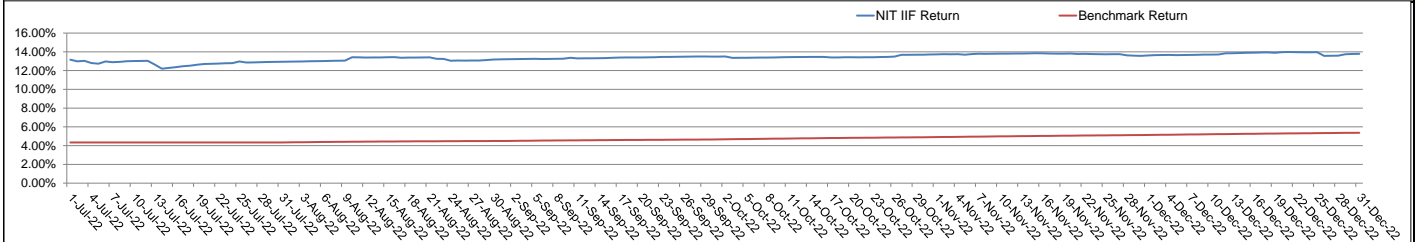


**FUND MANAGER REPORT - DECEMBER 2022**

**Performance %**

Performance Period	FY22	FY21	FY20	FY19	FY18
NIT-IIF	9.67%	6.32%	10.44%	8.17%	4.41%
Benchmark	3.34%	3.56%	6.33%	3.69%	2.44%

**NIT IIF Year to Date Return v/s Benchmark**

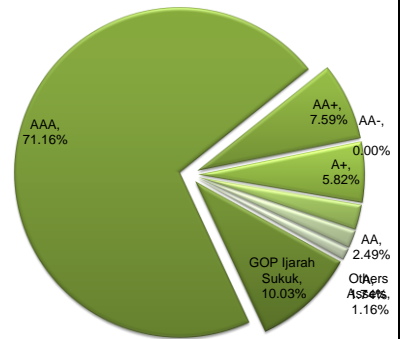


Fund's Basic Information		Objective of the fund
<b>Fund Type</b>	Open-End	The objective of the NIT Islamic Income Fund is to generate a stable Shariah compliant income stream, while seeking maximum possible preservation of capital, over the medium to long-term period, by investing in a diversified portfolio of Shariah Compliant fixed income and money market instruments.
<b>Launch Date</b>	4th July 2016	
<b>Listing</b>	PSX	
<b>Stability Rating</b>	AA- (f) (PACRA) 09-SEPT-22	
<b>Management Fee*</b>	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	
<b>Front End Load</b>	Nil	
<b>Back End Load</b>	Nil	
<b>Cutt-off timing***</b>	Monday-Friday (3:30 p.m)	
<b>Par Value</b>	PKR 10.00	
<b>Min Subscription</b>	Growth Unit PKR 1,000 Income Unit PKR 100,000	
<b>Trustee</b>	Central Depository Co. (CDC)	<b>Fund Performance Review</b>
<b>Auditors</b>	BDO Ebrahim & Co. Chartered Accountants	The Fund posted an annualized return of 14.01% p.a for the month of December against its benchmark return of 6.57% p.a. The YTD return for 6MFY23 stood at 13.78% p.a. against the benchmark return of 5.37% p.a.
<b>Registrar</b>	National Investment Trust Ltd.	Consumer Price Index (CPI) for the month of December increased to 24.47% versus 23.84% over the previous month. Average CPI for 6MFY23 stood at 25.02% compared to 9.81% during the previous fiscal year.
<b>Pricing Mechanism</b>	Forward Day Pricing	As at December 31, 2022, the Fund had an exposure of about 10% of total assets in GOP Ijarah Sukuk, around 18% in Corporate sukuk, about 71% in cash at bank while the remaining was in the form of other assets. The weighted average time to maturity of the portfolio stood at 234 days.
<b>Valuation Days</b>	Daily (Monday to Friday) except public holiday	
<b>Redemption Days</b>	Daily (Monday to Friday) except public holiday	
<b>Subscription Days</b>	Each valuation day	
<b>AMC Rating</b>	AM1 (PACRA Rating) 24-May-22 AM1 (VIS Rating) 29-Dec-22	
<b>Benchmark</b>	6-Mth avg. deposit rates of three A rated Islamic Bank or Islamic windows of Conventional Banks as selected by MUFAP.	
<b>Fund Manager</b>	Khurram Aftab	

**Sukuk Holdings (% of TA)**

**Asset Quality of the Portfolio (% of TA)**

KEL SUKUK- 5	3.67%
HUBC CP/Suk	3.14%
PEL Sukuk	3.10%
OBS AGP Pvt. Ltd.	2.72%
KEL STS XI	2.49%
MASOOD TEXTILE MILL - SUKUK	1.40%
HUBC SUKUK-2	0.79%
GHANI CHEMICAL IND. LTD.-SUKUK	0.34%



Fund Manager		Fund's Return v/s Benchmark	
<b>Total Expense Ratio (Annualized)</b>	YTD: 1.48% (This includes 0.15% Govt. Levy) MTD: 1.43% (This includes 0.15% Govt. Levy)	<b>December-22</b>	<b>NIT-IIF</b>
<b>Category of CIS/Plans</b>	Risk Profile: Risk of Principal Erosion	<b>Year to Date</b>	<b>Benchmark</b>
<b>Income</b>	Medium: Principal at Medium risk	<b>12 M Trailing</b>	
		<b>3 Years **</b>	
		<b>5 Years **</b>	
		<b>Since Inception (CAGR)</b>	

<b>Asset Allocation (% of Total Assets)</b>	<b>Nov-22</b>	<b>Dec-22</b>	<b>Net Assets</b>	<b>PKR 1,604 mln</b>
<b>Cash</b>	33.87%	71.16%	<b>NAV per Unit (December 31, 2022)</b>	10.0777
<b>Sukuk</b>	44.26%	17.64%	<b>Weighted Avg. Maturity (Days)</b>	234
<b>GOP Ijarah Sukuk</b>	19.78%	10.03%	<b>Leveraging</b>	Nil
<b>TDRs</b>	0.00%	0.00%	<b>Standard Deviation of Return</b>	0.1
<b>CP</b>	0.00%	0.00%		
<b>Others</b>	2.08%	1.16%		

**Members of the Investment Committee**

Adnan Afridi, Managing Director	Manzoor Ahmed, Chief Operating Officer	Aamir Amin, Head of Finance
Shoaib A. Khan, Head of Fixed Income	Ali Kamal, Head of Research	Khurram Aftab, Fund Manager
Faisal Aslam, Head of Compliance	Manager Risk Management	