

NIT ISLAMIC EQUITY FUND



FUND MANAGER REPORT - January 2017

NIT-IEF Objective

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

Profile of Investment Managers

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With the recent launch of 1 new Funds namely NIT Islamic Income Fund the size of total Funds under management by NITL is approximately Rs. 119 billion as of January 31, 2017. The family of Funds of NIT comprises of 10 funds including 4 equity Funds 2 fixed income nature Funds, 1 Islamic Income Fund, 1 Money Market Fund, 1 conventional Pension Fund and 1 Islamic Pension Fund. NIT's tally of nationwide branches is 23, no other Mutual Fund in Pakistan has such a vast network of nationwide branches. Further to cater to the matters relating to investments in NIT 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 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 the 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's Information

Fund Type	Open-End	Trustee	Central Depository Company
Category	Islamic Equity	Auditors	KPMG Taseer Hadi & Co.
Launch Date	18th May 2015	Pricing Mechanism	Forward Pricing
Management Fee	2.00%	Dealing Days*	Daily (Monday to Friday)
Front End Load	0%-3%	Valuation Days*	Daily (Monday to Friday)
Back End Load	0.00%	AMC Rating	AM2+ (PACRA)
Benchmark	KMI-30	Risk Profile	Moderate / High
Par Value	PKR 10.00	Fund Manager	Wasim Akram
Minimum Investment	PKR 5,000	Cut-off timing**	9.00 AM to 3.30 PM (Mon to Fri)

*except public holiday

Fund Commentary & Performance Review

The Fund's benchmark KMI-30 index gained 2.47% during the month of January, 2017. Bullish trend carried on from the previous month into the month of January, 2016 as the market benchmark KSE-100 index made its first ever closing of above of 50,000 recording an all-time high closing of 50,132. However, the market lost its momentum towards the end of the month as the KSE-100 index lost 1,435 points in the last three trading sessions of the month, clipping the month's gains to a modest 951 points or 2.47%. Profit taking at the historical high market levels, coupled with continued uncertainty emanating from the Panama gate hearing by the Supreme Court and news regarding expected regulatory action against in-house market resulted in the market failing to sustain the 50,000 level towards the end of the month.

NIT IEF posted a return of 1.71% for the month of January, 2017 as against a benchmark return of 2.47% showing an underperformance of 0.76%.

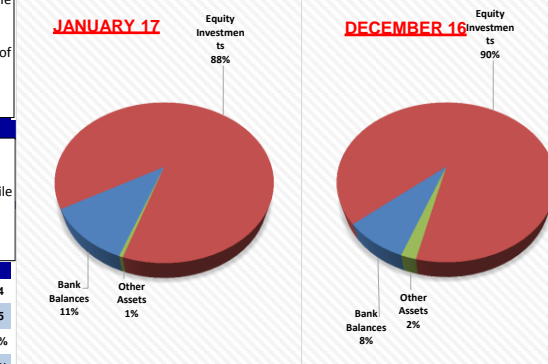
Future Outlook

Panama gate probe by the Supreme Court may continue to have a bearing on the market, while result related buying will result in increased activity in the market.

Fund Returns

	NIT-IEF	KMI-30
Jan-17	1.71%	2.47%
Since Inception	30.50%	54.20%
YTD	25.12%	26.67%
5 yrs	N/A	N/A
Leverage	Nil	

Fund's Asset Allocation



Technical Information 31-01-2017

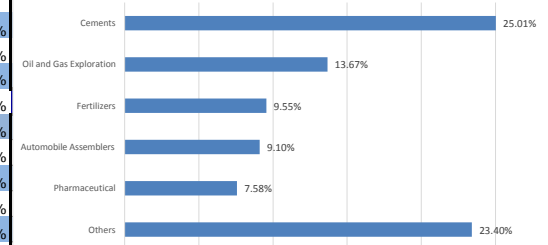
Net Assets NIT-IEF (PKR Million)	4,524
Nav per Unit NIT-IEF (PKR)	13.05
Total Expense Ratio (Incl. Govt Levy)	3.06%
Total Expense Ratio (Excl. Govt Levy)	2.38%

Top Ten Holdings

(As % of Total Assets)

DG Khan Cement	9.79%
Lucky Cement	9.51%
HUB Power Company Limited	7.00%
Oil and Gas Development Company Limited	6.06%
Pakistan State Oil	4.68%
Pakistan Petroleum Limited	4.34%
Indus Motors Limited	3.97%
The Searle Company	3.90%
Engro Corporation Limited	3.59%
Pakistan Oilfields Ltd.	3.27%

Sector Allocation (As % of Total Assets)



WWF Disclosure:

The Scheme has maintained provisions against Sind Workers' Welfare Fund's liability to the tune of **Rs. 8,824,236**, if the same were not made the NAV per unit/ year to date return of the Scheme would be higher by **Rs. 0.03/ 0.20%**. For details investors are advised to read the latest Financial Statement of the Scheme.

Compliance with Circular # 16 of 2010 / Non-compliant Investments

N/A

Members of the Investment Committee

Shahid Ghaffar - Managing Director	Manzoor Ahmed - Chief Operating Officer	Amir Amin - Head of Finance
Shahid Anwer - Head of MD's Sectt. & Personnel	M. Imran Rafiq, CFA - Head of Research	Raza Abbas Jaffery - Head of Trading
Ammar Habib - Manager / Incharge Risk Mngm	Aqib Hussain - Incharge Compliance	Wasim Akram - Fund Manager

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.
Note: All the figures given in the report are being under Full Year Audit review.