



## NIT ISLAMIC PENSION FUND

FUND MANAGER REPORT - June 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><b>Profile of Investment Managers</b></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. 76 billion as of June 30, 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>	<b>Fund Type</b>	Open-End	<b>Trustee</b>	Central Depository Company
	<b>Category</b>	Pension Scheme	<b>Auditors</b>	EY Ford Rhodes
	<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)
		*except public holiday	** Ramzan Timing 10.00 AM to 2.00 PM (Mon to Thur), 9.00 AM to 12.00 Noon (Fri)	

### Fund Commentary

### Fund Returns

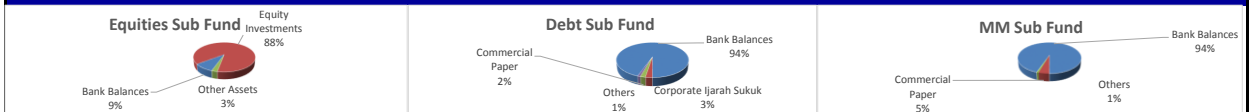
The KMI-30 index posted a return of -7.07% during June, 2019. The month marked the end of FY19 with the KSE-100 return standing at -19.11% for the year, its worst performance since FY09. During the month fresh round of depreciation in the PKR was recorded. Moreover, the FY20 Federal Budget was also laden with removal of tax concessions and was followed by 30-190% increase in gas tariff and PKR1.5/kwh hike in power tariff. Market therefore anticipated that the tough period of economic adjustment can potentially extend across the next few months. Average volumes stood at 134 million shares during the month, a rise of 10% MoM. Foreign investors turned net sellers during the month with net selling of USD 4.94 million.

The FY19 marked as one of the most challenging year in stock market history, economy grew at lowest rate not seen in many years, PKR devalued against USD and other currencies, interest rates hiked by SBP, FX reserves shrank to lowest level, current and fiscal deficit peaked at historical high levels, weak corporate Earnings and high inflation numbers pushed by higher energy prices and PKR devaluation.

On the Money Market front, secondary market yields remained stable during the month. Cut-off yields increased slightly on the ten year PIBs in the auction during the month.

	Equities Sub Fund	Debt Sub Fund	MM Sub Fund
<b>Jun-19</b>	-4.93%	10.02%	9.87%
<b>YTD</b>	-22.91%	7.14%	7.26%
<b>CYTD</b>	-8.56%	8.77%	8.89%
<b>Since Inception</b>	-17.85%	4.80%	4.59%
<b>NAV (30-06-19)</b>	8.2148	11.9369	11.8508
<b>NA (PKR Mn)</b>	125.84	100.78	108.04

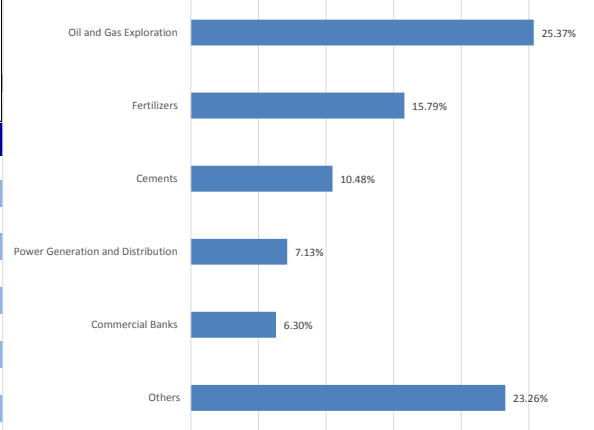
### Asset Allocation 30-06-2019



### Performance Review

NIT-IPF Equity Sub-Fund posted return of -4.93%.  
 NIT-IPF Debt Sub Fund posted return of 10.02%.  
 NIT-IPF Money Market Sub Fund posted return of 9.87%.

### Sector Allocation (Equities Sub fund)



### Top Ten Holdings (Equities Sub Fund)

(As % of Total Assets)

Oil & Gas Development Company Ltd.	9.58%
Pakistan Petroleum Limited.	8.85%
Engro Corporation Limited.	8.45%
Lucky Cement Limited.	6.89%
Meezan Bank Limited.	6.30%
Hub Power Company Limited.	5.92%
Engro Fertilizers Limited.	4.49%
Pakistan State Oil Co Ltd.	4.35%
Pakistan Oilfields Limited.	3.76%
Indus Motor Company Ltd.	3.71%

### WWF Disclosure:

The Scheme has maintained provisions against Sind Workers' Welfare Fund's liability (Rs. 0.21 million ESF, Rs. 0.34 million DSF and Rs. 0.34 million MMSF). If the same were not made the NAV per unit year to date return of the Scheme would be higher by Rs. 0.01/0.17 for ESF, Rs. 0.04/0.34% for DSF and Rs. 0.04/0.32% 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

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

### 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.