



NIT ISLAMIC INCOME FUND



Fund's	Basic Informations	(
Fund Type	Open-End	Г		
Category	Shariah Compliant (Islamic) Income			
Launch Date	4th July 2016			
Listing	Applied for listing			
Stability Rating	AA- (f) (PACRA) 30-June-18			
Management Fee	7.5% of Gross Earnings, subject to a minimum fee of 0.25% p.a. and maximum fee of 1% p.a. of Average Annual Net Assets.			
Front End Load	Nil			
Back End Load	Nil			
Cutt-off timing	3:30 PM			
Par Value	PKR 10.00	ı		
Min Subscription	Growth Unit PKR 1,000 Income Unit PKR 100,000			
Trustee	Central Depositary Co. (CDC)	I		
Auditors	KPMG Taseer Hadi			
Registrar	National Investment Trust Ltd.	ı		
Pricing Mechanism	Forward Day Pricing			
Valuation Days	Daily (Monday to Friday) except public holiday			
Redemption Days	Daily (Monday to Friday) except public holiday			
Subscription Days	Each valuation day	l		
AMC Rating	AM2++ (PACRA) 08-Dec-17			
Risk Profile	Medium	ı		

FUND MANAGER REPORT - July 2018

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

Objective of the fund

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Pakistan, formed in 1962. With approximately Rs. 97 billion assets under management as on 31 July 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, no other Mutual Fund in Pakistan has such a vast network of nationwide 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

 $The \ Fund \ posted \ an \ annualized \ return \ of \ 5.49\% \ p.a \ for \ the \ month \ of \ July \ against \ its \ benchmark \ return \ of \ 2.56\% \ p.a.$ p.a.

State Bank of Pakistan announced its Monetary Policy during the month and decided to increase Policy Rates by 100 bps to 7.50%. In its statement, the SBP highlighted multiple macroeconomic issues, such as shortage of water which is likely to constrain agriculture production below the target in FY19, deterioration of the balance of payment due to sharp increase in international oil prices, higher imports (machinery, metal, transport and petroleum) to support economic activity and limited financial inflows.

The Consumer Price Index (CPI) for the month of July increased to 5.83% versus 5.21% over the previous month. CPI inflation for July 2018 stood at 5.83% compared to 2.91% during the same period last year

As at July 31, 2018, the Fund had an exposure of about 81% of total assets in cash at bank, about 18% in corporate sukuk and the remaining was in the form of other assets. The weighted average time to maturity of the portfolio stood at 393 days.

Technical Information				
Net Assets	PKR 498 Mln			
NAV per Unit (July 31, 2018)	9.9330			
Weighted Avg. Maturity (Days)	393			
Leveraging	Nil			
Standard Deviation of Return	0.015			
Total Expense Ratio *	1.21%			
*This includes 0.27% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.				

Shoaib Ahmad Khan

Benchmark

und Manager

-Mth avg. deposit rates of three A rated

Islamic Bank or Islamic windows of

Conventional Banks as selected by

Fund's Return v/s Benchmark

	NIT-IIF	Benchmark			
July-18	5.49%	2.56%			
Year to Date	5.49%	2.56%			
12 M Trailing	4.52%	2.46%			
3 Years	-	-			
Since Inception	4.67%	2.77%			

(Returns are calculated inclusive of dividends)

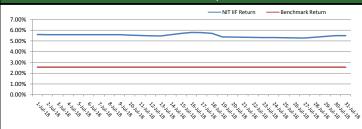
Asset Allocation (% of TA)			
	Jun-18	Jul-18	
Cash	82.53%	81.44%	
Sukuk	16.66%	17.78%	
Others	0.82%	0.78%	

TFC/Sukuk Holdings (% of TA) 7.53% DAWOOD HERC - SUKUK II GHANI GASES LTD. - SUKUK 4.79% DUBAI ISLAMIC BANK 4.33% FATIMA FERTILIZER - SUKUK 1.13%



NIT IIF Year to Date Return v/s Benchmark

17.78%



SINDH-WWF Disclosure- The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 0.98m, If the e were not made the NAV per unit/ current year to date return of the Scheme would be higher by Rs. 0.0196/ 2.33%. For details i

durised to read the latest financial statement of the seneme.							
Performance Period	FY18	FY17	FY15	FY14	FY13		
NIT-IIF	4.41%	4.61%	Launched on 4th July, 2016				
Benchmark	2.44%	3.11%					

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 Syed Ali Raza Bukhari, Head of Marketing Faisal Aslam, Head of Compliance

Tel: 111-648-648

Ammar Habib, Incharge/Manager Risk Mgmt.

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 etc.

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