


MISSION STATEMENT



To rank in the top quartile
in performance of
NAFA FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.

NAFA STOCK FUND

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FUNDS'S INFORMATION

Management Company

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

Board of Directors of the Management Company

Mr. Shahid Anwar Khan	Chairman
Mr. Syed Ahmed Iqbal Ashraf	Director
Dr. Asif A. Brohi	Director
Mr. Wah Geok Sum	Director
Mr. Patrick Pang Chin Hwang	Director
Mr. Shehryar Faruque	Director
Mr. Kamal Amir Chinoy	Director
Dr. Amjad Waheed	Chief Executive Officer

Company Secretary & CFO of the Management Company

Mr. Muhammad Murtaza Ali

Audit & Risk Committee

Mr. Wah Geok Sum	Chairman
Mr. Shahid Anwar Khan	Member
Mr. Shehryar Faruque	Member

Trustee

Central Depository Company of Pakistan Limited (CDC)
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

Allied Bank Limited
Askari Bank Limited
Atlas Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Deutsche Bank
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
KASB Bank Limited
MCB Bank Limited
National Bank of Pakistan
NIB Bank Limited
Silk Bank Limited
Soneri Bank Limited
Standard Chartered Bank (PAK) Limited
The Bank of Punjab
United Bank Limited

NAFA STOCK FUND

Auditors

A.F. Ferguson & Co. Chartered Accountants
State Life Building No. 1-C
I.I. Chundrigar Road,
P.O.Box 4716
Karachi.

Legal Advisor

M/s Jooma Law Associates
205, E.I. Lines, Dr. Daudpota Road,
Karachi.

Head Office:

9th Floor, Adamjee House,
I.I. Chundrigar Road,
Karachi

Lahore Office:

68-B-1, M.M. Alam Road,
Gulberg 3, Lahore.
UAN: 042-111-111-632
Phone: 042-35778248-63
Fax: 042-35876806

Islamabad Office:

Plot No. 395, 396
Industrial Area, 1-9/3 Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

1st Floor, Haji Tehmas Centre,
Near KFC, Tehkal Payan
University Road, Peshawar.
Phone: 92-91-5711784, 5711782
Fax: 92-91-5211780

Multan Office:

NBP Corporate Branch
3rd Floor, Park Lane Tower, Near Shahjahan Banquet Hall,
Officers Colony, Khanewal Road. Multan.
Tel : 92-061-6214070
Fax: 92-061-6214062
UAN: 92-061-111-111-632

NAFA STOCK FUND

DIRECTORS' REPORT

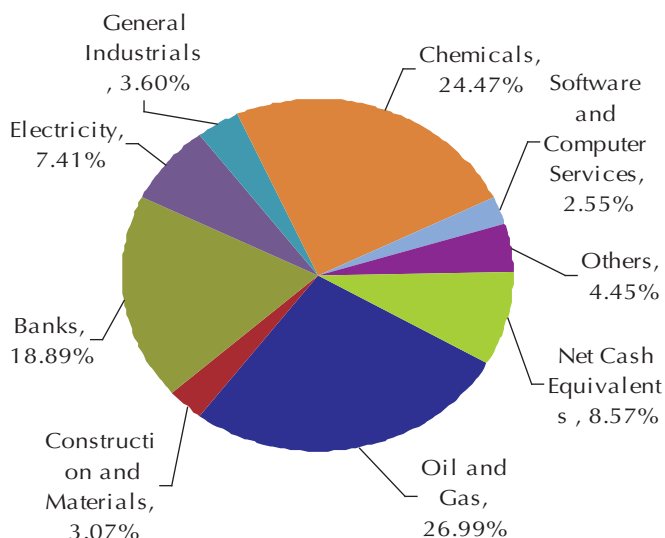
The Board of Directors of NBP Fullerton Asset Management Limited (formerly: National Fullerton Asset Management Limited) is pleased to present the unaudited financial statements of NAFA Stock Fund for the period ended March 31, 2011.

Fund's Performance

During the third quarter, the unit price of NAFA Stock Fund (NSF) has increased from Rs. 7.4209 (Ex-Div) on December 31, 2010 to Rs. 7.8162 on March 31, 2011, thus showing a growth of 5.33%, as compared to its Benchmark (KSE-30 Index) negative return of 0.23%, for the same period. Thus, the Fund has outperformed its Benchmark by 5.56% during the period under review. For the nine months period ended March 31, 2011, the NAV of the Fund has increased from Rs. 6.0204 (Ex-Div) on June 30, 2010 to Rs. 7.8162 on March 31, 2011, thus showing an increase of 29.83%. During the said period, the Benchmark increased by 20.98%, translating into an outperformance of 8.85%. Since inception (January 22, 2007), the unit price of the Fund has shown a growth of 14.46% as compared to 13.67% decrease in its Benchmark. Thus, the Fund has outperformed its Benchmark by 28.14% since inception. This performance is net of management fee and all other expenses. The Fund size of NSF has increased from Rs.959 million to Rs.990 million during the period i.e. an increase of 3.23%.

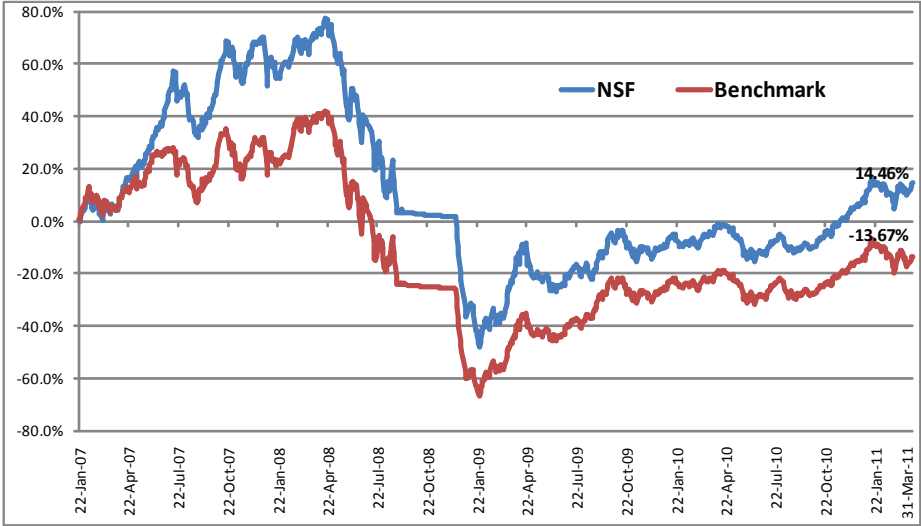
The stock market depicted a sideways trend during 3QFY11. The KSE-30 Index marginally decreased by around 0.23% to the 11,561.50 levels as against 11,588.24 levels at the beginning of the quarter. The Banks, Chemical, Personal Goods, and Electricity sectors performed better than the market. On the other hand, the Oil & Gas, Construction & Materials and Fixed Line Communication sectors lagged the market. During the period under review the key factors for the lackluster performance of the market were slowdown in foreign flows, the impact of flood and slow economic growth, uprising in the Middle East and diplomatic row with the US. On a positive note, the much-awaited leverage product namely, Margin Trading System (MTS) was launched towards the end of the quarter.

The Fund has earned total income of Rs.262.55 million during the period. After deducting expenses of Rs.34.79 million, the net income is Rs.227.76 million, translating into earning per unit of Rs.1.7958. The asset allocation and sector-wise allocation of the Fund's equity holding as on March 31, 2011 are as follows:



NAFA STOCK FUND

NSF Performance versus Benchmark (Since Inception)



Income Distribution

The Board of Directors of the Management Company, in addition to interim distribution of 1.85%, has also approved a further interim distribution of 1.85%.

Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of
NBP Fullerton Asset Management Limited
(formerly: National Fullerton Asset Management Limited)

Chief Executive
Date: April 19, 2011
Place: Karachi.

Director

NAFA STOCK FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UNAUDITED) AS AT March 31, 2011

		(Un-audited) March 31, 2011	(Audited) June 30, 2010
		-----Rupees in '000-----	
Assets	Note		
Balances with banks		131,079	22,404
Investments	4	905,247	935,270
Dividend and profit receivable	5	13,406	4,979
Deposits, prepayments and other receivables		2,775	3,740
Preliminary expenses and floatation costs		401	778
Total assets		<u>1,052,908</u>	<u>967,171</u>
Liabilities			
Payable to Management Company		3,163	2,715
Payable to Central Depository Company of Pakistan Limited - Trustee		164	155
Payable to Securities and Exchange Commission of Pakistan		680	1,209
Payable against purchase of investments		49,052	-
Payable on redemption of units		874	7
Accrued expenses and other liabilities	6	8,783	3,947
Total liabilities		<u>62,715</u>	<u>8,033</u>
Net assets		<u>990,193</u>	<u>959,138</u>
Unit holders' funds (As per Statement attached)		<u>990,193</u>	<u>959,138</u>
Contingencies and commitments	7		
		-----Number of units-----	
Number of units in issue		<u>126,684,664</u>	<u>135,386,588</u>
		-----Rupees-----	
Net asset value per unit		<u>7.8162</u>	<u>7.0844</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

Note	Nine Months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
-----Rupees in '000-----				
Income				
Gain / (Loss) on sale of investments - net	171,716	253,876	123,647	44,241
Income from Government Securities	2,920	-	1,345	-
Profit on bank deposits	5,442	4,762	2,547	2,040
Dividend Income	49,887	43,514	17,665	23,317
Unrealised appreciation / (diminution) in the value of investments carried at fair value through profit or loss -net	-	-	-	-
	51,869	63,661	(83,599)	26,720
Total income	281,834	365,813	61,605	96,318
Expenses				
Remuneration of the Management Company	21,484	30,078	7,195	9,484
Remuneration to the Trustee	1,430	1,753	477	562
Annual fee-Securities and Exchange Commission of Pakistan	680	952	228	300
Annual listing fee	30	23	10	8
Securities and other transaction costs	5,170	12,456	2,353	2,343
Settlement and bank charges	392	867	197	141
Auditors' remuneration	327	273	74	58
Fund rating fee	75	63	25	37
Amortisation of preliminary expenses and floatation costs	375	375	122	122
Legal and professional charges	65	40	40	-
Printing charges	114	701	72	256
Total expenses	30,143	47,581	10,793	13,311
Net income / (loss) from operating activities	251,691	318,232	50,812	83,007
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed	(19,279)	(61,616)	(9,436)	(36,237)
Provision for Worker's Welfare Fund	8 (4,648)	-	(827)	-
Net income / (loss) for the period	227,764	256,616	40,548	46,770
Taxation	9 -	-	-	-
Net income / (loss) for the period after taxation	<u>227,764</u>	<u>256,616</u>	<u>40,548</u>	<u>46,770</u>
Earnings / (loss) per unit	10			

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Executive

Director

NAFA STOCK FUND

CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

	Nine months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	-----Rupees in '000-----			
Net income / (loss) for the period after taxation	227,764	256,616	40,548	46,770
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	<u>227,764</u>	<u>256,616</u>	<u>40,548</u>	<u>46,770</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

	Nine Months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	-----Rupees in '000-----			
(Accumulated loss) / undistributed income brought forward	(455,186)	(922,964)	(310,614)	(574,597)
Distribution :				
Final distribution for the year ended June 30, 2010: 9.163% (2009: Nil units)				
- Bonus units	(100,808)	-	-	-
- Cash Distribution	(23,246)	-	-	-
Interim Distribution for the quarter ended December 31, 2010 : 1.85% (2009 : Nil units)				
- Bonus units	(17,650)		(17,650)	
- Cash Distribution	(4,546)		(4,546)	
Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed amount representing income / (losses) that forms part of the units holders' fund	104,939	234,091	23,528	95,570
Income / (loss) for the period	227,764	256,616	40,549	46,770
Accumulated loss carried forward	<u>(268,733)</u>	<u>(432,257)</u>	<u>(268,733)</u>	<u>(432,257)</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

	Nine Months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
-----Rupees in '000-----				
Net assets at the beginning of the period	959,138	1,331,311	992,062	1,327,342
Issue of 84,444,990 units (including 18,683,637 bonus units) (2009: 64,577,448 units) for the nine months	479,360	468,016	270,917	108,981
Redemption of 93,146,914 units (2009: 124,119,800 units) for the nine months	(667,556) (188,196)	(890,964) (422,948)	(318,225) (47,308)	(292,735) (183,754)
Final distribution of bonus units for the year ended June 30, 2010 : (9.163%) (June 30, 2009 : Nil Units)	100,808	-	-	-
Interim distribution for the quarter ended June 30, 2010 (1.85%) (June 30, 2009 : Nil Units)	17,650	-	17,650	-
Net element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed				
- amount representing accrued (income) / loss and capital (gains) / losses - transferred to income statement	19,279	61,616	9,436	36,237
- amount representing (income) / loss and capital (gains) / losses - transferred to distribution statement	(104,939) (85,660)	(234,091) (172,475)	(23,528) (14,092)	(95,570) (59,333)
Unrealised appreciation / (diminution) on re-measurement on investments classified as 'financial assets at fair value through profit or loss' - net	51,869	63,661	(83,599)	26,720
Capital gain/ (loss) on sale of investment - net	171,716	253,876	123,647	44,241
Other operating income / (loss)	4,178	(60,921)	500	(24,191)
Net income/ (loss) for the period	227,764	256,616	40,549	46,770
Final distribution for the year ended June 30, 2010: (9.163%) (2009 : Nil units)				
- Bonus units	(100,808)	-	-	-
- Cash distribution	(23,246)	-	-	-
Interim Distribution for the quarter ended December 31, 2010 : 1.85%				
- Bonus units	(17,650)	-	(17,650)	-
- Cash Distribution	(4,546)	-	(4,546)	-
Other comprehensive income				
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed	104,939	234,091	23,528	95,570
Net assets as at the end of the period	990,193	1,226,595	990,193	1,226,595

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

	Nine Months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
-----Rupees in '000-----				
CASH FLOW FROM OPERATING ACTIVITIES				
Net income / (loss) for the period before taxation	227,764	256,616	40,549	46,770
Adjustments				
Net unrealised (appreciation) / diminution on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	(51,869)	(63,661)	83,599	(26,720)
Amortisation of preliminary expenses and floatation costs	375	375	122	122
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed	19,279	61,616	9,436	36,237
	<u>195,549</u>	<u>254,946</u>	<u>133,706</u>	<u>56,409</u>
(Increase) / decrease in assets				
Receivable from sale of investments	-	(1,990)	8,444	(26,614)
Investments - net	81,893	175,158	(17,151)	141,688
Dividend and profit receivable	(8,427)	(12,973)	(12,487)	(15,536)
Advances deposits and prepayments	965	3,466	34	3,848
	<u>74,431</u>	<u>163,661</u>	<u>(21,160)</u>	<u>103,386</u>
Increase / (decrease) in liabilities				
Payable to Management Company	448	(870)	622	(607)
Payable to Central Depository Company of Pakistan Limited - Trustee	9	1	1	(5)
Payable to Securities and Exchange Commission of Pakistan	(529)	(463)	228	300
Payable against purchase of investments	49,052	10,494	37,592	23,942
Accrued expenses and other liabilities	4,836	61	770	199
	<u>53,815</u>	<u>9,223</u>	<u>39,212</u>	<u>23,829</u>
Net cash inflow from / (outflow on) operating activities	<u>323,795</u>	<u>427,830</u>	<u>151,758</u>	<u>183,624</u>
CASH FLOW FROM FINANCING ACTIVITIES				
Net receipts from issue of units	479,360	468,016	270,917	108,981
Net payments on redemption of units	(666,689)	(888,787)	(318,385)	(292,488)
Distribution paid	(27,792)		(4,546)	
Net cash outflow on financing activities	<u>(215,121)</u>	<u>(420,771)</u>	<u>(52,014)</u>	<u>(183,507)</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>108,674</u>	<u>7,059</u>	<u>99,744</u>	<u>117</u>
Cash and cash equivalents at the beginning of the period	22,404	15,971	31,334	22,913
Cash and cash equivalents at the end of the period	<u>131,078</u>	<u>23,030</u>	<u>131,078</u>	<u>23,030</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Executive

Director

NAFA STOCK FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

1. LEGAL STATUS AND NATURE OF BUSINESS

The NAFA Stock Fund (NSF) ('the Fund') was established under a Trust Deed executed between NBP Fullerton Asset Management Limited (NAFA) (formerly National Fullerton Asset Management Limited) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on December 06, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 20, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The management company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 9th Floor, Adamjee House, I.I.Chundrigar Road, Karachi.

The Fund is an open-ended mutual fund and is listed on the Lahore Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Board of Directors have approved that the Fund should be categorized as 'Equity Scheme' as per the categories defined by the Securities and Exchange Commission of Pakistan.

The core objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2- to the Management Company and has assigned short term performance ranking of "3 Star" to the Fund.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34: 'Interim Financial Reporting' (IAS 34), the Trust Deed, Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), Non Banking Finance Companies and Notified Entities Regulations 2008 (NBFC Regulations) and the directives issued by the SECP. In cases where requirements differ, the requirements of the Trust Deed, NBFC Rules, NBFC Regulations or the said directives take precedence.

2.2 The directors of the asset management company declare that these condensed interim financial statements give a true and fair view of the Fund.

3. ACCOUNTING POLICIES

3.1 The accounting policies and the methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2010

NAFA STOCK FUND

3.2 Standards, interpretations and amendments to published approved accounting standards that are effective from January 1, 2010

There are certain new standards, amendments and International Financial Reporting Interpretations Committee (IFRIC) interpretations that became effective during the period and are mandatory for accounting periods beginning on or after January 1, 2010 but are considered not to be relevant or have any significant effect on the Fund's operations and are, therefore, not disclosed in these condensed interim financial statements.

3.3 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following revised standards has been published and is mandatory for accounting periods beginning on or after January 1, 2011:

IAS 24 (revised), 'Related party disclosures', issued in November 2009. It supersedes IAS 24, 'Related party disclosures', issued in 2003. The revised standard clarifies and simplifies the definition of a related party and removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities. The Fund will apply the revised standard from July 1, 2011. The Fund is currently in the process of assessing the impact, if any, of the revised standard on the related party disclosures.

There are other amendments to the standards, improvements to International Financial Reporting standards 2010 and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2011 but were considered not to be relevant or did not have any significant effect on the Fund's operations and are therefore not detailed in these condensed interim financial statements.

4. INVESTMENTS

At fair value through profit or loss - held for trading

	Note	(Un-audited) March 31, 2011	(Audited) June 30, 2010
		Rupees in '000	
Investments in shares of listed companies	4.1.1	905,247	935,270
Investment in Government Securities -Market Treasury Bills	4.1.2	-	-
		<u>905,247</u>	<u>935,270</u>

NAFA STOCK FUND

4.1.1 Investments in shares of listed companies at fair value through profit or loss

Name of the investee company	-----Number of shares-----					Market value as at March 31, 2011	Market value as a percentage of net assets	Market value as a percentage of total investment	Percentage of paid up capital of investee company held
	As at July 1, 2010	Purchases during the period	Bonus / right shares	Sales during the period	As at March 31, 2011				
						(Rupees in '000)	-----	-----%	-----
Unless stated otherwise, the holdings are in ordinary shares of Rs. 10 each.									
Oil and Gas									
Attock Petroleum Limited	94,140	364,109	25,118	386,568	96,799	35,535	3.59	3.93	0.14
Attock Refinery Limited	54,500	278,300	-	332,500	300	37	0.00	0.00	0.00
National Refinery Limited	173,218	254,600	-	312,800	115,018	35,819	3.62	3.96	0.14
Oil & Gas Development Company Limited	896,683	224,500	-	1,021,900	99,283	13,470	1.36	1.49	0.00
Pakistan Oilfields Limited	295,100	681,000	-	704,400	271,700	88,327	8.92	9.76	0.11
Pakistan Petroleum Limited	416,436	547,800	84,667	604,100	444,803	94,036	9.50	10.39	0.04
Pakistan State Oil Company Limited	124,001	254,600	-	378,601	-	-	-	-	-
Chemicals									
Arif Habib Corporation Ltd.	253,500	215,000	-	468,500	-	-	-	-	-
Engro Corporation Limited	282,811	1,125,300	63,262	1,023,800	447,573	92,102	9.30	10.17	0.11
Fatima Fertilizer Limited	-	150	-	150	-	-	-	-	-
Fauji Fertilizer Company Limited	507,000	1,627,800	38,350	1,627,800	545,350	75,193	7.59	8.31	0.06
Fauji Fertilizer Bin Qasim Limited	8,000	2,365,200	-	1,693,600	679,600	28,149	2.84	3.10	0.07
Lotte Pakistan PTA Limited	-	6,086,000	-	3,183,000	2,903,000	46,854	4.73	5.18	0.19
Construction & Materials									
Attock Cement Pakistan Limited	223,456	110,000	-	333,456	-	-	-	-	-
D.G Khan Cement Company Limited	460,000	869,000	-	1,329,000	-	-	-	-	-
Lucky Cement Limited	154,023	1,810,659	-	1,786,000	178,682	12,057	1.22	1.33	0.06
Thatta Cement	1,000,000	-	-	-	1,000,000	18,370	1.86	2.03	1.25
General Industries									
Thal Limited	389,566	93,000	59,562	210,436	331,692	35,650	3.60	3.94	0.54
Industrial Engineering									
Al Ghazi Tractor Limited	32,328	20,600	-	52,928	-	-	-	-	-
Millat Tractor Limited	-	51,300	6,075	57,375	-	-	-	-	-
Personal Goods									
AMTEX Limited	1,061,366	845,000	154,559	2,060,925	-	-	-	-	-
Azgard Nine Limited (Non-voting)	806,400	-	-	806,400	-	12,096	1.22	1.34	1.24
Nishat Chunian Limited	-	831,000	-	514,000	317,000	9,085	0.92	1.00	0.20
Nishat Mills Limited	24	374,000	-	370,000	4,024	262	-	-	0.00
Media									
Hum Television Network Limited	860,779	-	-	-	860,779	18,231	1.84	2.01	1.72
Fixed Line Telecommunication									
Pakistan Telecommunication Company Limited	2,223,000	1,379,000	-	3,602,000	-	-	-	-	-
Wateem Telecom Limited	1,500,000	-	-	1,500,000	-	4,275	0.43	0.47	0.24
Electricity									
The Hub Power Company Limited	1,909,500	2,244,600	-	2,488,000	1,666,100	62,712	6.33	6.93	0.14
Nishat Power Limited	-	4,176,000	-	3,551,400	624,600	10,693	1.08	1.18	0.18
Commercial Banks									
Allied Bank Ltd.	264,134	580,300	45,786	386,572	503,648	29,932	3.02	3.31	0.06
Bank Al-Falah Ltd.	-	535,000	-	535,000	-	-	-	-	-
Bank Al Habib Ltd.	749,723	290,000	120,545	437,000	723,268	20,996	2.12	2.32	0.08
Habib Metropolitan Bank Limited	488,298	-	-	488,298	-	-	-	-	-
MCB Bank Limited	554,528	721,790	22,802	930,300	368,820	76,545	7.73	8.46	0.04
Meezan Bank Limited	25	1,534,142	230,125	-	1,764,292	29,993	3.03	3.31	0.22
National Bank of Pakistan	224,331	1,454,800	64	1,678,874	321	18	0.00	0.00	0.00
United Bank Limited	357,046	2,326,528	-	2,203,200	480,374	29,544	2.98	3.26	0.04
Non Life Insurance									
Adamjee Insurance Company Limited	-	56,000	-	56,000	-	-	-	-	-
Balance carried forward						16,733,426	879,981	88.84	97.17

NAFA STOCK FUND

Name of the investee company	-----Number of shares-----					Market value as at March 31, 2011	Market value as a percentage of net assets	Market value as a percentage of total investment	Percentage of paid up capital of investee company held	
	As at July 1, 2010	Purchases during the period	Bonus / right shares	Sales during the period	As at March 31, 2011					
						(Rupees in '000)	-----%-----			
Balance brought forward					16,733,426	879,981	88.84	97.17		
Financial Services										
Jahangir Siddiqui Company Ltd.	-	1,107,000		1,107,000	-		-	-	-	
Software and Computer Services										
Netsol Technologies Limited	380,000	1,416,000		744,120	1,051,880	25,266	2.55	2.79	1.35	
						<u>17,785,306</u>	<u>905,247</u>	<u>91.39</u>	<u>99.96</u>	
Carrying value as at March 31, 2011						<u>853,378</u>				

* The Face Value of shared held of Thal Limited & Al Ghazi Tractor is Rs.5

Investments include shares with market value of Rs 239.489 million which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular number 11 dated October 23, 2007 issued by the SECP

4.1.2 Investment in government securities - 'At fair value through profit or loss'

Issue Date	Tenor	Face Value				Market value as at March 31, 2011	Market value of investments as a percentage of net assets	Market value as a percentage of total investment
		As at July 1, 2010	Purchases during the period	Sales/ matured during the period	As at March 31, 2011			
----- (Rupees in '000) -----								
June 17, 2010	3Months	-	25,000	25,000	-	-	-	-
April 08, 2010	6Months	-	50,000	50,000	-	-	-	-
June 17, 2010	3Months	-	125,000	125,000	-	-	-	-
October 8, 2010	12Months	-	50,000	50,000	-	-	-	-
July 15, 2010	3Months	-	25,000	25,000	-	-	-	-
August 3, 2010	6Months	-	145,000	145,000	-	-	-	-
November 16, 2010	3Months	-	75,000	75,000	-	-	-	-
December 2, 2010	3Months	-	150,000	150,000	-	-	-	-
December 18, 2010	3Months	-	150,000	150,000	-	-	-	-
Carrying value as at March 31, 2011						<u>-</u>		

NAFA STOCK FUND

	(Un-audited) March 31, 2011	(Audited) June 30, 2010
5 DIVIDEND AND PROFIT RECEIVABLE	(Rupees in '000)	
Dividend receivable on equity shares	12,293	4,371
Profit receivable on savings and term deposits	1,113	608
	<u>13,406</u>	<u>4,979</u>
6 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	217	260
Settlement charges payable	93	75
Bank Charges	34	80
Workers' Welfare Fund Payable	7,456	2,808
Others	983	724
	<u>8,783</u>	<u>3,947</u>
7 CONTINGENCIES AND COMMITMENTS	<u>NIL</u>	<u>NIL</u>

8 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending adjudication. However, without prejudice to the above, the Management Company made a provision for WWF contribution in the annual financial statements for the year ended June 30, 2010.

Subsequent to the year ended June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. However, on December 14, 2010, the Ministry has filed its response against the constitutional petition requesting the Court to dismiss the petition. According to the legal counsel who is handling the case, there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in the Court.

As the matter relating to levy of WWF is currently pending in the court, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 7.456 million in these condensed interim financial statements.

9 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 (the 'Ordinance') subject to the condition that not less than 90 percent of its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the management company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2011 as reduced by capital gains (whether realised or unrealised) to its unit holders. Accordingly, no tax liability has been recorded in the current period.

The Fund is also exempt from the provisions of section 113 (minimum tax) of the Ordinance under clause 11A of Part IV of the Second Schedule to the Ordinance.

NAFA STOCK FUND

10 EARNINGS / (LOSS) PER UNIT

Earnings / (loss) per unit for the half years and quarters ended March 31, 2010 and 2011 have not been disclosed as in the opinion of the management the determination of weighted average units for calculating earnings / (loss) per unit is not practicable.

11 TRANSACTIONS WITH CONNECTED PERSONS

11.1 Connected persons of the Fund include NBP Fullerton Asset Management Limited (Formerly National Fullerton Asset Management Limited) being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and Alexandra Fund Management Pte. Limited being the sponsors, other collective investment schemes managed by the Management Company and directors and officers of the Management Company.

11.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

11.3 Remuneration and front - end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively . Similarly, remuneration payable to Trustee is determined in accordance with the provisions of the Trust Deed.

11.4 Transactions during the period

	----- (Unaudited) -----			
	Nine Months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
-----Rupees in '000-----				
NBP Fullerton Asset Management Limited - Management Company (Formerly National Fullerton Asset Management Limited)				
Remuneration of Management Company	21,484	30,078	7,114	9,484
Front-end Load	496	2,799	104	2,021
National Bank of Pakistan - Sponsor				
Cash dividend in respect of investments held in the Fund	8,260	-	-	-
Alexandra Fund Management Pte. Limited - Sponsor				
Bonus units issued:2,053,712 units (2009: Nil units)	-	-	-	-
Units redeemed/transferred out: 5,937,096 units (2009: Nil units)	40,000	-	-	-
Chief Executive Officer				
Units issued/ transferred in: Nil units (2009:759,648 units)	-	5,000	-	-
Units redeemed/transferred out: Nil units (2009:809,511 units)	-	6,186	-	-
Company Secretary / Chief Financial Officer				
Units issued / transferred in: Nil units (2009:197,429 units)	-	1,396	-	476
Units redeemed / transferred out: Nil units (2009: 310,244 units)	-	2,215	-	-
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of trustee	1,430	1,753	478	562
CDS Charges	172	437	83	66

NAFA STOCK FUND

	----- (Unaudited) -----			
	Nine Months ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
-----Rupees in '000-----				
NAFA Provident Fund Trust - Provident Fund				
Units Issued / transferred in: 4,378,756 units (2009:1,253,684 units)	31,266	9,220	14,738	3,300
Units redeemed / transferred out: 4,706,572 units (2009:620,149 units)	33,940	4,516	18,919	
Bonus units issued: 77,088 units (2009 Nil units)	-		-	
NBP Employees Pension Fund				
Bonus units issued: 3,765,446 units (2009 Nil units)				
Executives of the Management Company				
Units Issued / transferred in: Nil units (2010: 318,751 units)		2,344	-	1,043
Units redeemed / transferred out: 73,264 units (2010: 258,893 units)	477	1,899	-	943
Bonus units issued: 9,476 units (2009: Nil units)	-			
Taurus Securities Limited				
Brokerage paid	302		77	
		(Un-audited) March 31, 2011	(Audited) June 30, 2010	
		(Rupees in '000)		
11.5 Balances outstanding as at period / year end				
NBP Fullerton Asset Management Limited - Management Company (Formerly National Fullerton Asset Management Limited)				
Management fee payable		2,478	2,340	
Others		685	375	
National Bank of Pakistan - Sponsor				
Investment held by the Sponsor in the Fund: 7,500,000 units (2010: 7,500,000 units)		57,022	53,133	
Deposit held by the Fund with the Sponsor		1,072	694	
Alexandra Fund Management Pte. Limited - Sponsor				
Investment held by the Sponsor in the Fund: 8,561,472 units (2010:12,444,856 units)		66,918	88,164	
Central Depository Company of Pakistan Limited - Trustee				
Payable to Trustee		164	155	
CDS charges payable		24	75	
Security Deposit		100	100	
NAFA Provident Fund Trust - Provident Fund				
Investment held in the Fund: 268,191 units (2010: 518,919 units)		2,096	3,676	
NBP Employees Pension Fund				
Investment held in the Fund : 25,072,044 units (2010: 21,306,596)		195,968	161,992	
Taurus Securities Limited				
Brokerage charges payable		72	23	

NAFA STOCK FUND

12 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 19, 2011 by the Board of Directors of the Management Company.

13 GENERAL

- 13.1 Figures have been rounded off to the nearest thousand rupees.
- 13.2 Corresponding figures have been rearranged and reclassified, where ever necessary, for the purpose of better presentation. There were no major reclassifications in these condensed interim financial statements.
- 13.3 The bifurcation of undistributed income into realised and unrealised income at the beginning and end of the period as required by the NBFC Regulations has not been disclosed as such bifurcation is not practicable.

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

Chief Executive

Director