



NIT ISLAMIC EQUITY FUND



FUND MANAGER REPORT - February 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 February 28, 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 market could not sustain the bullish trend of January, 2018 whereby the benchmark KMI-30 index had posted a gain of 8.74% and declined by 2.02% during February, 2018. The market sentiment mainly turned negative during the month due to two major event on the political and external fronts whereby the former Prime Minister Nawaz Sharif was disqualified from holding the post of party president in addition to being barred from holding public office. This created further instability on the political front. Internationally, the news regarding Pakistan being placed on the FATF grey list further dampened investor sentiment. Foreigners remained net sellers during the month to the tune of USD 32 million. Volumes in the market declined by 15% on a MoM basis as investors remained wary of the negative developments on the political and international fronts.

NIT IEF posted a return of -3.76% during the month of February, 2018 as against a benchmark return of -2.02% showing an underperformance of 1.74%.

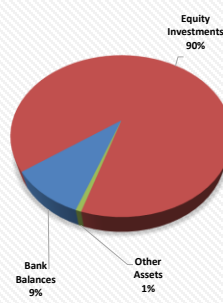
Fund Returns*

	NIT-IEF	KMI-30
Feb-18	-3.76%	-2.02%
Since Inception	17.50%	35.09%
YTD	-11.39%	-6.99%
5 yrs	N/A	N/A
Leverage	Nil	

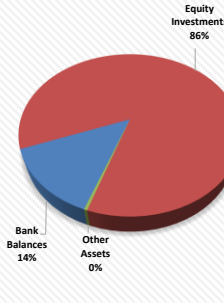
* The returns are calculated inclusive of dividend.

Fund's Asset Allocation

FEBRUARY 2018



JANUARY 2018



Future Outlook

Developments on the political front coupled with macroeconomic scenario will determine the future direction of the market.

Technical Information 28-02-2018

Net Assets NIT-IEF (PKR Million)	4,387
Nav per Unit NIT-IEF (PKR)	10.50
Total Expense Ratio (Incl. Govt Levy)*	2.67%

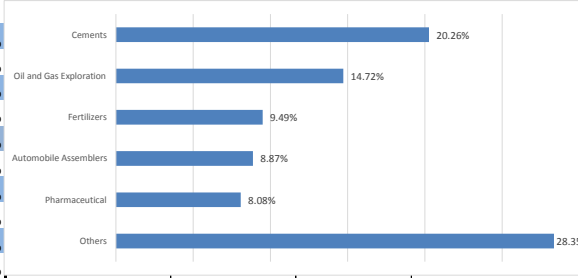
*This includes 0.37% representing Govt. levy, Sind Worker's Welfare Fund and SECP Fee

Top Ten Holdings

(As % of Total Assets)

Lucky Cement	9.09%
DG Khan Cement	7.14%
Oil and Gas Development Company Limited	5.51%
Pakistan Petroleum Limited	4.89%
HUB Power Company Limited	4.85%
Pakistan Oilfields Ltd.	4.33%
Indus Motors Limited	4.28%
The Searle Company	3.93%
Engro Corporation Limited	3.89%
Pakistan State Oil	3.81%

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/ 0.20%. 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.