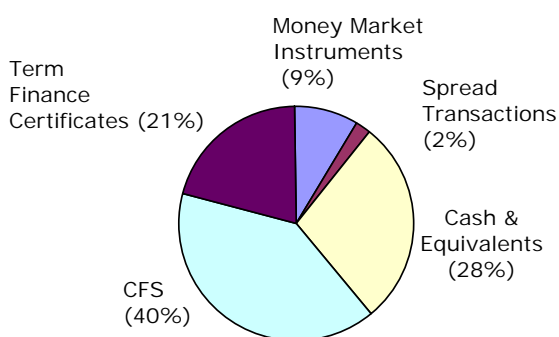


Investment Objective	Performance				
	Annualized Performance (%)	August 2006	September 2006	October 2006	Since Launch (April 22, 006)
To seek preservation of capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.	NAFA Cash Fund:	10.4%	10.2%	9.4%	10.1%
	Benchmark:	9.7%	9.5%	9.7%	9.6%
	Profit on Rs. 100,000 invested	Rs. 886	Rs. 835	Rs. 801	Rs. 5,295

General Information		Fund Manager Commentary
Launch Date:	April 22, 2006	<p>We are glad to inform our investors that NAFA Cash Fund has been assigned a stability rating of 'A' by JCR-VIS Rating Company. This shows that in addition to the attractive return, the Fund Manager is also managing the risk of the Fund in a prudent manner. The Fund has recently revised its investment guidelines where all investments in any one company/issuer, including bank deposits, CFS, Ready Future Spread and TFCs, will not exceed 10% of the NAV of the Fund. The duration of the Fund will not exceed 2-years. TFCs' investment is capped at 35% of the Fund value, and maximum maturity of any one TFC would not exceed 8-years. At least 60% of TFCs in the Fund should be rated A- and above, presently 100% of our investment fall in this category. NAFA Cash Fund has also restricted its maximum investment in COIs/LOPs to 5% of the Fund size, 100% of this investment will be with entities rated A and above. Deposits with one bank will not exceed 10% of the Fund value. The Fund will, in general avoid investment in spread transactions in the future, as these may cause volatility, due to marking assets to market. Investment in CFS via one broker will be restricted to 15% of the Fund value. We believe that these revised investment guidelines will further reduce the risk of the Fund.</p> <p>Under the new SECP guidelines to be implemented soon, mutual funds would be allowed to put in their own margins rather than the broker doing the same for them. This should help in reducing the brokerage commissions and help improve the performance of the Fund.</p>
Fund Size:	Rs. 5.7 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	
Listing:	Lahore Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Company	
Benchmark:	1-month KIBOR rate	
Fund Manager(s)	Ms. Rukhsana Narejo	
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

### Asset Allocation



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

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*Your investments and "NAFA" grow together*



**Joint – Venture Partners**