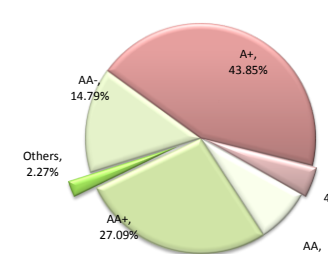


NIT ISLAMIC INCOME FUND



FUND MANAGER REPORT - SEPTEMBER 2018

Fund's Basic Informations		Objective of the fund
Fund Type	Open-End	<p>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.</p> <p>Profile of Investment Managers</p> <p>National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 93 billion assets under management as on 30 September 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</p>
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	
Min Subscription	Growth Unit PKR 1,000 Income Unit PKR 100,000	
Trustee	Central Depository Co. (CDC)	<p>Fund Performance Review</p> <p>The Fund posted an annualized return of 6.38% p.a for the month of September against its benchmark return of 2.78% p.a. The YTD return for FY19 stood at 5.77% p.a. against the benchmark return of 2.68% p.a.</p> <p>The Consumer Price Index (CPI) for the month of September eased to 5.12% versus 5.84% over the previous month. The 3MFY19 average CPI inflation now stands at 5.60% compared to 3.39% during the previous fiscal year.</p> <p>As at September 30, 2018, the Fund had an exposure of about 80% of total assets in cash at bank, about 20% in corporate sukuk and the remaining was in the form of other assets. The weighted average time to maturity of the portfolio stood at 371 days.</p>
Auditors	EY Ford Rhodes	
Registrar	National Investment Trust Ltd.	
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	
AMC Rating	AM2++ (PACRA) 08-Dec-17	
Risk Profile	Medium	
Benchmark	6-Mth avg. deposit rates of three A rated Islamic Bank or Islamic windows of Conventional Banks as selected by MUFAP.	
Fund Manager	Shoab Ahmad Khan	

Technical Information		TFC / Sukuk Holdings (% of TA)	Asset Quality as of 30 September 2018 (% of TA)
Net Assets	PKR 506 Min	DAWOOD HERC - SUKUK II 7.77%	
NAV per Unit (September 30, 2018)	10.0308	DUBAI ISLAMIC BANK 4.95%	
Weighted Avg. Maturity (Days)	371	GHANI GASES LTD. - SUKUK 4.23%	
Leveraging	Nil	FATIMA FERTILIZER - SUKUK 1.18%	
Standard Deviation of Return	0.008	18.13%	
Total Expense Ratio *	1.26%		
*This includes 0.28% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.			

Fund's Return v/s Benchmark		
	NIT-IIF	Benchmark
September-18	6.38%	2.78%
Year to Date	5.77%	2.68%
12 M Trailing	4.82%	2.53%
3 Years	-	-
Since Inception	4.99%	2.76%

Asset Allocation (% of TA)		NIT IIF Year to Date Return v/s Benchmark				
		Performance Period				
		FY18	FY17	FY15	FY14	FY13
Cash	79.03% (Aug-18) / 79.60% (Sep-18)	4.41%	4.61%			
Sukuk	19.44% (Aug-18) / 18.13% (Sep-18)	2.44%	3.11%			
Others	1.53% (Aug-18) / 2.27% (Sep-18)					
		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
Shoab A. Khan, SVP/ Fund Manager	Syed Ali Raza Bukhari, Head of Marketing	Faisal Aslam, Head of Compliance
Ammar Habib, Incharge/Manager Risk Mgmt.		

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.

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