



NIT ISLAMIC EQUITY FUND



FUND MANAGER REPORT - January 2018

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. The size of total Funds under management by NITL is approximately Rs. 97 billion as of January 31, 2018. 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 ** Ramzan Timing 8.00 AM to 2.00 PM (Mon to Thur), 8.00 AM to 12.30 Noon (Fri)

Fund Commentary & Performance Review

The new year started on a strong bullish note with the benchmark KMI-30 index posting a gain of 8.74% during the month of January, 2018. The rally was mainly led by foreign investors, with net buying of USD 86 million during the month. Aggressive buying was witnessed by foreign investors in Banks and Cements providing impetus to the market for a broad-based rally. Average volumes remained at 239 million shares during the month, up 55% MoM. Towards the end of the month, SBP raised discount rate by 25 bps further extending the already bullish trend in the banking sector.

NIT IEF posted a return of 9.21% for the month of January, 2018 as against a benchmark return of 8.74% showing an outperformance of 0.47%.

Fund Returns*

	NIT-IEF	KMI-30
Jan-18	9.21%	8.74%
Since Inception	21.26%	37.87%
YTD	-7.93%	-5.07%
5 yrs	N/A	N/A
Leverage	Nil	

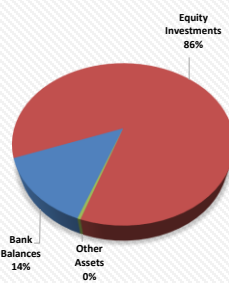
* The returns are calculated inclusive of dividend.

Future Outlook

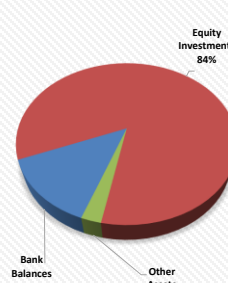
Direction of interest rates with rising trend in inflation will take centre-stage coupled with developments on the political front.

Fund's Asset Allocation

JANUARY 2018



DECEMBER 2017



Technical Information 31-01-2018

Net Assets NIT-IEF (PKR Million)	4,567
Nav per Unit NIT-IEF (PKR)	10.91
Total Expense Ratio (Incl. Govt Levy)*	2.67%

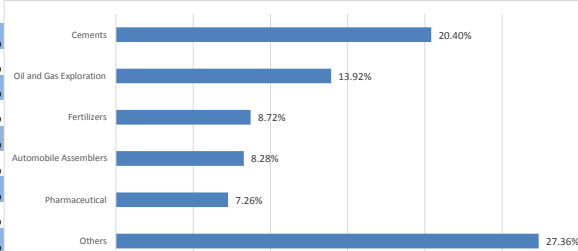
*This includes 0.37% representing Govt. levy, Sind Worker's Welfare Fund and SECP Fee

Top Ten Holdings

(As % of Total Assets)

Lucky Cement	8.46%
DG Khan Cement	7.60%
Oil and Gas Development Company Limited	5.32%
Pakistan Petroleum Limited	4.74%
HUB Power Company Limited	4.68%
Indus Motors Limited	4.24%
The Searle Company	3.90%
Pakistan State Oil	3.87%
Pakistan Oilfields Ltd.	3.87%
Engro Corporation Limited	3.25%

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. 8.79 million, if the same were not made the NAV per unit/ year to date return of the Scheme would be higher by Rs. 0.02/ 0.19%. For details investors are advised to read the latest Financial Statement of the Scheme.

Compliance with Circular # 16 of 2010 / Non-compliant Investments	Performance Period	FY17	FY16	FY15***
N/A	NIT-IEF	18.38%	5.78%	2.70%
	Benchmark	18.80%	15.53%	1.98%

***Launched on May 18, 2015

Members of the Investment Committee

Manzoor Ahmed - COO / Managing Director

Amir Amin - Head of Finance

Wasim Akram -Fund Manager

Ali Kamal - Head of Research

Faisal Aslam - Head of Compliance

Raza Abbas Jaffery - Head of Trading

Ammar Habib - Manager / Incharge Risk Mngmnt

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.