



NAFA Cash Fund (NCF)

**NBP Fullerton
Asset Management Limited**

(Formerly National Fullerton Asset Management Limited)

Unit Price (31/08/2010): Rs. 9.9440

August 2010

Performance

Performance % *	August 2010	Jan. - Aug. 2010	Jan. - Dec. 2009	Since Launch April 22, 2006
NAFA Cash Fund	1.12%	2.67%	12.54%	7.92%
Benchmark	12.76%	12.40%	12.78%	11.31%

* Represent Annualized Return
(Returns are net of management fee & all other expenses)

General Information

Launch Date:	April 22, 2006
Fund Size:	Rs. 3,794 million
Type:	Open-end – Income Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	9:00 A.M to 4:30 P.M
Dealing Time: (Ramadan)	9:00 A.M to 2:00 P.M
	8:30 A.M to 12:30 P.M (Friday)
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	No entry or exit load
Management Fee:	1.5% per annum
Risk Profile:	Low
Fund Stability Rating:	"A+ (f)" by PACRA
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	1-Month KIBOR
Fund Manager:	Irfan Malik, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2- by PACRA

Investment Objective

To Seek preservation of Capital and earn a reasonable rate of return via investing in money market and debt securities with investment-grade rating, CFS and spread transactions.

Fund Manager Commentary

The Fund earned an annualized return of 1.12% during the month of August 2010. The return was affected by provisioning in some TFCs. The annual Yield to Maturity of your Fund is currently around 17.81% while that of TFC portfolio is 21.01%. The weighted average maturity of your Fund is 2.48 years.

Going forward, we expect healthy returns on your Fund with a two to three year horizon because most TFCs are trading at a discount to their fair values hence offering attractive yields.

Detail of Non-Compliant Investments

Name of Non Compliant Investment	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	Yield to Maturity per Annum
Azgard Nine Limited PPTFC	TFC	249,800,000	87,430,000	162,370,000	4.28%	23.48%
Kohat Cement Limited	Sukuk	241,500,000	60,375,000	*181,125,000	4.77%	24.86%
Maple Leaf Cement Sukuk 1	Sukuk	399,830,000	119,830,000	280,000,000	7.38%	23.59%
BRR Guardian Modaraba Sukuk	Sukuk	50,000,000	15,000,000	35,000,000	0.92%	36.43%
Maple Leaf Cement Sukuk 2	Sukuk 2	15,000,000	4,500,000	10,500,000	0.28%	40.25%
Saudi Pak Leasing	TFC	56,227,500	15,303,607	*40,923,893	1.08%	48.38%
First Dawood Inv Bank	TFC	34,500,000	10,015,729	*24,484,271	0.65%	35.77%
Total		1,046,857,500	312,454,336	734,403,164	19.36%	

* Book Value, performing but below investment grade

Asset Allocation %

	31-Aug-10	31-Jul-10
TFC / Sukuk	77.53%	77.68%
Cash Equivalents & Other Net Assets	22.47%	22.32%
Total	100.00%	100.00%
Leverage	Nil	Nil

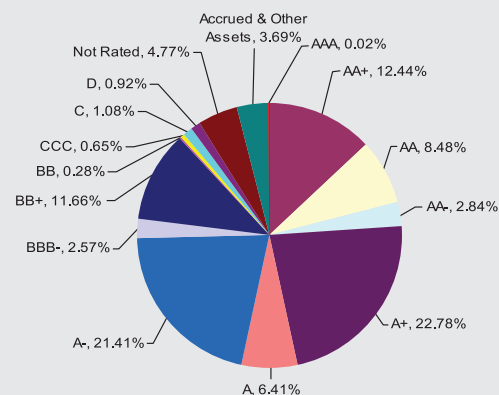
TFC/SUKUK Top Ten Holdings (% of Net Assets)

Pakistan Mobile Comm (L2)	9.16%
Orix Leasing Pakistan PPTFC	8.01%
Engro Chemical (Perpetual)	7.51%
Maple Leaf Cement	7.38%
World Call Telecom Ltd	5.48%
Kohat Cement	4.77%
Pakistan Mobile Comm (PPTFC)	4.36%
Azgard Nine PPTFC	4.28%
Avari Hotel Limited	3.93%
Pace Pakistan Limited	3.29%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Irfan Malik, CFA
Ahmad Nouman, CFA
Sajjad Anwar, CFA
Tanvir Abid, CFA, FRM

Credit Quality of the Portfolio (% of Net Assets)



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