



# NIT GOVERNMENT BOND FUND



# FUND MANAGER REPORT -March 2015

#### Fund Type Open-End Income Fund Category 8<sup>th</sup> November 2009 aunch Date KSE, LSE & ISE isting tability Rating AA- (f) (PACRA) 11-Jun-14

Fund's Basic Informations

Management Fee 00% ront End Load\* Nil Back End Load Cutt-off timing 3:30 PM PKR 10.00 Par Value Growth Unit PKR 5,000 Min Subscription

Income Unit PKR 100,000 Central Depositary Co. (CDC) Frustee uditors National Investment Trust Ltd Registrai

Forward Day Pricing Pricing Mechanism Daily (Monday to Friday) except Valuation Days public holiday Daily (Monday to Friday) except ublic holiday

Each valuation day bscription Days AM2- (PACRA) 21-Apr-14 AMC Rating

#### Fund Manager Shoaib Ahmad Khan

* varies as per policy				
Benchmark				
Average of weighted average yield of 6 month T-Bill auctions held during the period	70%			
1 month average deposit rate of A and above rated scheduled banks	30%			

Technical Information				
Net Assets	PKR 8.46Bln			
NAV per Unit (March 31, 2015)	11.2793			
Weighted Avg. Maturity (Days)	894			
Leveraging	Nil			
Standard Deviation of Return	0.22			

Fund's Return v/s Benchmark				
	NIT-GBF Benchm			
Mar-15	11.10%	7.42%		
Year to Date	15.50%	8.69%		
12 M Trailing	13.66%	8.81%		
3 Years	11.77%	8.89%		
Since Inception	13.35%	9.77%		

Last updated deposit rates of few banks.

# Objective of the fund

The objective of NIT Government Bond Fund is to generate best possible return with minimum risk, for its Unit Holders, by investing primarily in the Government Securities

#### Profile of Investment Managers

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 89 billion assets under management as on 31 March 2015, the family of Funds of NIT comprises of five funds including 3 equity funds and 2 fixed income Funds. NIT's tally of nationwide branches is 23, yet another milestone as no Mutual Fund in Pakistan has such a big network of branches. Further to cater to the matters relating to investments in NITL managed Funds and day to day inquiries/issues of their unit holders, a state of the art Investors' Facilitation Centre is also in place. The Board of Directors of NITL consists of representatives of leading financial institutions, prominent industrialists and a nominee of Govt. of Pakistan. The Company has been assigned an Asset Manager rating of "AM2-" by PACRA, which reflects the company's very strong capacity to manage risks inherent in the asset management business and the asset manager meets very high investment management industry standards and benchmarks. All Investment decisions are taken by the Investment Committee of NITL.

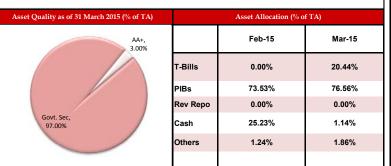
#### Fund Performance Review

NIT Government Bond Fund generated an annualized return of 11.10% for the month of March and outperformed its benchmark return of 7.42% p.a., by 3.68%. The YTD return for FY15 stood at 15.50% p.a. against the benchmark return of 8.69% p.a., thus out-performing its benchmark by 6.81%.

The Consumer Price Index (CPI) for the month of March clocked in at 2.5% from 3.24% year on year over the previous month. Overall inflation for the period July-March 2015 stood at 5.1%

State Bank of Pakistan announced its Monetary Policy during the month and cut Dicount Rates by 50bps from 8.50% to 8.00%. SBP has continued with monetary easing due to improvement on the inflationary front with monthly CPI now down to 2.5% in Mar-15, along with rising reserves and curtailed current deficit.

As at March 31, 2015, the Fund had an exposure of about 77% in PIBs, 20% in T-bills and the remaining was in the form of cash at bank and other assets, whereas the weighted average time to maturity of the portfolio stood at 894 days



## NIT GBF Year to Date Return v/s Benchmark



Performance Period	FY14	FY13	FY12	FY11	FY10*
NIT-GBF	7.64%	9.93%	9.76%	11.19%	10.72%
Benchmark	8.80%	8.80%	10.64%	11.33%	10.42%

From Nov 18, 2009 to Jun30, 2010

NWF Disclosure- The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 42.48m , if the same were ot made the NAV per unit/current year to date return of the Scheme would be higher by Rs. 0.0566/0.74%. For details inve read the Note 8.1 of the latest Financial Statement of the Scheme.

# Members of the Investment Committee

Shahid Ghaffar, Managing Director Manzoor Ahmed, Chief Operating Officer Shahid Anwar, Head of MD's Sectt. & Personnel Aamir Amin, Head of Finance M. Imran Rafiq, CFA, Head of Research Zubair Ahmed, Controller of Branches/Comp. Secretary Shoaib, A. Khan, SVP/ Fund Manager Sved Agib Hussian, Incharge Compliance Ammar Habib, Incharge/Manager Risk Mgmt.

## 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.

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