



NAFA Income Fund (NIF)

NBP Fullerton
Asset Management Limited
(Formerly National Fullerton Asset Management Limited)

Unit Price (30/11/2010): Rs. 10.0026

November 2010

Performance

Performance % *	November 2010*	Jul. - Nov. 2010**	Jan. - Dec. 2009*	Since Launch March 29, 2008*
NAFA Income Fund	2.99%	-4.24%	13.50%	3.78%
Benchmark	12.73%	5.06%	12.38%	12.17%

* Represent Annualized Return

** Represent Cumulative Return

(Returns are net of management fee & all other expenses)

General information

Launch Date:	March 29, 2008
Fund Size:	Rs. 511 million
Type:	Open-end – Income 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: 1.0%, Back end: 0%
Management Fee:	1.5% per annum
Risk Profile:	Low
Fund Stability Rating	"A (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	3-Months T-Bills
Fund Manager:	Ahmad Nouman, CFA
Minimum Subscription:	Gro t: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- by PACRA

Asset Allocation %	30-Nov-10	31-Oct-10
TFC / Sukuk	84.09%	82.76%
Cash Equivalents	14.37%	16.14%
Other Assets	1.54%	0.83%
Total	100.00%	100.00%
Leverage	Nil	Nil

TFC/SUKUK Holdings(% of Net Assets)

Agri-tech Limited II	21.11%
World Call Telecom Limited	18.17%
Engro Fertilizer (Perperual)	17.41%
Eden Housing Limited (Sukuk)	10.11%
United Bank Limited IV	9.30%
Saudi Pak Leasing	8.00%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Ahmad Nouman, CFA
Sajjad Anwar, CFA
Tanvir Abid, CFA, FRM
Usman Khan

Investment Objective

To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

Fund Manager Commentary

The Fund earned an annualized return of 2.99% during November, 2010. The return is low due to marking down of some TFCs in your portfolio. The return of the fund is expected to improve during remaining FY 2011 as two TFCs in the Fund are expected to be restructured very soon. Increase in KIBOR also bodes well for the floating rate TFCs in your Fund.

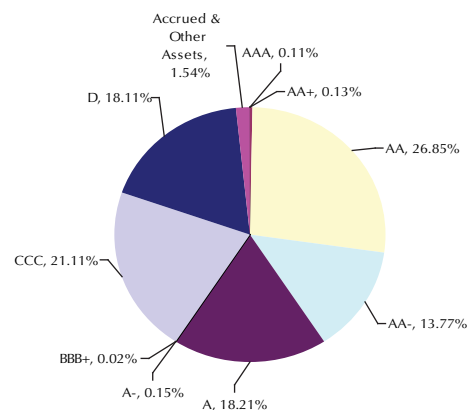
The weighted average Yield to Maturity of NAFA Income Fund is around 21.33% p.a. The weighted average maturity of NAFA Income Fund is 3.34 years. Thus, the Fund is expected to perform well over a three years horizon. However, since there are TFCs/Sukuks in the portfolio and their prices may go up and down, only long-term investors are advised to invest in this Fund.

Details of Non-Compliant Investments

Name of Non Compliant Investment	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	Yield to Maturity per annum
Agri-tech Limited 2	TFC	149,880,000	41,966,400	107,913,600	21.11%	27.02%
Saudi Pak Leasing	TFC	55,248,300	14,324,407	40,923,893	8.00%	18.97%
Eden Housing Sukuk 2	Sukuk	75,000,000	23,329,350	***51,670,650	10.11%	37.19%
Total		280,128,300	79,620,157	200,508,143	39.22%	

*** Book value, performing but below investment grade

Credit Quality of the Portfolio (% of Net Assets)



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