

NIT ISLAMIC EQUITY FUND

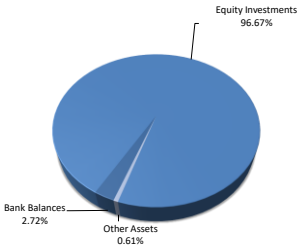
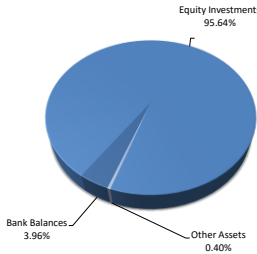
FUND MANAGER REPORT - December 2021

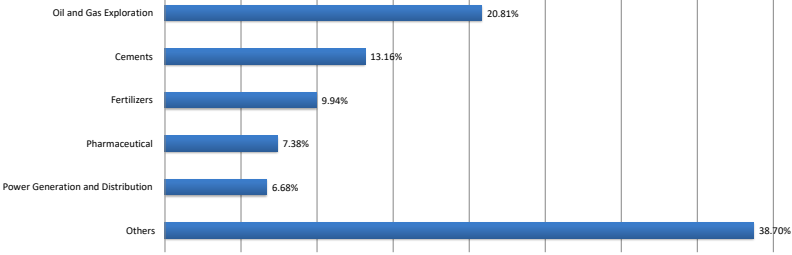
| NIT-IEF Objective | Fund's Information | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|-----------------------|----------------------------------------------------|-------------------------------------------|
| 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 Type | Open-End | Trustee | Central Depository Company |
| | Launch Date | 18th May 2015 | Auditors | A.F. Ferguson & Co. Chartered Accountants |
| | Management Fee | 2.00% | Pricing Mechanism | Forward Pricing |
| Fund Commentary & Performance Review The benchmark index declined by 2.08% during the month of December, 2021. The month marked the close of CY 2021 with the market posting minor gain of 1.92% during the calendar year. Calendar year 2021 started well for the market as the index witnessed a massive jump on the back of reopening of global economies and a V-shaped recovery on the domestic economic front. However, in the later part of the year, pressure on the external account, devaluation of Pak Rupee rising inflationary reading, shift in SBP's monetary stance, delay in approval of IMF's sixth review, and transition from Emerging Market to the Frontier Market put pressure on the bourse. The month of December was marred by weak investor sentiment with anticipation of the mini budget and the resulting economic implications. SBP raised its policy rate by another 100 bps during the month. Inflation expectations also remained high due to which the market closed in the red during the month. Foreign selling showed some respite with net inflow of USD 5.3 million following a massive outflow of USD 141 million last month on account of Pakistan's exit from the MSCI EM Index. Average volumes during the month stood at 235 million shares, down 25% on a MoM basis. NIT IEF posted a return of -2.74% during the month of December, 2021 as against a benchmark return of -2.08% showing an underperformance of 0.66%. | Front End Load | 0%-3% | Dealing Days* | Daily (Monday to Friday) |
| | Back End Load | 0.00% | Valuation Days* | Daily (Monday to Friday) |
| | Benchmark | KMI-30 | AMC Rating | AM1 PACRA (24-05-21) |
| | Par Value | PKR 10.00 | | AM1 (VIS) (31-12-21) |
| | Minimum Investment | PKR 5,000 | Fund Manager | Wasim Akram |
| | Selling and Marketing Expenses | 0.33% per annum | Risk Profile | High |
| | Category | Islamic Equity | Risk of Principal Erosion | Principal at High Risk |
| | | Cut-off timing | Monday to Friday 3:30 PM *except public holiday | |

Fund Returns*

| | NIT-IEF | KMI-30 |
|------------------------|---------|--------|
| Dec-21 | -2.74% | -2.08% |
| Since Inception | -1.23% | 32.47% |
| YTD | -9.84% | -6.44% |
| Leverage | Nil | |

* The returns are calculated inclusive of dividend.

| Future Outlook | Fund's Asset Allocation | |
|------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|
| Inflation coupled with international commodities prices and current account deficit numbers will determine the future direction of the market. | <p>DECEMBER 2021</p>  | <p>NOVEMBER 2021</p>  |
| Technical Information 31-12-2021 | | |
| Net Assets NIT-IEF (PKR Million) | 2,954 | |
| Nav per Unit NIT-IEF (PKR) | 8.52 | |
| Total Expense Ratio (Incl. Govt Levy)* | 2.93% | |
| *This includes 0.30% representing Govt. levy, Sindh Worker's Welfare Fund and SECP Fee | | |

| Top Ten Holdings (As % of Total Assets) | Sector Allocation (As % of Total Assets) | | | | | | | | | | | | | | | | | | | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|-------|-----------------------------|-------|----------------------------|-------|----------------------------|-------|----------------------|-------|------------------------------------|-------|---------------------|-------|-----------------------------|-------|----------------------------|-------|-------------------------|-------|--------------------------------------------------------------------------------------|
| <table border="1"> <tr><td>Lucky Cement Limited.</td><td>9.78%</td></tr> <tr><td>Mari Petroleum Company Ltd.</td><td>7.73%</td></tr> <tr><td>Hub Power Company Limited.</td><td>6.68%</td></tr> <tr><td>Engro Corporation Limited.</td><td>5.97%</td></tr> <tr><td>Meezan Bank Limited.</td><td>5.38%</td></tr> <tr><td>Oil & Gas Development Company Ltd.</td><td>5.00%</td></tr> <tr><td>Service Industries.</td><td>4.31%</td></tr> <tr><td>Pakistan Oilfields Limited.</td><td>4.17%</td></tr> <tr><td>Engro Fertilizers Limited.</td><td>3.97%</td></tr> <tr><td>The Searle Company Ltd.</td><td>3.93%</td></tr> </table> | Lucky Cement Limited. | 9.78% | Mari Petroleum Company Ltd. | 7.73% | Hub Power Company Limited. | 6.68% | Engro Corporation Limited. | 5.97% | Meezan Bank Limited. | 5.38% | Oil & Gas Development Company Ltd. | 5.00% | Service Industries. | 4.31% | Pakistan Oilfields Limited. | 4.17% | Engro Fertilizers Limited. | 3.97% | The Searle Company Ltd. | 3.93% |  |
| Lucky Cement Limited. | 9.78% | | | | | | | | | | | | | | | | | | | | |
| Mari Petroleum Company Ltd. | 7.73% | | | | | | | | | | | | | | | | | | | | |
| Hub Power Company Limited. | 6.68% | | | | | | | | | | | | | | | | | | | | |
| Engro Corporation Limited. | 5.97% | | | | | | | | | | | | | | | | | | | | |
| Meezan Bank Limited. | 5.38% | | | | | | | | | | | | | | | | | | | | |
| Oil & Gas Development Company Ltd. | 5.00% | | | | | | | | | | | | | | | | | | | | |
| Service Industries. | 4.31% | | | | | | | | | | | | | | | | | | | | |
| Pakistan Oilfields Limited. | 4.17% | | | | | | | | | | | | | | | | | | | | |
| Engro Fertilizers Limited. | 3.97% | | | | | | | | | | | | | | | | | | | | |
| The Searle Company Ltd. | 3.93% | | | | | | | | | | | | | | | | | | | | |

| Compliance with Circular # 16 of 2010 / Non-compliant Investments | Performance Period | FY21 | FY20 | FY19 | FY18 | FY17 |
|-------------------------------------------------------------------|--------------------|--------|-------|---------|---------|--------|
| N/A | NIT-IEF | 33.33% | 2.78% | -25.43% | -16.37% | 18.38% |
| | Benchmark | 39.32% | 1.62% | -23.84% | -9.59% | 18.80% |

Members of the Investment Committee

| | | |
|-----------------------------------------|-----------------------------------------|---------------------------------------------------|
| Adnan Afridi - Managing Director | Manzoor Ahmed - Chief Operating Officer | Amir Amin - Head of Finance |
| Wasim Akram - Fund Manager | Faisal Aslam - Head of Compliance | Raza Abbas Jaffery - Head of Equities and Trading |
| Attique-ur-Rehman Shaikh - Manager Risk | Alli Kamal - Head of Research | |

MUFAP's Recommended Format.

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Note: Performance data does not include the cost incurred directly by an investor in the form of sales load.

DISPUTE RESOLUTION/ COMPLAINTS HANDLING

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