



NIT ISLAMIC PENSION FUND

FUND MANAGER REPORT - May 2019

NIT - Islamic Pension Fund

Fund's Information

<p>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.</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. The size of total Funds under management by NITL is approximately Rs. 80 billion as of May 31, 2019. 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 24, 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.</p>	Fund Type	Open-End	Trustee	Central Depository Company
	Category	Pension Scheme	Auditors	EY Ford Rhodes
	Launch Date	19-Jun-15	Pricing Mechanism	Forward Pricing
	Management Fee	Equities Sub Fund: 0.75% Debt and MM Sub Funds: 0.50%	Dealing Days*	Daily (Monday to Friday)
	Front End Load	0%-3%	Valuation Days*	Daily (Monday to Friday)
	Back End Load	0.00%	AMC Rating	AM2++ (PACRA)
	Benchmark	N/A	Risk Profile	Moderate / High
	Par Value	PKR 10.00	Fund Manager	Wasim Akram
	Minimum Investment	PKR 1000	Cutt-off timing**	9.00 AM to 3.30 PM (Mon to Fri)
		*except public holiday	** Ramadan Timing 10.00 AM to 2.00 PM (Mon to Thur), 9.00 AM to 12.00 Noon (Fri)	

Fund Commentary

The KMI-30 index posted a return of -1.65% during May, 2019. The market benchmark KSE-100 index fell by almost 7% during the first fortnight of the month amidst negative sentiment particularly with reference to conditionalities associated with the IMF program. PKR remained under pressure as it touched the level of 150 against the USD for the first time in history. Expectations of further raise in interest rates coupled with expectations of high inflation number for the month further dampened market sentiment. The second half of the month however, witnessed some recovery whereby news regarding the Finance Minister meeting with market participants and announcing market stabilization measures including market support fund caused a minor rally as the market recovered most of its losses of the first half of the month. Ramadan effect caused volumes to remain lower which stood at 123 million shares during the month, a decline of 13% MoM. Foreign investors remained net buyers for the second consecutive month with net buying of USD 18.42 million.

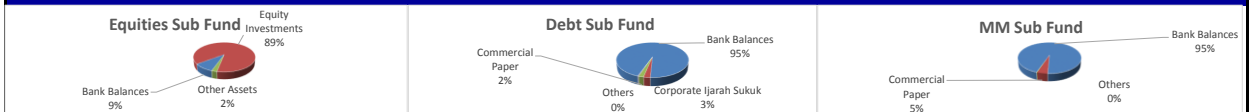
On 20th May 2019, SPB issued its monetary policy statement which stated that there is a need to address underlying inflationary pressures from higher recent month-on-month headline and core inflation outturns; recent exchange rate depreciation; an elevated fiscal deficit and its increased monetization, and potential adjustments in utility tariffs. In this context, the MPC decided to increase the policy rate by 150 bps to 12.25 percent.

On the Money Market front, secondary market yields remained stable during the month.

Fund Returns

	Equities Sub Fund	Debt Sub Fund	MM Sub Fund
May-19	-3.07%	8.40%	8.78%
YTD	-18.91%	6.83%	6.97%
CYTD	-3.82%	8.45%	8.62%
Since Inception	-13.60%	4.66%	4.44%
NAV (31-05-19)	8.6405	11.8394	11.7554
NA (PKR Mn)	127.20	101.61	109.00

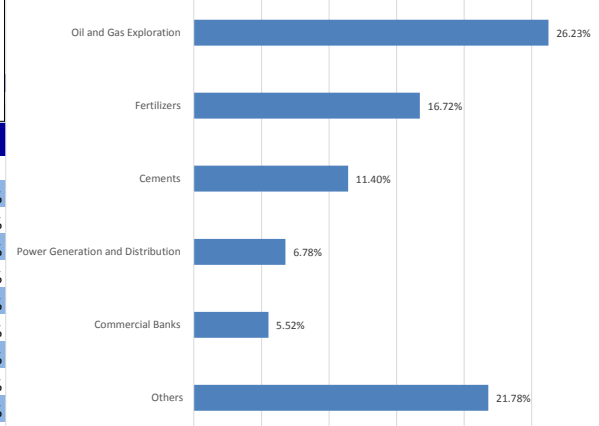
Asset Allocation 30-05-2019



Performance Review

NIT-IPF Equity Sub-Fund posted return of -3.07%.
 NIT-IPF Debt Sub Fund posted return of 8.40%.
 NIT-IPF Money Market Sub Fund posted return of 8.78%.

Sector Allocation (Equities Sub fund)



Top Ten Holdings (Equities Sub Fund)

(As % of Total Assets)

Oil & Gas Development Company Ltd.	9.87%
Engro Corporation Limited.	8.94%
Pakistan Petroleum Limited.	8.72%
Lucky Cement Limited.	7.61%
Meezan Bank Limited.	5.52%
Hub Power Company Limited.	5.29%
Engro Fertilizers Limited.	4.79%
Pakistan Oilfields Limited.	4.08%
Mari Petroleum Company Ltd.	3.56%
Indus Motor Company Ltd.	3.50%

WWF Disclosure:

The Scheme has maintained provisions against Sind Workers' Welfare Fund's liability (Rs. 0.15 million ESF, Rs. 0.32 million DSF and Rs. 0.32 million MMSF). If the same were not made the NAV per unit year to date return of the Scheme would be higher by Rs. 0.01/0.12 for ESF, Rs. 0.04/0.32% for DSF and Rs. 0.03/0.30% for MMSF. For details investors are advised to read the latest Financial Statement of the Scheme.

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

Nil

Members of the Investment Committee

Adnan Afridi - Managing Director	Manzoor Ahmed - Chief Operating Officer	Amir Amin - Head of Finance
Wasim Akram - Fund Manager	Faisal Aslam - Head of Compliance	Raza Abbas Jaffery - Head of Trading
Salman H. Chawala - Manager / Incharge Risk	Ali Kamal - Head of Research	Syed Ali Raza Bukhari - Head of Marketing

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.