

National Fullerton
Asset Management Limited

NAFA Multi Asset Fund (NMF)

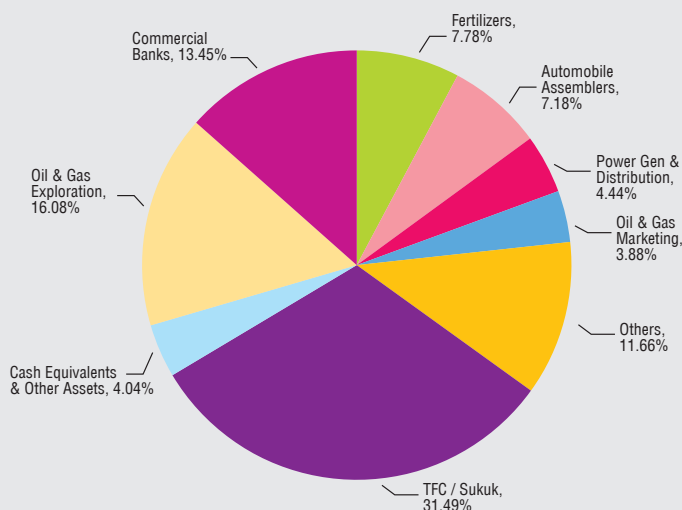
Unit Price (30/11/2009): Rs. 9.5243

November 2009

Investment Objective	Performance					
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.	Performance (%)*	Jan - Dec 2007	Jan - Dec 2008	Jul - Oct 2008 - 09	Nov 2009	Since Launch January 22, 2007
	NAFA Multi Asset Fund	44.06%	(39.82)%	(13.51)%	0.47%	17.80%
	Benchmark (50% KSE-30 Index & 50% 1-month KIBOR)	17.50%	(38.22)%	(8.41)%	0.82%	3.75%
*Returns are net of management fee & all other expenses						

General Information	Fund Manager's Commentary
<p>Launch Date: January 22, 2007</p> <p>Fund Size: Rs. 1,202 million</p> <p>Type: Open-end – Balance Fund</p> <p>Dealing: Daily - Monday to Friday</p> <p>Settlement: 2-3 business days</p> <p>Load: Front end – 3%, Back end - 0%</p> <p>Management Fee: 2.5% per annum</p>	<p>During the month under review, NAFA Multi Asset Fund's (NMF) Net Asset Value (NAV) increased by 0.47% while the benchmark (50% KSE-30 index & 50% 1-month KIBOR) increased by 0.82%. Thus your Fund under-performed the benchmark by 0.35% during the month. Since inception on January 22, 2007 your Fund has increased by 17.80%, while the benchmark has increased by 3.75%. Thus, to date the out-performance of your Fund stands at 14.05%.</p>
<p>Listing: Lahore Stock Exchange</p> <p>Trustee: Central Depository Company (CDC)</p> <p>Auditors: A. F. Ferguson & Co. Chartered Accountants</p> <p>Benchmark: 50% KSE-30 Index & 50% 1-month KIBOR</p> <p>Fund Manager: Sajjad Anwar, CFA</p> <p>Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	
<p>In the beginning of the month we were under-weight in equity and over-weight in the fixed income asset class. However, during the month we gradually increased our allocation in equity above the market weight. We increased our allocation in selected stocks in the OMC, energy exploration and power sectors where we felt valuations were attractive.</p>	
<p>The stock market remained largely subdued during the month. Investor sentiment was weak on the back of uneasiness on the domestic political front and controversy over the National Reconciliation Ordinance (NRO) issue. Foreign portfolio inflows decreased significantly to USD 12.9m against USD 38.3m during October. Trading activity further declined to PKR 6.7 bn compared to PKR 10.8 bn during the preceding month. Consequently, the KSE-30 remained flat and closed 0.45% higher during the month. The automobile sector outperformed the benchmark while most of the other sectors broadly performed in line with the market.</p>	
<p>During the month the SBP slashed the discount rate by 50bps to 12.5%. This was preceded with inflation (CPI) during October declining to the single digit level at 8.9%. As a result we have seen downward shift in the yield curve. The 6-month KIBOR decreased by around 43 basis points and closed the month at 12.41%. Broad Money (M-2) growth during July 2009 to date shows improvement and stands at around 2.17% following recent improvement in private sector credit disbursement. Going forward, the expected release of the fourth IMF tranche would further improve the external account.</p>	
<p>Going forward, inflation remains a concern on firming up in domestic petroleum prices. Key triggers for the stock market are improvement in the political situation, foreign flows and progress on the new leverage product.</p>	

Asset Allocation (as on 30th November 2009)



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