



## NIT ISLAMIC PENSION FUND

### FUND MANAGER REPORT - February 2017

#### NIT - Islamic Pension Fund

NIT Islamic Pension Fund aims to provide participants with a savings vehicle geared for retirement planning and providing decent returns through investments in its various sub-funds.

#### Profile of Investment Managers

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With the recent launch of 1 new Funds namely NIT Islamic Income Fund the size of total Funds under management by NITL is approximately Rs. 118 billion as of February 28, 2017. The family of Funds of NIT comprises of 10 funds including 4 equity Funds 2 fixed income nature Funds, 1 Islamic Income Fund, 1 Money Market 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 NIT and day to day inquiries/issues of its 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 nominee of Govt. of Pakistan. The Company has been assigned an Asset Manager rating of "AM2+" by PACRA, which reflects the company's very strong capacity to manage the risks inherent in the asset management business and the asset manager meets very high investment management industry standards and benchmarks. All investment decisions are taken by the Investment Committee of NITL.

#### Fund's Information

<b>Fund Type</b>	Open-End	<b>Trustee</b>	Central Depository Company
<b>Category</b>	Pension Scheme	<b>Auditors</b>	KPMG Taseer Hadi & Co.
<b>Launch Date</b>	19-Jun-15	<b>Pricing Mechanism</b>	Forward Pricing
<b>Management Fee</b>	Equities Sub Fund: 0.75% Debt and MM Sub Funds: 0.50%	<b>Dealing Days*</b>	Daily (Monday to Friday)
<b>Front End Load</b>	0%-3%	<b>Valuation Days*</b>	Daily (Monday to Friday)
<b>Back End Load</b>	0.00%	<b>AMC Rating</b>	AM2+ (PACRA)
<b>Benchmark</b>	N/A	<b>Risk Profile</b>	Moderate / High
<b>Par Value</b>	PKR 10.00	<b>Fund Manager</b>	Wasim Akram
<b>Minimum Investment</b>	PKR 1000	<b>Cutt-off timing**</b>	9.00 AM to 3.30 PM (Mon to Fri)
<b>*except public holiday</b>		<b>**Ramzan Timing 8.00 AM to 2.00 PM (Mon to Thur), 8.00 AM to 12.30 Noon (Fri)</b>	

#### Fund Commentary

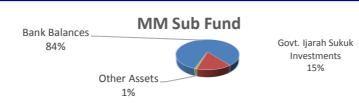
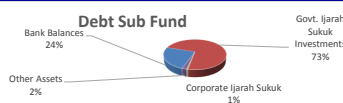
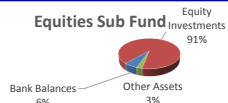
The KMI-30 index declined by 0.29% during the month of February, 2017. Broker financing and leverage related regulatory action coupled with the Panamagate hearing in the Supreme Court took centre stage as the stock market declined during the month. Market activity remained lackluster with average volumes of 353 million shares, showing a decline of 20% on a MoM basis. Individual investors remained heavy sellers in the market during the month of February, 2017 with net selling of USD 43 million as opposed to net buying of USD 40 million during January 2017. Three terrorist attacks at various parts of the country in which over 100 people were killed also dampened investor sentiment during the month. Current account deficit for the first seven months reached USD 4.7 billion, up 90% YoY also proved to be a cause of concern for investors.

Market yields improved slightly during the month with expectations of stable interest rates.

#### Fund Returns

	Equities Sub Fund	Debt Sub Fund	MM Sub Fund
<b>Feb-17</b>	-0.21%	1.12%	2.77%
<b>YTD</b>	25.26%	4.71%	3.29%
<b>CYTD</b>	3.03%	1.46%	2.71%
<b>Since Inception</b>	33.67%	3.78%	3.04%
<b>NAV (28-02-17)</b>	13.3665	10.6416	10.5166
<b>NA (PKR Min)</b>	142.18	97.41	97.98

#### Asset Allocation 28-02-2017



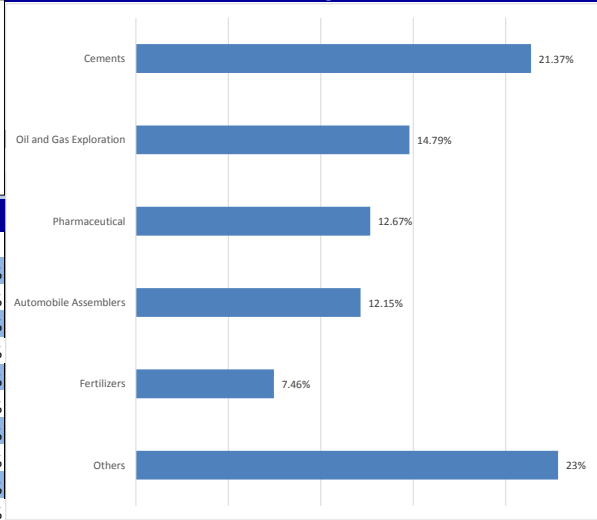
#### Performance Review

NIT-IPF Equity Sub-Fund posted return of -0.21%

NIT-IPF Debt Sub Fund posted return of 1.12%.

NIT-IPF Money Market Sub Fund posted return of 2.77%.

#### Sector Allocation (Equities Sub fund)



#### Top Ten Holdings (Equities Sub Fund)

(As % of Total Assets)

Pakistan Petroleum Limited	8.40%
Lucky Cement	8.37%
Searle Company Limited	8.15%
DG Khan Cement	8.09%
Crescent Steel and Allied Products	7.41%
Honda Atlas Cars	5.85%
Oil and Gas Development Company	4.76%
Engro Corporation Limited	4.70%
Indus Motor Company Limited	4.38%
Hub Power Company Limited	4.05%

#### WWF Disclosure:

N/A

#### Compliance with Circular # 16 of 2010 / Non-compliant Investments

Nil

#### Members of the Investment Committee

<b>Shahid Ghaffar - Managing Director</b>	<b>Manzoor Ahmed - Chief Operating Officer</b>	<b>Amir Amin - Head of Finance</b>
<b>Shahid Anwer - Head of MD's Sectt. &amp; Personnel</b>	<b>M. Imran Rafiq, CFA - Head of Research</b>	<b>Raza Abbas Jaffery - Head of Trading</b>
<b>Ammar Habib - Manager / Incharge Risk Mngmnt</b>	<b>Aqib Hussain - Incharge Compliance</b>	<b>Wasim Akram - Fund Manager NIT-IPF</b>

#### 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.