



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

NAFA Multi Asset Fund (NMF)

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/01/2011): Rs. 10.8189

January 2011

Performance

Performance % *	January 2011	FYTD Jul. 2010 - Jan. 2011	Trailing 12 Months	Since Launch January 22, 2007
NAFA Multi Asset Fund	2.06%	20.23%	22.20%	41.84%
Benchmark	2.39%	16.35%	16.38%	23.09%

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

General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 704 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% 3-month KIBOR (Benchmark changed with effect from 15-12-2010. Previous Benchmark was 50% KSE-30 Index and 50% 1M 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 Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) increased by 2.06% while the benchmark (50% KSE-30 index & 50% 3-month KIBOR) increased by 2.39%. Thus your Fund under-performed the benchmark by 0.33%. Since inception on January 22, 2007 your Fund has increased by 41.84%, while the benchmark has increased by 23.09%. Thus, to-date the out-performance of your Fund stands at 18.75%. This out-performance is net of management fee and all other expenses.

NMF is a Balanced Fund and market weight implies 50% weight in equities and 50% in fixed income asset class. The Fund under-performed during the month due to the impact of depressed TFC / Sukuk prices. At the start of the month, NMF was around 61% invested in equities. The stock market was driven by foreign flows and healthy earnings and payouts announcements. We reduced the weightage of NMF in equities below the market weight as the market depicted signs of a correction. At the end of the month NMF was around 46% invested in equities.

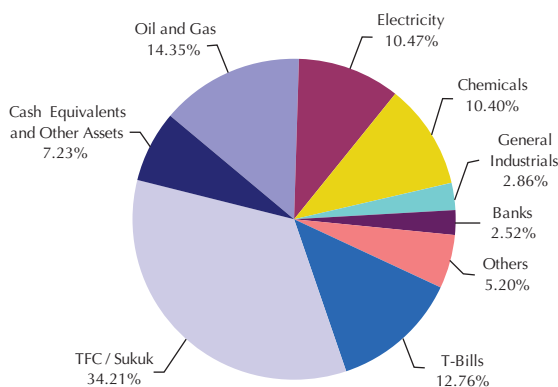
We significantly reduced the weightage of the Fund in Banks and the Oil & Gas sectors. The weightage in the Chemical and Electricity sectors were more or less maintained. The Fertilizer sub-sector, which is a part of the Chemical sector, announced strong financial results. The portfolio of NMF is tilted towards stocks that have attractive dividend yields and which are defensive in nature. Key holdings of NMF in the Fertilizer sub-sector and the Oil & Gas sector performed significantly better than the market. The under-weight stance of NMF in Banks has benefited the Fund as the sector significantly under-performed during the month. The weighted average Yield-to-Maturity (YTM) of the TFC / Sukuk portfolio of NMF is around 25.8%.

We remain vigilant to events on the capital markets and will adjust the portfolio proactively.

Asset Allocation % of NAV

	31-Jan-11	31-Dec-10
Equities / Stock	45.80%	60.67%
TFC / Sukuk	34.21%	33.11%
Cash Equivalents	4.77%	8.20%
T-Bills	12.76%	-
Other Net Assets / (Liabilities)	2.46%	-1.98%
Total	100.00%	100.00%
Leverage	Nil	Nil

Asset Allocation (as on 31st January 2011)



Name of the Members of Investment Committee

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

Top Ten Holdings (as on 31st January 2011)

Name	Asset Class	% of NAV	Name	Asset Class	% of NAV
Maple Leaf Cement	Sukuk	7.87%	Pak Petroleum Ltd.	Equity	4.18%
Hub Power Co. Ltd.	Equity	7.47%	Eden Housing Ltd.	Sukuk	3.67%
Orix Leasing Pakistan	PPTFC	5.64%	Saudi Pak Leasing	TFC	3.46%
Pakistan Oilfields Ltd.	Equity	5.61%	Pakistan Mobile Comm	TFC	3.02%
Fauji Fertilizer Co. Ltd.	Equity	4.42%	Nishat Power Ltd.	Equity	3.00%

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	YTM Per Annum
Maple Leaf Cement Sukuk 1	Sukuk	88,364,826	32,947,267	**55,417,559	7.87%	29.24%
Saudi Pak Leasing	TFC	36,397,000	11,997,042	24,399,958	3.46%	23.69%
Eden Housing Sukuk 2	Sukuk	37,500,000	11,664,675	**25,835,325	3.67%	38.86%
Total		162,261,826	56,608,984	105,652,842	15.00%	

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 any fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.