



National Fullerton
Asset Management Limited

NAFA Stock Fund (NSF)

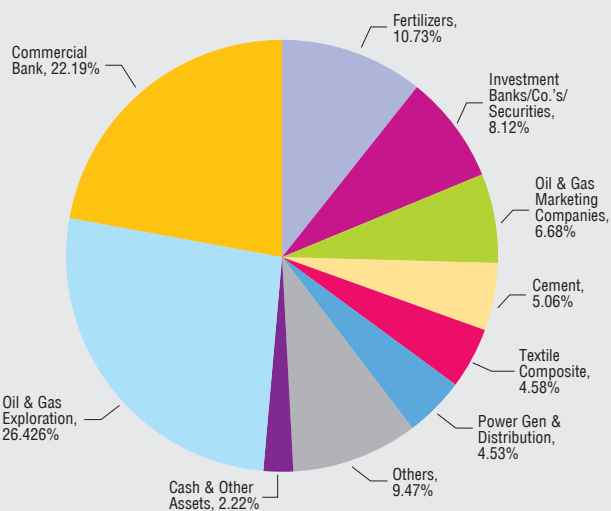
NAV Unit Price (31/05/2009): Rs. 6.3659

May 2009

Investment Objective	Performance					
To provide investors with long-term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.	Performance (%)*	Jan - Dec 2007	Jan - Dec 2008	Jul - Apr 2008 - 09	May 2009	Since Launch January 22, 2007
	NAFA Stock Fund	61.59%	(60.21)%	(42.56)%	(0.71)%	(20.78)%
	Benchmark	24.82%	(67.19)%	(46.37)%	2.34%	(41.29)%
* Returns are net of management fee & all other expenses						

General Information	Fund Manager's Commentary
Launch Date: January 22, 2007 Fund Size: Rs. 1,397 million Type: Open-end - Equity Fund Dealing: Daily - Monday to Friday Settlement: 2-3 business days Load: Front end - 3%, Back end - 0% Management Fee: 3% per annum	During the month under review, KSE-30 Index increased by 2.34%, whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) decreased by 0.71%, thus an under-performance of 3.05% was recorded. Since inception on January 22, 2007 the NAV of NSF has declined by 20.78% and the benchmark has declined by 41.29%, thus to date out-performance is 20.51%.
Listing: Lahore Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson & Co. Chartered Accountants Benchmark: KSE-30 Index Fund Manager: Khurram Shehzad, CFA Min. Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-	

Asset Allocation (on 31st May 2009)



Going forward, we believe that sectors which are not correlated to economic cycles like fertilizer, oil & gas exploration, oil & gas marketing are expected to perform better than the service sectors. Based on this, we have readjusted our portfolio to capitalize upon such a market trend.

The expectation of a decline in interest rates in July and falling inflation numbers are fueling the expectation of an upward rally in the market. In addition to that, the expected flow of foreign aid is also supporting a favorable Balance of Payment situation and lesser pressure on the Pakistan Rupee.

We believe that either a pre-budget or a post-budget rally is imminent whereby the above-mentioned positive factors are likely to be factored in the Index.

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