



NIT GBF

NIT GOVERNMENT BOND FUND

| | | | | | | NIT-GOVE | RNMENT BON | ID FUND |
|--|---|--------------|--|---|--|--|--|-------------------|
| | | | | UND MANAGER REPORT -Nov | ember 2014 | | | |
| Fund's I | Basic Inform | ations | Objectiv | ve 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 KSE, LSE & ISE | | Profile of Investment Managers | | | | | |
| Listing Stability Rating | KSE, LSE & ISE AA- (f) (PACRA) 11-Jun-14 | | National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in | | | | | |
| Management Fee | 1.25% | | 1962. With approximately Rs. 93 billion assets under management as on 28 November 2014, 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 | | | | | |
| Front End Load* | 1.00% | | 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 | | | | | |
| Back End Load | Nil | | Investors' | Facilitation Centre is also in place. | The Board of Directors of | of NITL consists of | representatives | of leading |
| Cutt-off timing | 3:30 PM | | 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 | | | | | |
| Par Value | PKR 10.00 | | 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. | | | | | |
| | Growth Unit PKR 5,000 | | Standarda | | | eonina | | |
| Min Subscription | Income Unit PKR 100,000 | | Fund Deuteuman es Deuteum | | | | | |
| Trustee | Central Depositary Co. (CDC) | | Fund Performance Review | | | | | |
| Auditors | KPMG Taseer Hadi | | State Bank of Pakistan in its latest Monetary Policy Statement announced on November 15, 2014, decreased discount rate by 50 basis points to 9.50%. State Bank of Pakistan highlighted key favorable factors such as decline in inflation, fall in international | | | | | |
| Registrar | National Investment Trust Ltd. | | commodity prices especially oil, and limited impact of floods, have bode well for the macroeconomic outlook of country. Going forward, a cut in subsidy to electricity prices and levying of Gas Infrastructure Development Cess, can alter inflation | | | | | |
| Pricing Mechanism | Forward Day Pricing | | expectations. | | | | | |
| Valuation Days | Daily (Monday to Friday) except public holiday | | With reference to yields on government securities, November was a highly volatile month. A sharp decline was witnessed in tracture yields for both long and chart tange instruments. The main reason was reduction in discount rate by State Bark of | | | | | |
| Redemption Days | Daily (Monday to Friday) except public holiday | | treasury yields for both long and short tenor instruments. The main reason was reduction in discount rate by State Bank of Pakistan to 9.50% from previous level of 10%. | | | | | |
| Subscription Days | Each valuation d | ay | | rnment Bond Fund generated an annuali | | | | |
| AMC Rating | AM2- (PACRA) 21-Apr-14 | | benchmark which was 9.11% p.a., by 10.96%. The YTD return for FY15 stood at 14.57% p.a. against the benchmark return o 9.15% p.a., an out-performance by 5.42%. The Fund is invested by about 90% of total assets in Government Securities. | | | | | |
| Risk Profile | Low | | Assets under management increased by 9% during the month and stood at PKR 7.62bln. As at November 28, 2014, the Fund had | | | | | |
| Fund Manager | Shoaib Ahmad K | Chan | an exposure of about 71% in PIBs, 19% in T-bills and the remaining was in the form of cash and other assets, whereas th weighted average time to maturity of the portfolio stood at 554 days. | | | | | |
| * Varies as per policy | | | - | | - | | | |
| | Benchmark | | Asset (| Quality as of 28 November 2014 (% of Ta | A) | Asset Allocation (| % of TA) | |
| | verage of weighted average yield of month T-Bill auctions held during 70% reperiod | | | | | Oct-14 | No | ov-14 |
| 1 month average deposit rate of A and above rated scheduled banks 30% | | 30% | | AA+, 10.25% | T-Bills | 31.04% | 18 | .62% |
| Technical Information | | | | | PIBs | 55.96% | 71 | .13% |
| | | PKR 7.62 Bln | | | Rev Repo | 0.00% | 0. | 00% |
| NAV per Unit (November 28, | | 10.7131 | | | Cash | 10.86% | 7. | 10% |
| 2014) Weighted Avg. Maturity (Days) | | 554 | | Govt. Sec, 89.75% | Others | 2.13% | | 15% |
| Leveraging | | Nil | | | Others | 2.1070 | | 1070 |
| Standard Deviation of Return | | 0.33 | | NIT GBE Yea | r to Date Return v/ | s Benchmark | | |
| | | | | | i to Dute Retuin V | 5 Deneminark | | |
| Fund's Ke | eturn v/s Ben NIT-GBF | Benchmark* | 16.00% | | NIT (| GBF Return | Benchmark Return | |
| Nov-14 | 20.07% | 9.11% | 14.00% 12.00% | - | | \sim | \sim | |
| Year to Date | 14.57% | 9.15% | 10.00% 8.00% | 2 | | | | |
| 12 M Trailing | 11.25% | 9.13% | 6.00% | | | | | |
| 3 Years | 10.30% | 9.12% | 4.00% 2.00% | | | | | |
| Since Inception | 12.53% | 9.88% | 0.00% | | The second secon | AL A | Charle and a start of the start | en tin ten |
| * Last updated depo | osit rates of few b | anks. | | | | | | 10 10 10 10 10 10 |
| | | | | Performance Period | FY14 | FY13 FY | '12 FY11 | FY10* |
| | | | | NIT-GBF | 7.64% | 9.93% 9.7 | 6% 11.19% | 10.72% |
| | | | <u> </u> | Benchmark | 8.80% | 8.80% 10.6 | 64% 11.33% | 10.42% |
| | | | * From Nov | 18, 2009 to Jun30, 2010 | I | | | |
| | | | | sure- The Scheme has maintained provisions | | | | |
| | | | | e NAV per unit/ current year to date return o lote 6.1 of the latest Financial Statement of t | | r by KS. 0.0528/ 1.27%. | For aetails investo | ors are advise |
| | | | Ν | 1embers of the Investment C | ommittee | | | |
| Shahid Ghaffar, N | lanaging Directo | or | Manzoor Ahmed, Chief Operating Officer Shahid Anwar, Head of MD's Sectt. & Personnel | | | | | |
| Aamir Amin, Hea | d of Finance | | M. Imran Rafiq, CFA, Head of Research Zubair Ahmed, Controller of Branches/Comp. Secretary | | | | | |
| Shoaib. A. Khan, S | SVP/ Fund Man | ager | Ammar Habib, Incharge/Manager Risk Mgmt. Syed Aqib Hussian, Incharge Compliance | | | | | |
| MUFAP's Recom | | | | | | NY | | |
| involved. | | | | nly and nothing herein should be cou ts in mutual funds are subject to market fering Document to understand the inve n investor in the form of sales load. | nstrued as a solicitation, risks. Past performance is estment policies and risks | National Investmer National Bank Bui I.I. Chundrigar Ro Karachi - 74000, Pa | lding, (6th Floor ad, P.O Box # 5 | |
| | | | | | | Tel: 111-648-648 | | |