



National Fullerton
Asset Management Limited

NAFA Stock Fund (NSF)

Unit Price (31/03/2010): Rs. 7.6739

March 2010

Performance

Performance (%)*	March 2010	CYTD Jan. - Mar. 2010	Since Launch January 22, 2007
NAFA Stock Fund	4.48%	6.46%	(4.50%)
Benchmark	3.62%	5.84%	(22.16%)

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

General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 1,227 million
Type:	Open-end – Equity 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:	3% per annum
Risk Profile:	Moderate-to-High
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	KSE-30 Index
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 long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.

Fund Manager's Commentary

During the month under review, KSE-30 Index increased by 3.62%, whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) increased by 4.48%, thus an out-performance of 0.86% was recorded. Since inception on January 22, 2007 the NAV of NSF has declined by 4.50% and the benchmark has declined by 22.16%, thus to date out-performance is 17.66%.

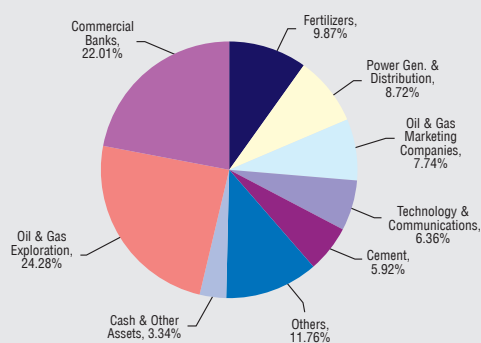
At the start of the month NSF was 91.36% invested in equities. We gradually became fully invested in equities to benefit from the improved sentiment and surge in the market. The market was buoyed by strong foreign inflows and healthy corporate announcements. During the month we increased the weightage of NSF in the cement, refineries and textile sectors. The cement sector's fundamentals have improved on higher demand prospects and the Government's providing of partial inland freight subsidy on cement exports through sea. We increased our weightage in selected refineries on the back of improving margins. Moreover, in the power sector, we increased exposure to take advantage of attractive dividend payouts. At the same time, we maintained our weightages in the fertilizer and oil & gas exploration sectors. We slightly reduced our exposure in the banking sector after a sharp appreciation in share prices of some of the stocks. We also reduced our weight in automobiles with the sector underperforming the benchmark during the month. Our overweight stance in power, refinery and cement sectors contributed to the outperformance of NSF. At the end of the month, NSF was 96.66% invested in equities.

The market is highly dependent on foreign flows. Therefore, we maintain a proactive approach and remain invested in stocks that have attractive valuations.

Asset Allocation %

	Mar.-10	Feb.-10
Equities / Stock	96.66%	91.36%
Cash & Other Assets	3.34%	8.64%
Leverage	Nil	Nil

Asset Allocation (as on 31st March 2010)



Top Five Holding (Alphabetical)

Engro Corporation Ltd.
MCB Bank Ltd.
Oil & Gas Development Co. Ltd.
Pakistan Petroleum Ltd.
The Hub Power Co. Ltd.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Tanvir Abid, CFA

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 the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past performance is not necessarily indicative of future results.