



## NIT GOVERNMENT BOND FUND

|  |   |   |  | OVERNMENT BOND   | ) FUND  |  | IIT  | GI  | 3 F           |  |
|--|---|---|--|--|---|--|--|---|---------------|--|
|  |   |   |  |  |   | NIT-                                   | GOVERNM  | ENT BON                                   | DFUN          |  |
| Enndled  | Pacia Inform  | ations  |  | FUND MANAGER REPORT-May 20<br>to of the fund   | 15  |  |  |   |               |  |
|  | Basic Inform  | lations   |  | re of the fund   |   |  |  |   |               |  |
| Fund Type  | Open-End  |   |  | tive of NIT Government Bond Fund is to<br>by investing primarily in the Government   |   | possible retu                          | rn with min  | imum risk, f                              | or its Un     |  |
| Category   | Income Fund<br>18 <sup>th</sup> November 2009                             |   | Profile of Investment Managers   |  |   |  |  |   |               |  |
| Launch Date  | KSE, LSE & ISE  |   | Tome of investment managers  |  |   |  |  |   |               |  |
| Listing  | AA- (f) (PACRA) 11-Jun-14   |   | National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of   |  |   |  |  |   |               |  |
| Stability Rating<br>Management Fee   |   |   | Pakistan, formed in 1962. With approximately Rs. 97 billion assets under management as on 29 May 2015, th family of Funds of NIT comprises of six funds including 4 equity funds and 2 fixed income Funds. NIT's tally or nationwide branches is 23, yet another milestone as no Mutual Fund in Pakistan has such a big network of   |  |   |  |  |   |               |  |
| Front End Load*  | 1.00%   |   | branches. Further to cater to the matters relating to investments in NITL managed Funds and day to da  |  |   |  |  |   |               |  |
| Back End Load  | Nil   |   | inquiries/issues of their unit holders, a state of the art Investors' Facilitation Centre is also in place. The Board o<br>Directors of NITL consists of representatives of leading financial institutions, prominent industrialists and a<br>nominee of Govt. of Pakistan. The Company has been assigned an Asset Manager rating of "AM2" by<br>PACRA, which reflects the company's high investment management industry standards and benchmarks with<br>noted strengths in several of the rating factors. All Investment decisions are taken by the Investment Committee<br>of NITL. |  |   |  |  |   |               |  |
| Cutt-off timing  | 3:30 PM   |   |  |  |   |  |  |   |               |  |
| Par Value  | PKR 10.00   |   |  |  |   |  |  |   |               |  |
| Min Subscription   | iption Growth Unit PKR 5,000  |   |  |  |   |  |  |   |               |  |
| -  | Income Unit PKR 100,000   |   |  |  |   |  |  |   |               |  |
| Frustee  | Central Depositary Co. (CDC)  |   |  |  |   |  |  |   |               |  |
| Auditors   | KPMG Taseer Hadi  |   | The YTD return for FY15 stood at 15.45% p.a. against the benchmark return of 8.36% p.a., thus out-performing<br>its benchmark by 7.09%. The fund generated an annualized return of 4.77% for the month of May and under  |  |   |  |  |   |               |  |
| Registrar  | National Investment Trust Ltd.  |   |  | performed its benchmark return of 6.50% p.a., by 1.73%.  |   |  |  |   |               |  |
| Pricing Mechanism  | Forward Day Pri   |   | The State Bank of Pakistan announced its Monetary Policy Statement during the month and cut its policy   |  |   |  |  |   |               |  |
| Valuation Days   | Daily (Monday to Friday) except<br>public holiday                         |   | discount rates by 100bps from 8.00% to 7.00%. A cut in Discount rate was highly anticipated mainly due to low<br>average annual inflation, improved macroeconomic conditions and higher foreign reserves. The State Bank   |  |   |  |  |   |               |  |
| Redemption Days  | Daily (Monday to<br>public holiday  | Friday) except  | Pakistan has also introduced a target rate which is set at 50 basis points below the ceiling rate.   |  |   |  |  |   |               |  |
| Subscription Days  | Each valuation da   | ay  | The Const  | umer Price Index (CPI) for the month of M  | Aav clocked in                                      | at 3.2% incre                          | asing from   | 2.1% over th                              | e previo      |  |
| AMC Rating   | AM2 (PACRA) 14-Apr-15   |   | The Consumer Price Index (CPI) for the month of May clocked in at 3.2% increasing from 2.1% over the previous month however it was 8.3% in same period last year. Average inflation for the overall period from July 201   |  |   |  |  |   |               |  |
| Risk Profile   | Low   |   | May 2015 stood at 4.7%.  |  |   |  |  |   |               |  |
| Fund Manager   | Shoaib Ahmad K  | Than  | As at May 29, 2015, the Fund had an exposure of about 82.12% in PIBs of total assets, 2.57% in T-bills and t<br>remaining was in the form of cash at bank and other assets, whereas the weighted average time to maturity  |  |   |  |  |   |               |  |
| Varies as per policy   | Siloalo Alimad K  | chan  |  | g was in the form of cash at bank and off<br>lio stood at 833 days.  | her assets, wh                                      | ereas the wei                          | ghted avera  | ge time to n                              | aturity       |  |
| l  | Benchmark   |   | Asse   | t Quality as of 29 May 2015 (% of TA)  |   | Asset Al                               | llocation (% o   | of TA)                                    |               |  |
| Average of weighted average yield of<br>6 month T-Bill auctions held during<br>the period <b>70%</b> |   |   | Others,<br>AA+, 3.37%  |  | Apr   | Apr-15 May                             |  | y-15                                      |               |  |
| 1 month average deposit rate of A and above rated scheduled banks <b>30%</b>                         |   | 11.94%  |  | T-Bills  | 2.45%   |  | 2.5  | 7%  |               |  |
| Techr  | nical Informa   | tion  |  |  | PIBs  | 82.4                                   | 9%   | 82 -                                      | 12%           |  |
| Technical Information Net Assets PKR 7.10Bln   |   |   |  | Rev Repo   | 0.0   |  | 0.00%  |   |               |  |
|  |   |   |  |  |   |  |  |   |               |  |
| NAV per Unit (May 29, 2015) 11.52  |   | 11.5281   |  | Govt. Sec,<br>84.69%   | Cash  | 12.3                                   | 85%  | 11.9                                      | 94%           |  |
| Weighted Avg. Maturity (Days) 83   |   | 833   |  |  | Others  | 2.7                                    | 0%   | 3.3                                       | 7%            |  |
| Leveraging   |   | Nil   |  |  |   |  |  |   |               |  |
| Standard Deviatio  | on of Return  | 0.29  |  | NIT GBF Year to D  | Date Returr   | ı v/s Bench                            | ımark  |   |               |  |
| Fund's R   | eturn v/s Ben   | chmark  |  |  | —_ N  | IT GBF Return                          | Beng   | chmark Return                             |               |  |
|  | NIT-GBF   | Benchmark*  | 18.00%<br>16.00%   |  |   | ~~~~                                   | ~  |   |               |  |
| May-15   | 4.77%   | 6.50%   | 14.00%<br>12.00%   |  |   |  |  |   |               |  |
| Year to Date   | 15.45%  | 8.36%   | 10.00%<br>8.00%  | hard   |   |  |  |   |               |  |
| 12 M Trailing  | 14.93%  | 8.43%   | 6.00%<br>4.00%   |  |   |  |  |   |               |  |
| 3 Years  | 12.05%  | 8.71%   | 2.00%<br>0.00%   |  |   |  |  |   |               |  |
| Since Inception  | 13.65%  | 9.69%   |  |  |   |  | Contraction of the second seco | 1. 15 15 15 15 15 15 15 15 15 15 15 15 15 | Max 15 Max 15 |  |
| * Last updated dep   | osit rates of few b   | anks.   |  | ځې ځې چې ځې ځې ځې ځې ځې چې چې چې چې <u>چې</u>  | the second second                                   | ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~ | · 5 <sup>°</sup> 5 <sup>°</sup> 5 <sup>°</sup>   | 8° 8° 8° 8°                               | N X.          |  |
|  |   |   |  | Performance Period   | FY14  | FY13                                   | FY12   | FY11                                      | FY1(          |  |
|  |   |   |  | 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 1   | 8, 2009 to Jun30, 2010   | 1   | 1                                      | 1  | 1   | 4             |  |
|  |   |   | not made the   | ure- The Scheme has maintained provisions against<br>NAV per unit/ current year to date return of the Sch<br>9.1 of the Intert Financial Statement of the Scheme |   |  |  |   |               |  |
|  |   |   |  | 9.1 of the latest Financial Statement of the Scheme.<br>mbers of the Investment Comm   | ittee   |  |  |   |               |  |
| Shahid Ghaffar, N  | Janaging Direct   | or  |  | hmed, Chief Operating Officer  |   | ar. Head of M                          | D's Sectt &  | Personnel                                 |               |  |
| Aamir Amin, Hea  |   | ~   | Manzoor Ahmed, Chief Operating Officer     Shahid Anwar, Head of MD's Sectt. & Personnel       M. Imran Rafiq, CFA, Head of Research     Zubair Ahmed, Controller of Branches/Comp. Secretary  |  |   |  |  |   |               |  |
| Shoaib. A. Khan,   |   | nager   |  | bib, Incharge/Manager Risk Mgmt.   |   | lussian, Incha                         |  |   | c.ary         |  |
| MUFAP's Recorr   |   | 0   | raminidf Fla   | ioio, incharge/ wanager KISK wight.  | зуси лию н  | assian, mena                           | - ge compila   | aite                                      |               |  |
| Disclaimer: This<br>solicitation, recomi<br>Past performance<br>investment policies                  | publication is<br>mendation or an<br>is not necessar<br>and risks involve | for informationa<br>offer to buy or se<br>ily indicative of<br>d. | future results   | only and nothing herein should be cc<br>All investments in mutual funds are subject<br>s. Please read the Offering Document to a                                 | onstrued as a<br>to market risks.<br>understand the | I.I. Chundrig                          | ik Building,<br>ar Road, P.C   | (6th Floor)<br>) Box # 5671               |               |  |
| Note: Performance  | e data does not in  | clude the cost inc  | curred directly  | by an investor in the form of sales load etc.  |   | Karachi - 740<br>Tel: 111-648-6        |  |   |               |  |