



NIT ISLAMIC EQUITY FUND



FUND MANAGER REPORT - September 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.

Fund's Information

Fund Type	Open-End	Trustee	Central Depository Company
Category	Islamic Equity	Auditors	A.F. Ferguson & Co. Chartered Accountants
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 benchmark KMI-30 index posted a return of -2.24% during September, 2018. The market continued on its declining trend as investors await clarity on the economic measures to be taken by the government particularly, Pakistan's entry into the IMF program. The supplementary budget announced by the government garnered mixed reaction from the market. Investors also awaited policy action by the SBP on interest rates, which were raised by 100 bps towards the end of the month as a proactive step to curb price pressures, widening external imbalance, and deteriorating fiscal space. Average trading volumes dried up during the month, with an average of 136 million shares traded daily, 28% lower month on month. Foreign selling also continued unabated, creating continuous downward pressure on the market. Foreigners remained net sellers to the tune of USD 58 million during the month.

NIT IEF posted a return of -3.35% during the month of September, 2018 as against a benchmark return of -2.24% showing an underperformance of 1.11%.

Future Outlook

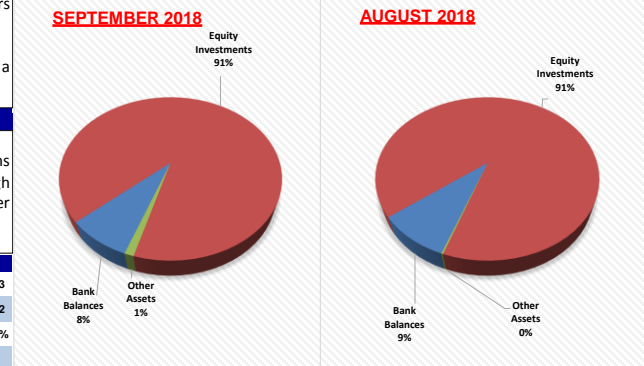
Developments on the macro front are likely to dictate market moves in the months ahead, where clarity on the Government's plan to attract financing flows through various arrangements and initiation of formal negotiations with the IMF for another funding arrangement are the key flashpoints.

Fund Returns*

	NIT-IEF	KMI-30
Sep-18	-3.35%	-2.24%
Since Inception	11.99%	27.93%
YTD	-3.94%	-2.57%
5 yrs	N/A	N/A
Leverage	Nil	

*The returns are calculated inclusive of dividend.

Fund's Asset Allocation



Technical Information 30-09-2018

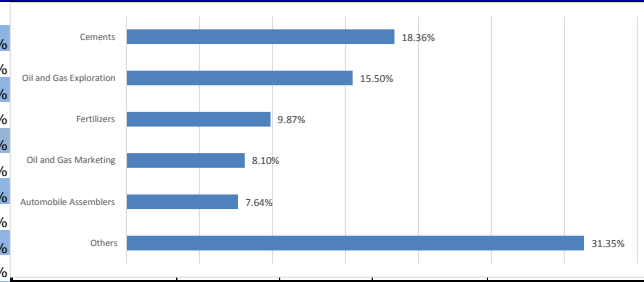
Net Assets NIT-IEF (PKR Million)	3,883
Nav per Unit NIT-IEF (PKR)	9.52
Total Expense Ratio (Incl. Govt Levy)*	2.70%

*This includes 0.40% representing Govt. levy, Sind Worker's Welfare Fund and SECP Fee

Top Ten Holdings

(As % of Total Assets)	
Lucky Cement Limited.	9.20%
Oil & Gas Development Company Ltd.	6.51%
D. G. Khan Cement Co. Ltd.	5.70%
Hub Power Company Limited.	5.06%
Pakistan Petroleum Limited.	4.93%
Engro Corporation Limited.	4.63%
Pakistan State Oil Co Ltd.	4.60%
Pakistan Oilfields Limited.	4.06%
Indus Motor Company Ltd.	4.00%
The Searle Company Ltd.	3.93%

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. 9.09 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/ 0.23%. 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	
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Performance Period	FY18	FY17	FY16	FY15***
NIT-IEF	-16.37%	18.38%	5.78%	2.70%
Benchmark	-9.59%	18.80%	15.53%	1.98%

***Launched on May 18,

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	Syed Ali Raza Bukhari - Head of Marketing	

MUEAP'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.

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