

NIT ISLAMIC EQUITY FUND



FUND MANAGER REPORT - August 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. 100 billion as of August 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 ** Ramadan Timing 8.00 AM to 2.00 PM (Mon to Thur), 8.00 AM to 12.30 Noon (Fri)

Fund Commentary & Performance Review

The benchmark KMI-30 index posted a decline of 11.94% during the month of August, 2017. The market benchmark KSE-100 witnessed a sharp decline of 10.44% which was the worst monthly decline for the index since March, 2015. Political situation in the aftermath of the disqualification of Prime Minister, concerns over PKR depreciation and widening current account deficit continued to hurt market sentiment. Furthermore, US President's Afghan Policy statement and a potentially significant penalty on HBL to the tune of USD 630 million caused panic among investors.

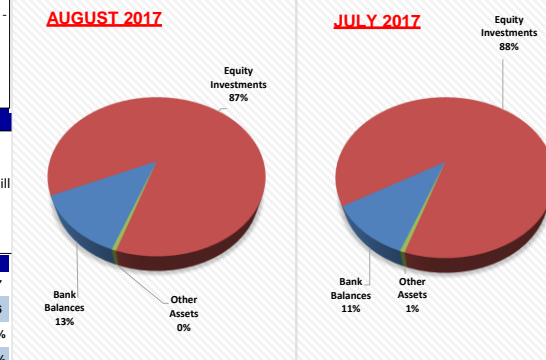
NIT IEF posted a return of -11.03% for the month of August, 2017 as against a benchmark return of -11.94% showing an outperformance of 0.91%.

Fund Returns*

	NIT-IEF	KMI-30
Aug-17	-11.03%	-11.94%
Since Inception	14.59%	28.81%
YTD	-13.42%	-11.31%
5 yrs	N/A	N/A
Leverage	Nil	

* The returns are calculated inclusive of dividend.

Fund's Asset Allocation



Future Outlook

Further developments on the HBL case coupled with developments on the political front will determine the future direction of the market.

Technical Information 31-08-2017

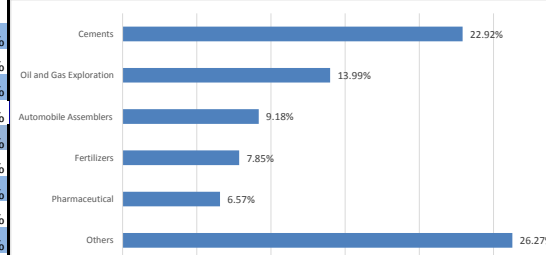
Net Assets NIT-IEF (PKR Million)	4,117
Nav per Unit NIT-IEF (PKR)	10.26
Total Expense Ratio (Incl. Govt Levy)	2.65%
Total Expense Ratio (Excl. Govt Levy)	2.28%

Top Ten Holdings

(As % of Total Assets)

Lucky Cement	8.84%
DG Khan Cement	8.69%
HUB Power Company Limited	5.96%
Oil and Gas Development Company Limited	5.77%
Indus Motors Company Limited	5.00%
Pakistan State Oil	4.64%
Pakistan Petroleum Limited	4.47%
Pakistan Oilfields Ltd.	3.75%
The Searle Company	3.53%
Engro Corporation Limited	3.08%

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/ 0.21%. 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	Faisal Aslam - Head of 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.