



NIT ISLAMIC INCOME FUND

FUND MANAGER REPORT - January 2018

Fund's Basic Informations and Type nen-End Shariah Compliant (Islamic) Incon Category 4th July 2016 aunch Date Applied for listing tability Rating AA- (f) (PACRA) 12-July-17 7.5% of Gross Earnings, subject to minimum fee of 0.25% p.a. and maximum fee of 1% p.a. of Average Annual Net Assets Nil ront End Load Nil ck End Load outs-off timing 3:30 PM PKR 10.00 Growth Unit PKR 1,000 Income Min Subscription Unit PKR 100 000 Central Depositary Co. (CDC) KPMG Taseer Hadi National Investment Trust Ltd. Forward Day Pricing Pricing Mechanism Daily (Monday to Friday) except Daily (Monday to Friday) except edemption Days mblic holiday Each valuation day ibscription Days AM2++ (PACRA) 08-Dec-17 AMC Rating Medium tisk Profile -Mth avg. deposit rates of three A rate Islamic Bank or Islamic windows of Conventional Banks as selected by MUFAP und Manager hoaib Ahmad Khan

Objective of the fund

The objective of the NIT Islamic Income Fund is to generate a stable Shariah compliant income stream, while seeking maximum possible preservation of capital, over the medium to long-term period, by investing in a diversified portfolio of Shariah Compliant fixed income and money market instruments

Profile of Investment Managers

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 105 billion assets under management as on 31 January 2018, the family of Funds of NIT comprises of ten funds including 4 equity funds, 2 fixed income funds, 1 money market fund, 1 islamic income fund, 1 conventional pension fund and 1 islamic pension fund. NIT's tally of nationwide branches is 23 and sales desk is also available in financial hub at Abbotabad, yet another or nationwide branches is 23 and sales desk is also available in Imancial nub at Abbotabad, yet another milestone as no Asset Management Company in Pakistan has such a big network of branches. Further to cater to the matters relating to investments in NITL managed Funds and day to day inquiries/issues of their 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 a nominee of Govt. of Pakistan. The Company has been assigned an Asset Manager rating of "AM2++" by PACRA, which reflects the company's high investment management industry standards and benchmarks with noted strengths in several of the rating factors. All Investment decisions are taken by the Investment Committee of the respective fund.

Fund Performance Review

The YTD return for FY18 stood at 4.23% p.a. against the benchmark return of 2.46% p.a. The Fund posted ar annualized return of 4.34% p.a for the month of January against its benchmark return of 2.52% p.a.

The Consumer Price Index (CPI) for the month of Ianuary slightly reduced to 4.40% versus 4.60% over the previous month. The 7MFY18 average CPI inflation now stands at 3.85% which is the same as recorded during the corresponding period of last year.

As at January 31, 2018, the Fund had an exposure of about 90.85% of total assets in cash at bank, about 8.51% in corporate sukuk and the remaining was in the form of other assets. The weighted average time to maturity of the portfolio stood at 214 days.

Technical Information			
Net Assets	PKR 668 Mln		
NAV per Unit (Jan 31, 2018)	10.2759		
Weighted Avg. Maturity (Days)	214		
Leveraging	Nil		
Standard Deviation of Return	0.006		
Total Expense Ratio *	1.07%		
*This includes 0.23% representing Govt. Lev Welfare Fund & SECP Fee.	y, Sindh Workers		

Fund'e	Return	wle	Renc	hmark

	NII-III	Benchmark
January-18	4.34%	2.52%
Year to Date	4.23%	2.46%
12 M Trailing	4.28%	2.53%
3 Years	-	-
Since Inception	4.54%	2.87%

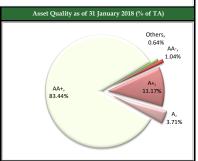
Returns are calculated inclusive of dividends)

Asset Allocation (% of TA)

	Dec-17	Jan-18		
Cash	91.48%	90.85%		
Others	0.65%	0.64%		
Sukuk	7.87%	8.51%		

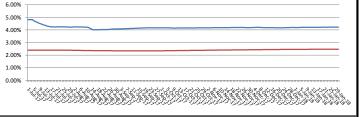
DUBAI ISLAMIC BANK 3.77% GHANI GASES LTD. - SUKUK 3.71% FATIMA FERTILIZER - SUKUK 1.04%

TFC / Sukuk Holdings (% of TA)



NIT IIF Year to Date Return v/s Benchmark

8.51%



 $\textbf{SINDH-WWF Disclosure-} The \textit{Scheme has maintained provisions against \textit{Sindh Workers' Welfare Fund's liability to the tune of \textit{Rs. 0.68m, If the Month of the North of t$

is were not made are not per unity carrent year to date retain by the scrience would be migner by his 0.0203, 0.2030.					
Performance Period	FY17	FY16	FY15	FY14	FY13
NIT-IIF	4.61%	1.0	Launched on 4th July. 2016		
Benchmark	3.11%	Launched on 4th July, 2016			

Members of the Investment Committee

Manzoor Ahmed, COO/Managing Director Aamir Amin, Head of Finance Ali Kamal, Head of Research Shoaib. A. Khan, SVP/ Fund Manager Ammar Habib, Incharge/Manager Risk Mgmt. Faisal Aslam, Head of Compliance

MUFAP's Recommended Format

This publication is for informational purposes only and nothing herein should be construed as a commendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risk. Fast is not necessarily indicative of future results. Please read the Offening Document to understand the investment

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

National Bank Building, (6th Floor) I.I. Chundrigar Road, P.O Box # 5671. Karachi - 74000, Pakistan Tel: 111-648-648