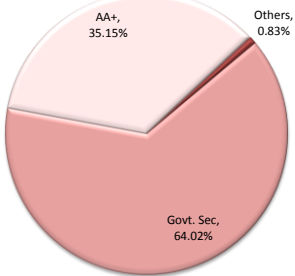
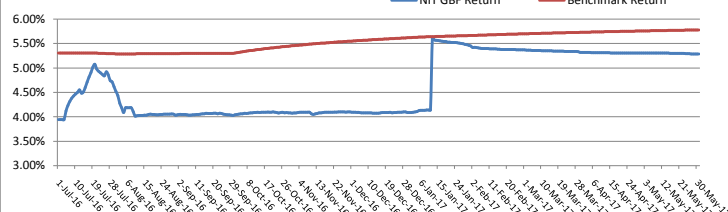


NIT GOVERNMENT BOND FUND



FUND MANAGER REPORT - May 2017

Fund's Basic Informations		Objective of the fund					
Fund Type	Open-End	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.					
Category	Income Fund						
Launch Date	18 th November 2009						
Listing	PSX	Profile of Investment Managers					
Stability Rating	AA- (f) (PACRA) 12-Jan-16	National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 124 billion assets under management as on 31 May 2017, the family of Funds of NIT comprises of ten funds including 4 equity funds, 2 fixed income funds, 1 money market fund, 1 Islamic income fund, 1 conventional pension fund and 1 Islamic pension fund. NIT's tally of nationwide branches is 23 and sales desk is also available in financial hub at Abbotabad, yet another milestone as no Asset Management Company 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 its 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 high investment management industry standards and benchmarks with noted strengths in several of the rating factors. All Investment decisions are taken by the Investment Committee of the respective fund.					
Management Fee	10% of Gross Earnings, subject to minimum 0.50% p.a. and maximum 1% p.a. of Average Annual Net Assets						
Front End Load*	1.00%						
Back End Load	Nil						
Cutt-off timing**	3:30 PM						
Par Value	PKR 10.00						
Min Subscription	Growth Unit PKR 5,000 Income Unit PKR 100,000						
Trustee	Central Depository Co. (CDC)						
Auditors	KPMG Taseer Hadi						
Registrar	National Investment Trust Ltd.						
Pricing Mechanism	Forward Day Pricing	Fund Performance Review					
Valuation Days	Daily (Monday to Friday) except public holiday	The YTD return for FY17 stood at 5.29% p.a. against the benchmark return of 5.78% p.a. The Fund posted an annualized return of 4.87% p.a. for the month of May against its benchmark return of 6.00% p.a. The Consumer Price Index (CPI) for the month of May stood at 5.02% increasing from 4.78% over the previous month. The average 11 months CPI inflation now stands at 4.18% compared to 2.82% during the same period of last fiscal year. As at May 31 2017, the Fund had an exposure of about 20% of total assets in PIBs, about 44% of total assets in T-bills and the remaining was in the form of cash at bank and other assets. The weighted average time to maturity of the portfolio stood at 85 days.					
Redemption Days	Daily (Monday to Friday) except public holiday						
Subscription Days	Each valuation day						
AMC Rating	AM2++ (PACRA) 25-May-17						
Risk Profile	Low						
Fund Manager	Shoaib Ahmad Khan						
* Varies as per policy/No sales load is charged if the investor approaches directly. ** During Ramadan : 2:00 (Mon-Thr) & 12:30 PM (Fri)							
Benchmark			Asset Quality as of 31 May 2017 (% of TA)				
Weighted Average of 6M PKRV				Asset Allocation (% of TA)			
					Apr-17	May-17	
		T-Bills		51.15%	44.06%		
		PIBs		19.93%	19.96%		
		Rev Repo		0.00%	0.00%		
		Cash	28.14%	35.15%			
		Others	0.79%	0.83%			
Technical Information		NIT GBF Year to Date Return v/s Benchmark					
Net Assets	PKR 4.05 Bln						
NAV per Unit (May 31, 2017)	10.4399						
Weighted Avg. Maturity (Days)	85						
Leveraging	Nil						
Standard Deviation of Return	0.002						
Total Expense Ratio*	1.71%						
* This includes 0.46% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.		Fund's Return v/s Benchmark					
May-17	NIT-GBF	Benchmark					
	4.87%	6.00%					
Year to Date	5.29%	5.78%					
12 M Trailing	5.34%	5.75%					
3 Years **	9.05%	6.67%					
5 Years **	10.12%	7.54%					
Since Inception	12.50%	8.65%					
** Simple annualized return		Performance Period					
		FY16	FY15	FY14	FY13	FY12	
		NIT-GBF	5.78%	13.86%	7.64%	9.93%	9.76%
		Benchmark	5.78%	8.17%	8.80%	8.80%	10.64%
SINDH-WWF Disclosure - The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 8.90m, if the same were not made the NAV per unit/ current year to date return of the Scheme would be higher by Rs. 0.0230/0.25%.							
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		Shoaib. A. Khan, SVP/ Fund Manager			
Ammar Habib, Incharge/Manager Risk Mgmt.		Faissal Aslam, Head of Compliance					
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.				National Investment Trust Ltd, National Bank Building, (6th Floor) I.I. Chundrigar Road, P.O Box # 5671. Karachi - 74000, Pakistan Tel: 111-648-648			
Note: Performance data does not include the cost incurred directly by an investor in the form of sales load etc.							