

**FUND MANAGER REPORT - December 2023**

**Fund Returns\***

	NIT PGETF	NIT PGI
Dec-23	1.34%	1.48%
YTD	47.35%	49.27%
CYTD	57.47%	58.91%
Since Inception	81.16%	98.77%

\* The returns are calculated inclusive of dividend.

**Leverage** Nil

**NIT - Pakistan Gateway Exchange Traded Fund**

NIT Pakistan Gateway Exchange Traded Fund (NIT PGETF) is an open-ended scheme that is traded on Pakistan Stock Exchange and aims to track the authorized index constituted by the Management Company - the NIT Pakistan Gateway index which comprises of the basket of equity securities, in order to provide long-term capital appreciation and dividends yield to the investors.

**Fund Commentary & Performance Review**

The NITPGI index posted a return of 1.48% for the month of December, 2023. The first half of CY23 saw Pakistan's stock market facing challenges. Economic difficulties and political uncertainty were key contributors to the subdued market conditions. The delay in resuming the IMF program was a significant factor affecting economic and market dynamics. Moreover, the policy rate also witnessed a significant 600bps increase, reaching a historic high of 22.0%, making equities less attractive. However, Standby Arrangement with the IMF in Jun'23 proved to be the turning point for the equity markets leading to a resurgence of flows into the market and rebounded the sentiment of the investors. Following the IMF support, the SBP received significant inflows/rollovers from friendly countries, boosting the country's forex reserves level to USD 8.2bn by Jul'23 end.

During the month of December, 2023, the benchmark NITPGI index increased by 1.48% whereas your Fund's NAV increased by 1.34% during the same period showing an underperformance of 0.14% as compared with the benchmark performance.

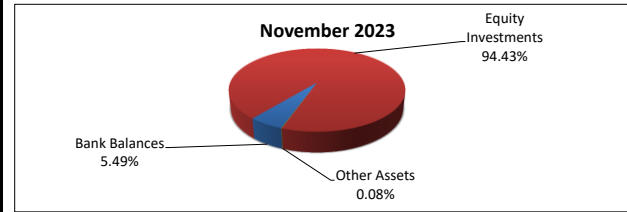
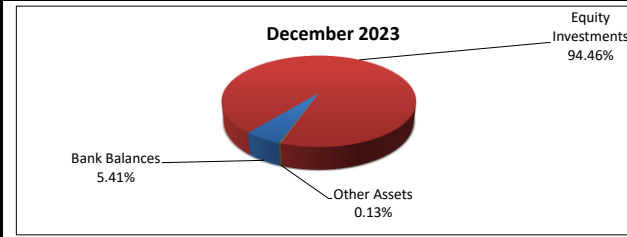
Fund's Information			
<b>Fund Type</b>	Open-End Exchange Traded Fund	<b>Trustee</b>	Central Depository Company
<b>Launch Date</b>	March 24, 2020	<b>Auditors</b>	BDO Ebrahim & Co Chartered Accountants
<b>Management Fee</b>	0.40%	<b>Pricing Mechanism</b>	Historical Pricing
<b>Front End Load</b>	0.00%	<b>Dealing Days*</b>	Daily (Monday to Friday)
<b>Back End Load</b>	0.00%	<b>Valuation Days*</b>	Daily (Monday to Friday)
<b>Benchmark</b>	NIT Pakistan Gateway Index	<b>AMC Rating</b>	AM1 PACRA (24-05-23) AM1 VIS (29-12-22)
<b>Par Value</b>	PKR 10.00	<b>Fund Manager</b>	Kashif Imran
<b>Minimum Investment</b>	N/A	<b>Cut-off timing</b>	Monday to Friday 3:30 PM
<b>Category of Fund</b>	Exchange Traded Equity		
<b>Risk Profile</b>	High		
<b>Risk of Principal Erosion</b>	Principal at High Risk		

\*Except public holiday

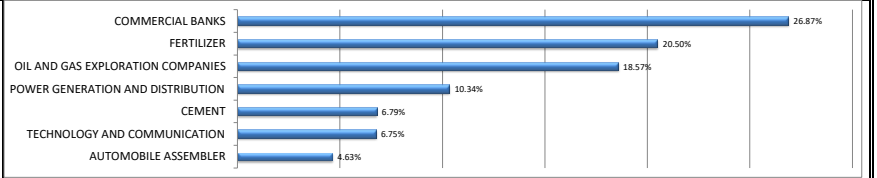
**Future Outlook**

Market will frame its outlook on how economic and political condition will remain in CY24. The much needed long term IMF program and policies of new elected Govt. will set the direction of CY24.

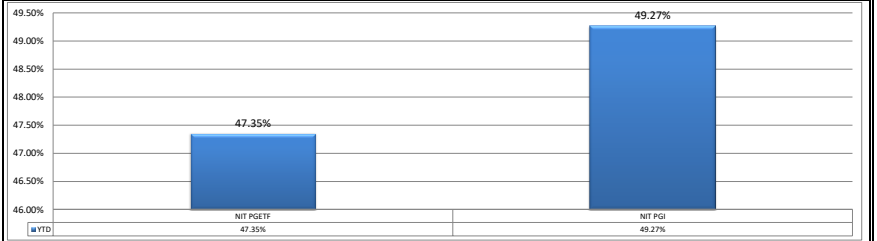
**Fund's Asset Allocation (As % of Total Assets)**



**Sector Allocation (As % of Total Assets)**



**Fund Performance Versus NITPGI (YTD)**



**Fund Holdings (As % of Total Assets)**

HUB POWER COMPANY LIMITED	10.34%
UNITED BANK LIMITED	7.91%
ENGRO CORPORATION LIMITED	7.25%
FAUJI FERTILIZER COMPANY LIMITED	7.14%
PAKISTAN PETROLEUM LIMITED	6.95%
LUCKY CEMENT LIMITED	6.79%
SYSTEM LIMITED	6.75%
OIL AND GAS DEVELOPMENT COMPANY	6.57%
MEEZAN BANK LIMITED	6.54%
MCB BANK LIMITED	6.53%
ENGRO FERTILIZER LIMITED	6.11%
HABIB BANK LIMITED	5.89%
PAKISTAN OILFIELDS LIMITED	5.04%
MILLAT TRACTORS LIMITED	4.63%

**Technical Information 31-12-2023**

<b>Net Assets NIT PGETF (PKR Million)</b>	54.77
<b>Nav per Unit NIT PGETF</b>	14.8022
<b>Total Expense Ratio (YTD, Incl. Govt Levy)**</b>	2.04%
<b>Total Expense Ratio (MTD, Incl. Govt Levy)***</b>	1.89%
<b>Tracking Error (Absolute)</b>	0.16%

\*\*This includes 0.16% representing Govt. Levy & SECP Fee. \*\*\*This includes 0.16% representing Govt. Levy & SECP Fee.

**Compliance with Circular # 16 of 2010 / Non-compliant Investments**

N/A

Performance Period	FY23	FY22	FY21
<b>NIT PGETF</b>	9.55%	-12.56%	19.71%
<b>NIT PGI</b>	10.85%	-11.00%	24.10%

**Members of the Investment Committee**

<b>Adnan Afridi - Managing Director</b>	<b>Manzoor Ahmed - Chief Operating Officer</b>	<b>Amir Amin - Head of Finance</b>
<b>Kashif Imran - Fund Manager (NIT PGETF)</b>	<b>Faisal Aslam - Head of Compliance</b>	<b>Raza Abbas Jaffery - Head of Equities &amp; Trading</b>
<b>Salman H. Chawala - Incharge Risk Management</b>	<b>Ali Kamal - Head of Research</b>	

**MUFAP's Recommended Format.**

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 any fund. All Investments in Mutual Funds are subject to Market Risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and risks involved.

Note: Performance data does not include the cost incurred directly by an investor in the form of sales load etc.

**DISPUTE RESOLUTION/ COMPLAINTS HANDLING**

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