



## NIT GOVERNMENT BOND FUND



### FUND MANAGER REPORT - AUGUST 2019

#### Fund's Basic Informations

<b>Fund Type</b>	Open-End
<b>Category</b>	Income Fund
<b>Launch Date</b>	18 <sup>th</sup> November 2009
<b>Listing</b>	PSX
<b>Stability Rating</b>	AA (f) (PACRA) 12-Apr-19
<b>Management Fee</b>	10% of Gross Earnings, subject to minimum 0.50% p.a. and maximum 1% p.a. of Average Annual Net Assets
<b>Front End Load*</b>	1.00%
<b>Back End Load</b>	Nil
<b>Cut-off timing</b>	3:30 PM
<b>Par Value</b>	PKR 10.00
<b>Min Subscription</b>	Growth Unit PKR 5,000 Income Unit PKR 100,000
<b>Trustee</b>	Central Depository Co. (CDC)
<b>Auditors</b>	A.F. Ferguson & Co.
<b>Registrar</b>	National Investment Trust Ltd.
<b>Pricing Mechanism</b>	Forward Day Pricing
<b>Valuation Days</b>	Daily (Monday to Friday) except public holiday
<b>Redemption Days</b>	Daily (Monday to Friday) except public holiday
<b>Subscription Days</b>	Each valuation day
<b>AMC Rating</b>	AM2++ (PACRA) 5-Nov-18
<b>Risk Profile</b>	Low
<b>Fund Manager</b>	Shoaib Ahmad Khan
<b>Total Expense Ratio (Annualized)</b>	1.61% (This includes 0.41% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.)
<b>Total Expense Ratio (Absolute)</b>	0.27% (This includes 0.07% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.)

\* Varies as per policy.

#### 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. 65 billion assets under management as on 31 August 2019, 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 24, no other Mutual Fund in Pakistan has such a vast network of nationwide 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 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.

#### Fund Performance Review

The Fund posted an annualized return of 13.19% p.a for the month of August against its benchmark return of 13.93% p.a. The YTD return for FY20 stood at 12.55% p.a. against the benchmark return of 13.65% p.a.

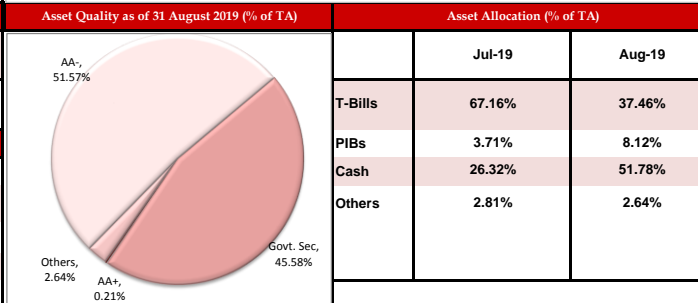
After rebasing, the Consumer Price Index (CPI) for the month of August arrived at 10.49% which is higher than 8.39% over the previous month. The 2MFY20 average CPI inflation now stands at 9.44% compared to 5.84% during the previous fiscal year.

As at August 31 2019, the Fund had an exposure of about 37% of total assets in T-bills, about 8% in PIBs 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 154 days.

Benchmark	Average of 6M PKRRV
-----------	---------------------

#### Technical Information

<b>Net Assets</b>	PKR 3.45 Bln
<b>NAV per Unit (Aug 31, 2019)</b>	10.0530
<b>Weighted Avg. Maturity (Days)</b>	154
<b>Leveraging</b>	Nil
<b>Standard Deviation of Return</b>	0.027



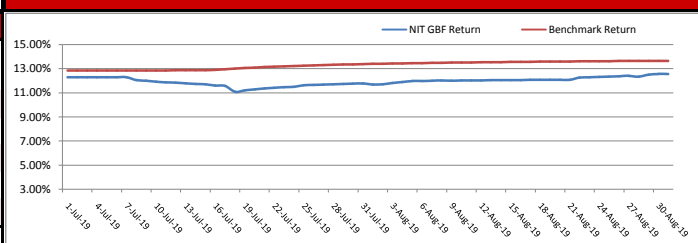
#### NIT GBF Year to Date Return v/s Benchmark

#### Fund's Return v/s Benchmark

	NIT-GBF	Benchmark
<b>Aug-19</b>	13.19%	13.93%
<b>Year to Date</b>	12.55%	13.65%
<b>12 M Trailing</b>	9.22%	11.01%
<b>3 Years **</b>	7.06%	7.80%
<b>5 Years **</b>	8.89%	7.34%
<b>Since Inception</b>	12.88%	8.60%

\*\* Simple annualized return

(Returns are calculated inclusive of dividends)



Performance Period	FY19	FY18	FY17	FY16	FY15
<b>NIT-GBF</b>	8.01%	5.06%	5.28%	5.78%	13.86%
<b>Benchmark</b>	10.00%	6.20%	5.80%	5.78%	8.17%

SINDH-WWF Disclosure- The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs.20.62m, if the same were not made the NAV per unit/ current year to date return of the Scheme would be higher by Rs. 0.06/ 3.59%. For details investors are advised to read the latest financial statement of the scheme.

#### Members of the Investment Committee

Adnan Afridi, Managing Director	Manzoor Ahmed, Chief Operating Officer	Aamir Amin, Head of Finance
Ali Kamal, Head of Research	Shoaib A. Khan, Head of Fixed Income	Faisal Aslam, Head of Compliance
Salman H. Chawala, Incharge 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.

National Investment Trust Ltd,  
National Bank Building, (6th Floor)  
I.I. Chundrigar Road, P.O Box # 5671.  
Karachi - 74000, Pakistan  
Tel: 111-648-648