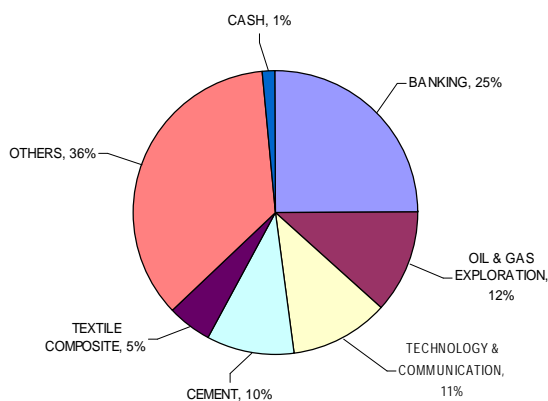


| Investment Objective | Performance | | | | | |
|--|-----------------|---------------|------------|------------|----------|----------------------------------|
| To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high. | Return (%) | February 2007 | March 2007 | April 2007 | May 2007 | Since Launch January 22, 2007 |
| | NAFA Stock Fund | -1.04% | 1.47% | 14.06% | 8.04% | 28.63% |
| | Benchmark | -1.06% | -0.25% | 9.82% | 5.76% | 21.54% |

| General Information | Fund Manager Commentary |
|--|--|
| <p>Launch Date: January 22, 2007 Fund Size: Rs. 1,069 million Type: Open-end – Equity Fund Dealing: Daily Settlement: 2-3 business days Load: Front end-3%, Back end-0% Management Fee: 2.5% per annum</p> | <p>During the month under review, the KSE-30 Index grew by 5.76%, whereas our Net Asset Value (NAV) grew by 8.04% - thus reflecting an out-performance of 2.28%.</p> <p>Since the launch of NSF on January 22, 2007, the stock market has surged by 21.54%. Even after this upsurge, the 12-month forward Price-to-Earnings-Ratio (PER) is 11x. The stock market is yielding a Return on Equity of 28% and our 12-month Forecast Earnings Growth is 20%. These statistics reflect the inherent strength of the market and point towards the presence of value as well as growth in the market.</p> <p>Over the last month, the daily traded-value has risen by 67% and on average 329 companies have been traded at Karachi Stock Exchange on a daily basis. These numbers are an ample proof of the vibrancy in the market.</p> |
| <p>Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company Auditors: A. F. Ferguson & Company Benchmark: KSE-30 Index Fund Manager(s): Khurram Shehzad, CFA Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p> | |

Asset Allocation (as on 31st May 2007)



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

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