



NAFA Riba Free Savings Fund (NRFSF)

**NBP Fullerton
Asset Management Limited**

(Formerly National Fullerton Asset Management Limited)

Unit Price (31/08/2010): Rs. 10.0355

August 2010

Performance

Performance % *	August 2010	Since Launch August 21, 2010
NAFA Riba Free Savings Fund	12.48%	12.48%
Benchmark	14.88%	14.88%

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

General Information

Launch Date:	August 21, 2010
Fund Size:	Rs. 107 million
Type:	Open-end – Shariah Complaint 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:	Front end: 0%
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:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Average 3-month deposit rate of Islamic Banks
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 provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah compliant banks and money market / debt securities.

Fund Manager Commentary

This is the first monthly report of NAFA Riba Free Savings Fund (NRFSF). NRFSF is an Islamic Income Scheme that will make investments only in Shariah compliant avenues. The IPO period was August 16, 2010 to August 20, 2010. The fund has been awarded a stability rating of A+(f) by PACRA which denotes a strong capacity to maintain stability in returns and low exposure to risks. With the launch of this Fund the total number of Funds managed by NBP Fullerton Asset Management Ltd - NAFA (formerly National Fullerton Asset Management Limited) has increased to ten with aggregate Assets Under Management of more than Rs 15 billion. This is indicative of the trust reposed by the investors in NAFA.

The Fund intends to out-perform the rate of return available to individual investors in Islamic Banks, while providing them flexibility to withdraw their money at any time, hence no lock-in period. The Fund aims to meet this objective by investing the pooled assets in Islamic Banks / Islamic windows of conventional banks (minimum A rated), and short-term Shariah compliant money market instruments (minimum AA- rated). The Fund will maintain a strong liquidity profile with a minimum 25% allocation in cash at all times. Also, investments will only be made in avenues with a maximum maturity of six months. The Fund also intends to allocate a considerably significant portion of its portfolio in short term Shariah Complaint Government Securities when these are launched by the State Bank of Pakistan. The Fund will not invest in corporate Sukuks and will not take direct or indirect exposure to stock market.

Asset Allocation %

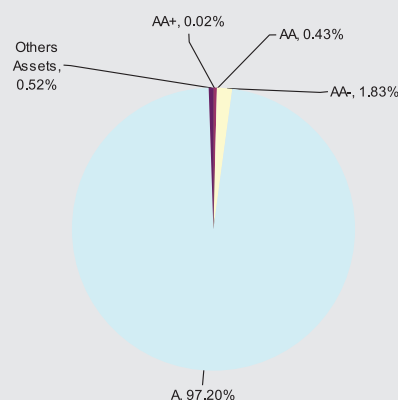
31-Aug-10

Cash Equivalents	99.48%
Other Assets	0.52%
Total	100.00%
Leverage	Nil

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)



Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell the fund. All investments in mutual funds are subject to market risks. The price of units may go up as well as down. Past performance is not necessarily indicative of future results.