.97%, while the benchmark has increased by 5.79%. Thus, to-date, the out-performance of your Fund stands at 12.18%.

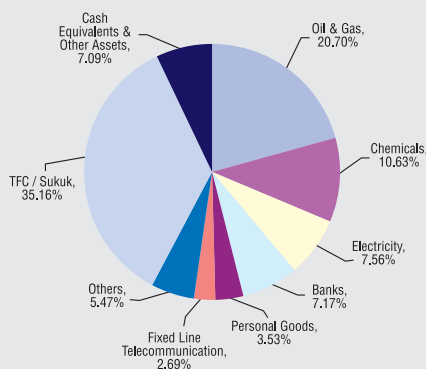
NMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. Anticipating weak investor sentiments in the Stock Market ahead of the budget for FY 2011, NMF was around 35.6% invested in equities. However, witnessing an upward trend in the first week of the month, we increased our allocation in equities to around market weight. During the second half of the month, we further increased the weight in equities in high dividend yielding stocks in Chemical, Oil and Gas and Banking sectors. Our under-weight strategy in banks and over-weight in General Industries sectors contributed to the under performance of the Fund during the month. Some of our holdings in the Electricity (Hubco) and Chemical sectors under performed the market. In our view, these stocks are expected to out perform the market due to their attractive valuations going forward. Currently we are around 57.75% invested in equities.

NMF is invested in high dividend yielding stocks with stable earnings stream and attractive valuations.

Asset Allocation %

	June-10	May-10
Equities / Stock	57.75%	35.59%
TFC / Sukuk	35.16%	35.38%
Cash Equivalents & Other Assets	7.09%	19.22%
T-Bills	Nil	9.81%
Leverage	Nil	Nil

Asset Allocation (as on 30th June 2010)



Top Five Holding (Alphabetical)

Fauji Fertilizer Co. Ltd.
MCB Bank Limited
Oil & Gas Development Co. Ltd.
Pakistan Petroleum Ltd.
The Hub Power Co. Ltd.

Name of the Members of Investment Committee

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

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past performance is not necessarily indicative of future results.