


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

FUND'S INFORMATION

Management Company

NBP Fullerton Asset Management Limited – Management Company

Board of Directors of the Management Company

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

Company Secretary & CFO of the Management Company

Mr. Muhammad Murtaza Ali

Audit & Risk Committee

Mr. Patrick Pang Chin Hwang	Chairman
Mr. Shehryar Faruque	Member
Mr. Amir Shehzad	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
Summit 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

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:

House # 10 - A, Block -S, Gulberg - II, Lahore.
UAN: (+92-42) 111-111-NFA (632)
Fax No: (+92-42) 35760373

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 City Branch, Hussain-a-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NAFA STOCK FUND

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NAFA STOCK FUND

DIRECTORS' REPORT

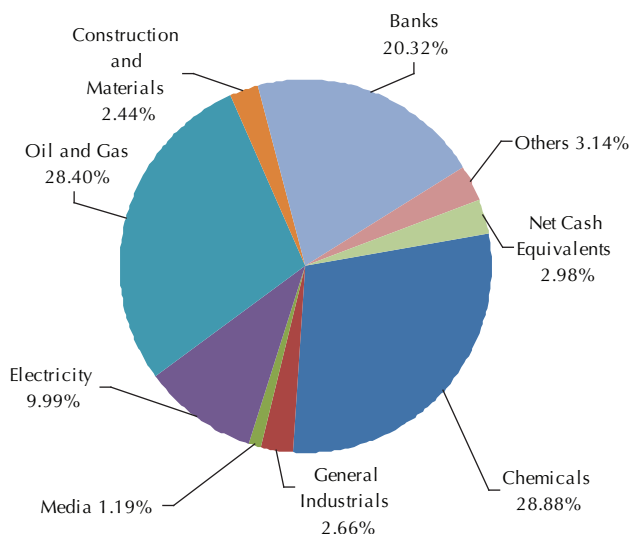
The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the unaudited financial statements of NAFA Stock Fund for the quarter ended September 30, 2011.

Fund's Performance

During the first quarter, the unit price of NAFA Stock Fund (NSF) has decreased from Rs.6.5095 (Ex-Div) on June 30, 2011 to Rs.6.4920 on September 30, 2011, thus showing a decline of 0.27%, as compared to its Benchmark's (KSE-30 Index) negative return of 3.16%, for the same period. Thus, the Fund has outperformed its Benchmark by 2.89% during the period under review. Since inception (January 22, 2007), the unit price of the Fund has shown a growth of 12.87% as compared to 16.22% decrease in its Benchmark. Thus, the Fund has outperformed its Benchmark by 29.09% since inception. This performance is net of management fee and all other expenses. The Fund size of NSF at the end of the period stood at Rs.894 million, i.e. a decline of 3.56% compared to the June 30, 2011.

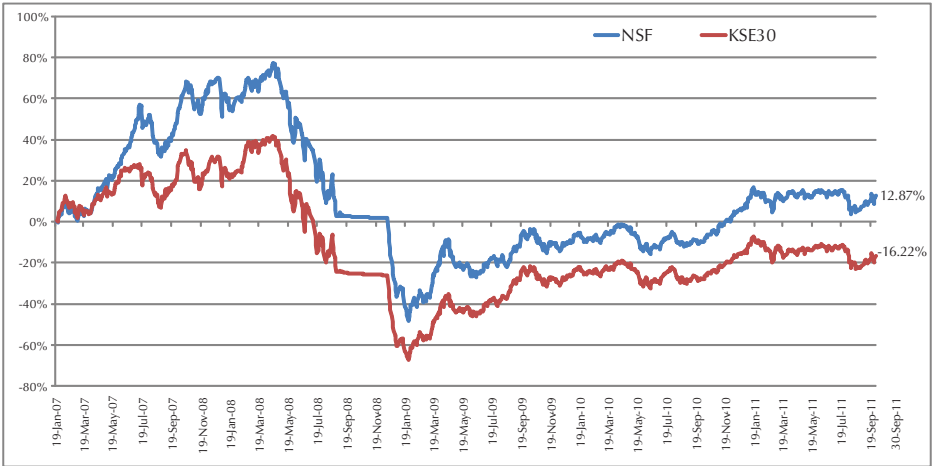
The stock market depicted a declining trend during 1QFY12. The KSE-30 Index decreased by around 3.16% to 11,221 levels as against 11,586 levels at the beginning of the quarter. The Banks, Chemical, Personal Goods, Construction & Materials and Electricity sectors performed better than the market. On the other hand, the Oil & Gas, Household Goods, Industrial Engineering, Industrial Transportation 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, uneasiness on the domestic political front, the energy crisis, mounting energy related circular debt, US Country rating downgrade by Standard & Poor's and associated global equity sell-off. On a positive note, expectation of healthy corporate earnings announcement and sanguine valuations of key companies kept alive the interest of local investors towards the end of the quarter.

The Fund has earned total income of Rs.3.68 million during the period. After deducting expenses of Rs.9.66 million, the net loss is Rs.5.98 million; translating into loss per unit of Rs.0.0175. The asset allocation of the Fund as on September 30, 2011 is as follows:



NAFA STOCK FUND

NSF Performance versus Benchmark (Since Inception)



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

Chief Executive

Director

Date: October 27, 2011
Place: Karachi.

NAFA STOCK FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2011

		(Un-audited) September 30, 2011	(Audited) June 30, 2011
	Note	-----Rupees in '000-----	
ASSETS			
Balances with banks		41,092	97,434
Receivable against sale of investments		-	9,291
Investments	4	867,769	870,297
Dividend and profit receivable	5	2,722	2,538
Deposits, prepayments and other receivables		3,171	2,740
Preliminary expenses and floatation costs		150	278
Total assets		914,904	982,578
LIABILITIES			
Payable to the Management Company		2,149	2,437
Payable to the Trustee		140	160
Payable to the Securities and Exchange Commission of Pakistan		205	907
Payable against purchase of investments		9,182	43,732
Payable on redemption of units		-	222
Accrued expenses and other liabilities	6	8,833	8,325
Total liabilities		20,509	55,783
NET ASSETS		<u>894,395</u>	<u>926,795</u>
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		<u>894,395</u>	<u>926,795</u>
CONTINGENCIES AND COMMITMENTS	7	Number of units	
Number of units in issue		<u>137,769,541</u>	<u>122,872,467</u>
		Rupees	
NET ASSET VALUE PER UNIT		<u>6.4920</u>	<u>7.5427</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM INCOME STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2011 (UN-AUDITED)

	Note	Quarter ended September 30, 2011	Quarter ended September 30, 2010
Rupees in '000			
INCOME			
Loss/ (gain) on sale of investments - net		(27,525)	7,381
Income from Government Securities		488	1,525
Profit on bank deposits		1,911	1,882
Dividend income		9,866	10,822
Unrealised diminution in the value of investments carried at fair value through profit or loss - net		<u>18,939</u>	<u>9,371</u>
Total income / (loss)		<u>3,679</u>	<u>30,981</u>
EXPENSES			
Remuneration of the Management Company		6,504	7,175
Remuneration of the Trustee		434	478
Annual fee - Securities and Exchange Commission of Pakistan		206	227
Securities transaction cost		1,063	1,367
Settlement and bank charges		63	194
Annual listing fee		10	10
Legal & Professional charges		-	15
Auditors' remuneration		140	96
Fund rating fee		25	25
Amortisation of preliminary expenses and floatation costs		126	126
Printing charges		46	96
Other charges		1,041	-
Total Expenses		<u>9,658</u>	<u>9,809</u>
Net Income / (loss) from operating activities		<u>(5,979)</u>	<u>21,172</u>
Element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed		-	(957)
Provision for Workers' Welfare Fund		-	(404)
Net Income / (loss) for the period before taxation		<u>(5,979)</u>	<u>19,811</u>
Taxation	8	-	-
Net income / (loss) for the period after taxation		<u>(5,979)</u>	<u>19,811</u>
Earnings per unit	9		

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2011 (UN-AUDITED)

	Quarter ended September 30, 2011	Quarter ended September 30, 2010
	Rupees in '000	
Net income / (loss) for the period after taxation	(5,979)	19,811
Other Comprehensive Income	-	-
Total comprehensive income / (loss) for the period	<u>(5,979)</u>	<u>19,811</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM DISTRIBUTION STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2011 (UN-AUDITED)

	Quarter ended September 30, 2011	Quarter ended September 30, 2010
	Rupees in '000	
(Accumulated loss) / undistributed income brought forward	(287,976)	(455,186)
Final distribution for the year ended June 30, 2011 10.3320% (2010: 9.163%)		
- Bonus units	(101,560)	(100,808)
- Cash distribution	(25,392)	(23,246)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (losses) that form part of the unit holders' fund	3,559	8,343
Income / (loss) for the period	(5,979)	19,811
Accumulated loss carried forward	<u>(417,348)</u>	<u>(551,086)</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE QUARTER ENDED SEPTEMBER 30, 2011 (UN-AUDITED)

	Quarter ended September 30, 2011	Quarter ended September 30, 2010
	Rupees in '000	
Net assets at the beginning of the period	926,795	959,138
Issue of 41,664,727 units including 15,601,886 bonus (2010: 14,157,330 units)	168,989	89,987
Redemption of 26,767,653 units (2010:16,334,466 units)	(170,018) (1,029)	(104,373) (14,386)
Issue of bonus units for the year ended June 30, 2011	101,560	100,808
Net element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed		
- amount representing (accrued income) / losses and capital (gains) / losses transferred to Income Statement	-	957
- amount representing (income) / losses that form part of the unit holders' fund transferred to Distribution Statement	(3,559) (3,559)	(8,343) (7,386)
Unrealised diminution in the value of investments carried at fair value through profit or loss - net	18,939	9,371
Capital gain / (loss) on sale of investments - net	(27,525)	7,381
Other income /(loss) (net of expenses)	2,607 (5,979)	3,059 19,811
Final distribution for the year ended June 30, 2010 (9.163%) (2009: Nil units)		
- Bonus units	(101,560)	(100,808)
- Cash distribution	(25,392)	(23,246)
	(126,952)	(124,054)
Net element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (losses) that form part of the unit holders' fund	3,559	8,343
Net assets at the end of the period	<u>894,395</u>	<u>942,274</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA STOCK FUND

CONDENSED INTERIM CASH FLOW STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2011 (UN-AUDITED)

	Quarter ended September 30, 2011	Quarter ended September 30, 2010
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Income / (loss) for the period before taxation	(5,979)	19,811
Adjustments		
Unrealised diminution in the value of investment carried at fair value through profit and loss - net	(18,939)	(9,371)
Amortisation of preliminary expenses and floatation costs	126	127
Element of (income) / loss and capital (gains)/losses included in prices of units issued less those in units redeemed	-	957
	<u>(24,792)</u>	<u>11,524</u>
(Increase) / decrease in assets		
Receivable against sale of investments	9,291	-
Investments	21,469	69,272
Advances, deposits and prepayments	(431)	(528)
Dividend and profit receivable	(184)	(4,777)
	<u>30,145</u>	<u>63,967</u>
Increase / (decrease) in liabilities		
Payable to the Management Company	(288)	57
Payable to the Trustee	(20)	(3)
Payable to the Securities and Exchange Commission of Pakistan	(702)	(982)
Payable against purchase of investments	(34,550)	23,298
Accrued expenses and other liabilities	508	(84)
	<u>(35,052)</u>	<u>22,286</u>
Net cash generated from / (used in) operating activities	<u>(29,699)</u>	<u>97,777</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net receipts from issue of units	168,989	89,987
Net payments on redemption of units	(170,240)	(103,065)
Distributions made	(25,392)	(23,246)
Net cash used in financing activities	<u>(26,643)</u>	<u>(36,324)</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>(56,342)</u>	<u>61,453</u>
Cash and cash equivalents at the beginning of the period	97,434	22,404
Cash and cash equivalents at the end of the period	<u>41,092</u>	<u>83,857</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA STOCK FUND

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2011 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Stock Fund (the Fund) was established under a Trust Deed executed between NBP Fullerton Asset Management Limited (NAFA) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the 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 SECP. The registered office of the Management Company is situated at 9th Floor, Adamjee House, I.I Chundrigar Road, Karachi. The Management Company is a member of Mutual Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund classified as an equity scheme by the Management Company 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 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-' (Positive outlook) to the Management Company and a performance ranking of 3-Star long term and 4 star short term to the Fund based on the performance of the Fund for the year ended June 30, 2011.

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.

BASIS OF PREPARATION

2

Statement of compliance

2.1

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2007 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulation or directives issued by SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by SECP prevail. The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'.

The directors of the asset management company declare that condensed interim financial statements give a true and fair view of the fund

NAFA STOCK FUND

3 SUMMARY OF ACCOUNTING POLICIES

The principal accounting policies adopted for the preparation of the financial statements for the quarter ended September 30, 2011 are same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2011 except change in accounting policy of recognition of element of income .

3.1 Change in Accounting Policy on Recognition of Element of Income

Based on the proposal by MUFAP on the change in the treatment of "Element of Income and Capital Gains included in the prices of units issued less those on units redeemed" and subsequent correspondence by SECP and opinion by ICAP in this regard, the accounting treatment of recognition of element of income has been changed with effect from July 1, 2011. Accordingly, instead of following previous policy of recognizing element of income, the net balance of element of income is recognized in the Distribution Statement directly.

Note	Un-audited September 30, 2011	Audited June 30, 2011
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Rupees in '000

4 INVESTMENTS

At fair value through profit or loss - held for trading

Investments in shares of listed companies	4.1.1	<u>867,769</u>	<u>870,297</u>
		<u>867,769</u>	<u>870,297</u>

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

Name of the investee company	As at July 1, 2011	Purchases during the period	Bonus / right shares	Sales during the period	As at September 30, 2011	Market value as at September 30, 2011	Market value of investments as a percentage of net assets	Market value as a percentage of total investment	percentage of paid up capital of the investee company held
-----Number of shares-----					(Rupees in '000)				

Unless stated otherwise, the holdings are in ordinary shares of Rs. 10 each.

Financial Services									
Jahangir Siddiqui Company Ltd.	20,000				20,000	115	0.01	0.01	0.00
Commercial Banks									
Allied Bank Ltd.	467,648			72,042	395,606	23,934	2.68	2.76	0.05
Bank Al-Falah Ltd.	50,000				50,000	564	0.06	0.06	0.00
Bank Al Habib Ltd.	559,267				559,267	16,705	1.87	1.93	0.08
MCB Bank Limited	231,569	364,800		243,000	353,369	61,228	6.85	7.06	0.05
Meezan Bank Limited	1,626,292				1,626,292	32,689	3.65	3.77	0.23
National Bank of Pakistan	321	1,457,000		946,935	510,386	23,376	2.61	2.69	0.04
United Bank Limited	359,758	234,010		207,547	386,221	23,228	2.60	2.68	0.03
Non Life Insurance									
TPL Direct Insurance	-	96,626			96,626	921	0.10	0.11	0.21
Personal Goods									
Azgard Nine Limited (Non-voting)	806,400				806,400	5,645	0.63	0.65	1.24
Nishat Chunian Limited	2,000				2,000	42	0.00	0.00	0.00
Nishat Mills Limited	1,024	525,000		525,162	862	41	0.00	0.00	0.00
General Industries									
Thal Limited	319,057			57,625	261,432	23,762	2.66	2.74	0.51

NAFA STOCK FUND

Name of the investee company	As at July 1, 2011	Purchases during the period	Bonus / right shares	Sales during the period	As at September 30, 2011	Market value as at September 30, 2011	Market value of investments as a percentage of net assets	Market value as a percentage of total investment	percentage of paid up capital of the investee company held
	-----Number of shares-----				(Rupees in '000)				
Construction & Materials									
Lucky Cement Limited	137,886	80,000		217,000	886	67	0.01	0.01	0.00
Thatta Cement	1,000,000		250,000		1,250,000	21,750	2.43	2.51	1.57
Electricity									
The Hub Power Company Limited	2,199,099	370,000		616,000	1,953,099	81,054	9.06	9.34	0.17
Nisbat Power Limited	1,137,869			589,789	548,080	8,281	0.93	0.95	0.15
Oil and Gas									
Attock Petroleum Limited	45,799	11,000		11,500	45,299	18,022	2.01	2.08	0.08
Attock Refinery Limited	50,800	222,000		240,000	32,800	3,645	0.41	0.42	0.04
National Refinery Limited	77,908	38,800		57,500	59,208	21,737	2.43	2.50	0.07
Oil & Gas Development Company Limited	435,383	104,000		186,893	352,490	46,578	5.21	5.37	0.01
Pakistan Oilfields Limited	267,100	55,805		103,600	219,305	80,783	9.03	9.31	0.09
Pakistan Petroleum Limited	281,803	178,000	22,265	178,155	303,913	57,613	6.44	6.64	0.03
Pakistan State Oil Company Limited	148,600	285,150		333,100	100,650	25,623	2.86	2.95	0.06
Industrial Engineering									
Millat Tractor Limited	24,100	22,738		24,000	22,838	9,158	1.02	1.06	0.08
Media									
Hum Television Network Limited	860,779				860,779	10,613	1.19	1.22	1.72
Fixed Line Telecommunication									
Pakistan Telecommunication Company Limited		552,500		552,000	500	6	0.00	0.00	0.00
Wateem Telecom Limited	1,500,000				1,500,000	2,340	0.26	0.27	0.24
Software and Computer Services									
Netsol Technologies Limited	3,880				3,880	55	0.01	0.01	0.01
Chemicals									
Engro Corporation Limited	237,269	422,000		216,900	442,369	63,431	7.09	7.31	0.13
Fatima Fertilizer Limited	1,685,000				1,685,000	31,762	3.55	3.66	0.08
Fauji Fertilizer Company Limited	658,245	240,500		216,000	682,745	110,536	12.36	12.74	0.10
Fauji Fertilizer Bin Qasim Limited	900,100	627,000		631,500	895,600	52,554	5.88	6.06	0.10
Lotte Pakistan PTA Limited	598,000			593,000	5,000	59	0.01	0.01	0.00
Food Producers									
Engro Foods	-	400,000			400,000	9,852	1.10	1.14	0.05
					16,432,902	867,769	97.02	100.00	
Carrying value as at September 30, 2011						848,830			

* The Face Value of shared held of Thal Limited is Rs.5

Investments include shares with market value of Rs 238.49 million (June 30, 2011 Rs. 241.535 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 Securities & Exchange Commission of Pakistan.

NAFA STOCK FUND

	Un-audited September 30, 2011	Audited June 30, 2011
	Rupees in '000	
5 DIVIDEND AND PROFIT RECEIVABLE		
Profit on savings deposits	712	428
Dividend receivable on equity securities	2,010	2,110
	<u>2,722</u>	<u>2,538</u>
6 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	425	285
Settlement charges payable	1	81
Bank charges	69	40
Workers' Welfare Fund payable	7,041	7,041
Others	1,297	878
	<u>8,833</u>	<u>8,325</u>
	Un-audited September 30, 2011	Audited June 30, 2010
7 Commitments		
Commitments	<u>-</u>	<u>-</u>
8 TAXATION		
<p>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 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. The Fund has not recorded a tax liability in respect of income relating to the current year as the management company has distributed more than 90 percent of the Fund's accounting income for the year as reduced by capital gains (whether realised or unrealised) to its unit holders.</p>		
9 EARNINGS PER UNIT		
<p>Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.</p>		
10 TRANSACTIONS WITH CONNECTED PERSONS		
<p>10.1 Connected persons include NBP 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, NAFA provident Trust Fund being the employee contribution plan of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of the Management Company.</p>		
<p>10.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.</p>		
<p>10.3 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.</p>		
<p>10.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC regulation and the Trust Deed.</p>		

NAFA STOCK FUND

	Un-audited Quarter Ended September 30, 2011	Un-audited Quarter Ended September 30, 2010
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Rupees in '000

10.5 Details of the transactions with connected persons are as follows:

NBP Fullerton Asset Management Limited - Management Company
Management fee expense for the period
Front End Load

6,504	7,175
5	111

National Bank of Pakistan - Sponsor
Cash Distribution

7,749	6,872
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Alexandra Fund Management Pte. Limited - Sponsor
Bonus units issued (1,392,347 units; September 30,
2010: 1,848,741 units;)

-	-
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Employees of the Management Company

Units issued / transferred In (468,371 units; September 30,
2010:866,173 units;)

3,011	5,471
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Units redeemed / transferred out (459,196 units; September
30, 2010: 899,340 units)

2,943	5,724
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Bonus units issued (4,670 units; September 30, 2010: 33,494
units;)

-	-
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Central Depository Company of Pakistan Limited - Trustee

Remuneration
CDS Charges

434	478
77	24

NAFA Provident Fund Trust - Provident Fund

Units Issued / Transferred in (1,774,555 units; September 30,
2010; 1,412,162 units)

11,544	8,963
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Units redeemed / transferred out (1,664,129 units; September 30
2010; 1,298,885 units)

10,554	8,287
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Bonus units issued (81,396 units; September 30, 2010
77,087 units;)

-	-
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NBP Employee Pension Fund

Bonus units issued (4,077,451 units; September 30, 2010; Nil)

-	-
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Taurus Securities Limited

Brokerage

78	110
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NAFA STOCK FUND

	Un-audited September 30, 2011	Audited June 30, 2011
	Rupees in '000	
10.6 Amounts outstanding as at year end		
NBP Fullerton Asset Management Limited - Management Company		
Management Fee Payable	2,102	2,404
Front-end Load Payable	47	33
National Bank of Pakistan - Sponsor		
Investment held by the sponsor in the Fund (7,500,000 units; June 30, 2011: 7,500,000 units)	48,690	56,570
Deposit held by the Fund with the Sponsor	377	783
Alexandra Fund Management Pte. Limited - Sponsor		
Investment held by the Sponsor in the Fund (10,164,592 units; June 30, 2011: 8,772,245 units)	65,989	66,166
Employees of the Management Company		
Investment held in the Fund (43,271 units; June 30, 2011 : 29,426 units)	281	222
Central Depository Company of Pakistan Limited - Trustee		
Trustee Fee payable	140	160
CDS charges payable	1	81
Security Deposit	100	100
NAFA Provident Fund Trust - Provident Fund		
Investment held in the Fund (704,646 units; June 30, 2011: 512,824 units)	4,575	3,868
NBP Employees Pension Fund		
Investment held in the Fund (29,766,738 units; 2011: 25,689,286 units)	193,245	193,767
Taurus Securities Limited		
Brokerage payable	11	67

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 27, 2011 .

12 GENERAL

12.1 Figures have been rounded off to the nearest thousand rupees.

12.2 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
(Management Company)

Chief Executive

Director