



National Fullerton  
Asset Management Limited

# NAFA Savings Plus Fund (NSPF)

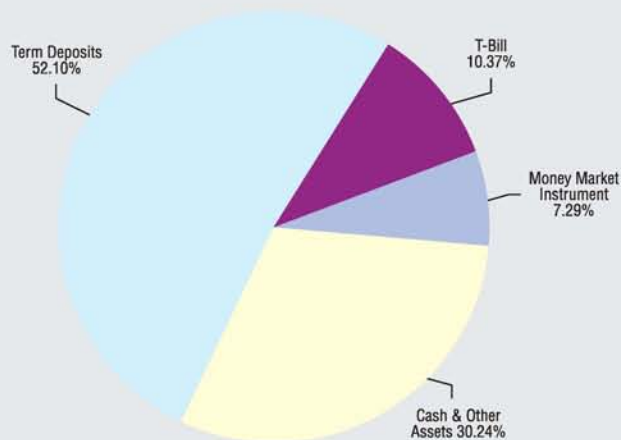
Unit Price (31/12/2009): Rs. 10.1179

December 2009

Investment Objective	Performance			
To minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio of primarily constituted of bank deposits and money market instruments.	<b>Performance (%)*</b>	<b>November 2009</b>	<b>December 2009</b>	<b>Since Launch</b> November 21, 2009
	<b>NAFA Savings Plus Fund</b>	<b>15.60%</b>	<b>10.07%</b>	<b>11.29%</b>
	<b>Benchmark</b>	<b>12.31%</b>	<b>7.91%</b>	<b>8.88%</b>
* Represents Annualized Return (Returns are net of management fee & all other expenses)				

General Information	Fund Manager's Commentary														
<p>Launch Date: Nov 21, 2009 Fund Size: Rs. 480 million Type: Open-end – Income Fund Dealing: Daily – Monday to Saturday Settlement: 2-3 business days Load: No entry or exit load Management Fee: 2.0% per annum Stability Rating: "AA-(f)" - PACRA</p> <p>Listing: Lahore Stock Exchange Custodian &amp; Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson &amp; Co. Chartered Accountants</p> <p>Benchmark: Average 6-Month deposit rates (A and above rated banks)</p> <p>Fund Manager: Irfan Malik, CFA Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p>	<p>The Fund earned an annualized return of 10.07% during the month. This is better than the benchmark return by 216 basis points.</p> <p>Current distribution of assets on the basis of credit quality is as given below:</p> <table border="1"> <thead> <tr> <th>Rating</th> <th>Percentage Allocation</th> </tr> </thead> <tbody> <tr> <td>AAA</td> <td>10.9%</td> </tr> <tr> <td>AA+</td> <td>7.6%</td> </tr> <tr> <td>AA</td> <td>57.2%</td> </tr> <tr> <td>AA-</td> <td>11.8%</td> </tr> <tr> <td>A</td> <td>10.4%</td> </tr> <tr> <td>Accruals, deferred costs &amp; unrealized sales</td> <td>2.1%</td> </tr> </tbody> </table>	Rating	Percentage Allocation	AAA	10.9%	AA+	7.6%	AA	57.2%	AA-	11.8%	A	10.4%	Accruals, deferred costs & unrealized sales	2.1%
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Asset Allocation (as on 31st December 2009)



Your Fund intends to remain invested in T-bills (AAA rated), Bank deposits (A rated and above banks) and money market instruments (AA rated and above).

There has been a notable improvement in 1H-FY10 macro economic indicators, importantly current account deficit. During November, Year on Year (YoY) Core Inflation numbers have continued the downward trend observed throughout CY 2009 and were around 10.5%. With Discount Rate at 12.5%, this allows some room for SBP to further ease the monetary policy. However, month-on-month CPI number of November at 1.4% is worrisome, as subsidies continue to be removed gradually and this impact will further raise the cost of production and as well as cost of living. This, however, is a positive for fiscal deficit.

Timing and magnitude of inflows (non-IMF) should lead SBP monetary policy decision in the next Monetary Policy Statement due end-January, 2010.

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