



NAFA Cash Fund (NCF)

National Fullerton
Asset Management Limited

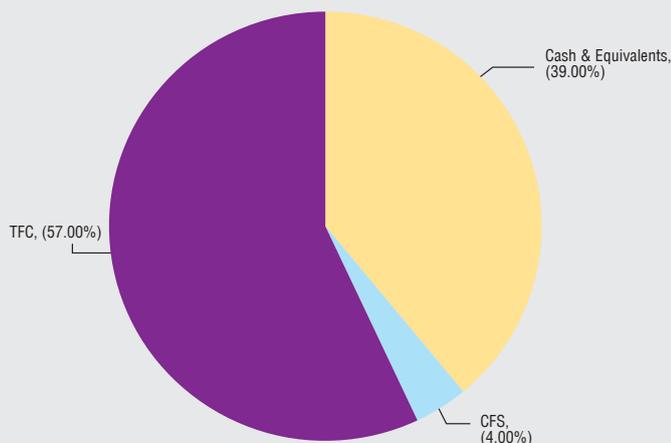
Unit Price (30/11/2008): Rs. 9.5368

November 2008

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 (%)*	Jan - Jun 2008*	Jul - Sep 2008*	Oct 2008*	Nov 2008**	Since Launch April 22, 2006***
	NAFA Cash Fund	9.88%	11.78%	12.04%	(5.95)%	21.12%
	Benchmark	11.20%	14.10%	15.35%	1.18%	31.20%
	Profit on Rs. 100,000 invested	Rs. 4,812	Rs. 2,846	Rs. 970	Rs. (5,952)	Rs. 21,124
* Represents Annualized Return ** Represents cumulative Return for the month only *** Represents cumulative Return since inception (Returns are net of management fee & all other expenses)						

General Information		Fund Manager's Commentary
Launch Date:	April 22, 2006	As per directives of the Securities & Exchange Commission of Pakistan (SECP) dated November 5, 2008 and November 6, 2008, issued to all Asset Management Companies, NAFA Cash Fund's (NCF) Term Finance Certificates (TFCs) Portfolio was revalued. The revaluation has resulted in a downward adjustment of TFC portfolio of NCF by 12.50%. At the marked-down prices, the weighted average yield of TFC portfolio of the Fund has increased to 20.50% p.a.
Fund Size:	Rs. 12,252 million	
Type:	Open-end – Fixed Income Fund	
Dealing:	Daily	
Settlement:	2-3 business days	
Load:	No entry or exit load	During the month of November 2008, the NAV of NCF was down by 5.95% from 10.1404 as at October 31, 2008 to 9.5368 as on November 30, 2008. With the improvement in liquidity conditions, we expect the prices of the TFCs to reverse to their previous levels. As a result, losses are expected to be recouped in due course of time. This possibility of upward adjustment in prices of TFC and Sukuk has made the investment in the Fund highly attractive. The attached chart shows asset allocation of the Fund as on November 30, 2008.
Management Fee:	1.5% per annum	
Fund Stability Rating:	A(f)	
Listing:	Lahore Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	Improvement in the liquidity conditions which started by the end of October 2008 continued during November also. We expect the liquidity condition to improve further with foreign flows from the World Bank, Asian Development Bank and Islamic Development Bank. As a result, overnight lending rate in the interbank market fell sharply. The State Bank of Pakistan in its recently announced monetary policy increased Discount Rate to 15.00% from 13.00%. As a result, 6-Month KIBOR closed the month at 15.67% compared with 15.10% in the previous month.
Benchmark:	1-Month KIBOR	
Fund Manager:	Ms. Rukhsana Narejo, CFA	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	We expect the Fund's return to improve significantly in the coming months due to: (i) attractive yield on the TFCs; (ii) resetting of TFCs' coupons at a higher KIBOR level; and (iii) higher profit rates on the bank deposits.

Asset Allocation (as on 30th November 2008)



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