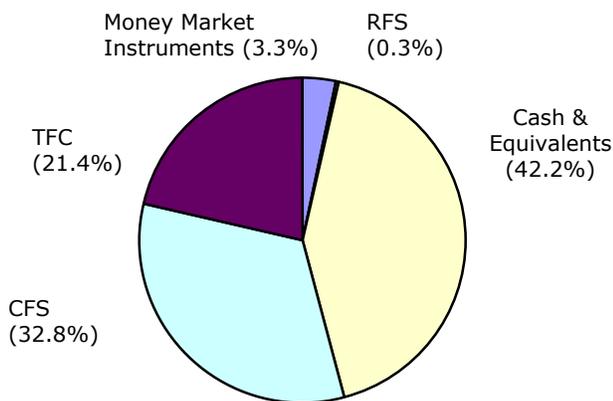


Investment Objective	Performance					
To seek preservation of capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.	Annualized Performance (%) *	HY 1 - 2006 (Jul - Dec)	HY 2 - 2007 (Jan - Jun)	July 2007	August 2007	Since Launch April 22, 2006
	NAFA Cash Fund:	10.3%	10.3%	9.9%	9.5%	10.8%
	Benchmark:	9.6%	9.6%	9.3%	9.6%	10.1%
	Monthly profit on Rs. 100,000 invested	Rs. 862	Rs. 848	Rs. 839	Rs. 809	Rs. 14,744
* Returns are net of management fee & all other expenses						

General Information	Fund Manager Commentary
<p>Launch Date: April 22, 2006 Fund Size: Rs. 19.3 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)</p> <p>Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson & Company Benchmark: 1-month KIBOR Fund Manager(s): Ms. Rukhsana Narejo, CFA Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	<p>The money markets are flushed with liquidity and as a result CFS, KIBOR and bank deposit rates continue to decline. Despite the fact that the State Bank of Pakistan increased the discount rate by 50 basis points to 10%, 6-month KIBOR rate has only increased by 15 basis points to close at 10.10%. CFS rates declined by 0.65% during the month, while total investment in CFS also declined by Rs 12.6 billion. Bank deposit rates declined further by 50 basis points across the board due to the prevailing money supply situation in the market. As a consequence, return on income funds has declined for the month of August, 2007.</p> <p>We expect the performance of the Fund to improve in the future as we are expecting pre-IPO disbursements from certain previously identified Term Finance Certificates. TFCs are presently offering more attractive returns relative to other avenues, which should help the performance of the Fund.</p>

Asset Allocation (as on 31st August 2007)



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

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