



# NAFA Islamic Multi Asset Fund (NIMF)

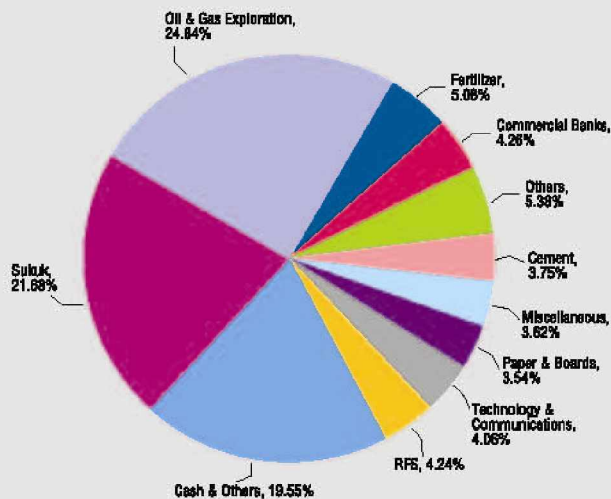
National Fullerton  
Asset Management Limited

NAV per unit (30/04/2008): Rs. 10.2195

Investment Objective	Performance					
To provide investors with a combination of capital growth and income by investing in Shariah-compliant investments. NIMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of Shariah-compliant securities, instruments and avenues such as Equities, Musharakah, Murabahah, Ijarah etc.	Return (%)*	Nov-Dec 2007	Jan-Mar 2008	March 2008	April 2008	Since Launch Oct 29, 2007
	<b>NAFA Islamic Multi Asset Fund:</b>	<b>-2.42%</b>	<b>4.63%</b>	<b>1.40%</b>	<b>0.32%</b>	<b>2.20%</b>
	<b>Benchmark:</b> NAFA is working on a representative benchmark for the Fund. This will be available from next month.					
*Returns are net of management fee & all other expenses						

General Information	Fund Manager's Commentary
Launch Date: October 29, 2007 Fund Size: Rs. 807 million Type: Shariah Compliant - Open-end Balanced Fund Dealing: Daily Settlement: 2-3 business days Load: Front end - 3%, Back end - 0% Management Fee: 3% per annum	During the month under review, NAFA Islamic Multi Asset Fund's NAV increased by 0.32%. The cumulative return of the Fund since inception now stands at 2.20%.  The Stock Market was unable to sustain its uptrend and most of the gains made earlier in the month were erased towards the end of the month. Considering the political uncertainties, economic challenges posed by rising food, energy and raw material prices and the likelihood of imposition of capital gains taxes, we have become cautious and selective regarding our equity exposure. At month end, our equity investments stand at 55% of the Fund's size compared with 59% last month. We believe that the Oil & Gas exploration sector is relatively the best sector in terms of future prospects. This is evident from our exposure to this sector, which is significantly higher than any other sector.
Listing: Lahore Stock Exchange Trustee: Central Depository Company Auditors: A. F. Ferguson & Co. Chartered Accountants Benchmark: 50% Dow Jones Islamic Pakistan Index - 50% Average 1-month deposit rate of 4 Islamic Banks Fund Manager(s): Abdul Rehman Warraich Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (as on 30th April, 2008)



More sukuk have been added to the portfolio during the month. Our investment in sukuk has increased from 18.06% at the end of last month to 21.68% at the end of current month. We intend to further increase our investment in sukuk.

Our strategy is to become conservative as downside risks to the economy are increasing. Macro-economic indicators like inflation, interest rates, balance of payments, budget deficit, exchange rates, etc. are all pointing towards challenging times ahead. However, a few sectors have good prospects. Oil & Gas exploration sector should benefit from rising oil prices. Fertilizer sector's pricing power is improving with the rising purchasing power of the agricultural sector. Power sector will also attract significant investments due to the strong demand of electricity in the country. Islamic banking also has the potential to grow at a high rate. We continue to monitor the economic developments and adjust our portfolio accordingly.

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