

## NIT Money Market Fund (Formerly: NIT Government Treasury Fund)



### FUND MANAGER REPORT - JANUARY 2019

#### Fund's Basic Informations

<b>Fund Type</b>	Open-End
<b>Category</b>	Money Market
<b>Launch Date</b>	22nd January 2016
<b>Listing</b>	Applied for listing
<b>Stability Rating</b>	AA+ (f) (PACRA) 31-Dec-18
<b>Management Fee</b>	7.5% of Gross Earnings, subject to a cap 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>	3:30 PM
<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>Auditors</b>	EY Ford Rhodes
<b>Registrar</b>	National Investment Trust Ltd.
<b>Pricing Mechanism</b>	Backward Day Pricing
<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>	AM2++ (PACRA) 05-Nov-18
<b>Risk Profile</b>	Low
<b>Fund Manager</b>	Shoaib Ahmad Khan
<b>Total Expense Ratio (Annualized)</b>	1.33% (This includes 0.33% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.)
<b>Total Expense Ratio (Absolute)</b>	0.78% (This includes 0.19% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.)

**Objective of the fund**  
NIT Money Market Fund would focus to generate competitive returns with minimum risk for its unitholders by investing in low risk, liquid, short tenor fixed income securities/money market instruments.

#### Profile of Investment Managers

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 90 billion assets under management as on 31 January 2019, 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 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 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.

#### Fund Performance Review

The Fund posted an annualized return of 9.11% p.a for the month of January against its benchmark return of 8.99% p.a. The YTD return for FY19 stood at 7.61% p.a. against the benchmark return of 7.60% p.a.

State Bank of Pakistan announced its Monetary Policy during the month and decided to increase Policy Rates by 25 bps to 10.25%. In its statement, the SBP highlighted need to continue with monetary tightening amidst the fiscal and current account deficit and inflationary concerns.

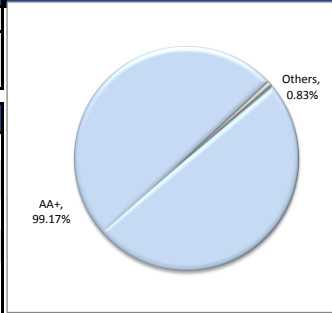
The Consumer Price Index (CPI) for the month of January increased to 7.19% versus 6.17% over the previous month. The 7MFY19 average CPI inflation now stands at 6.21% compared to 3.85% during the previous fiscal year.

As at January 31, 2019, around 5% of total assets is placed as LOP with AA+ rated DFI's and the remaining Funds exposure was in cash with highly rated Commercial Banks and other assets. The weighted average time to maturity of the portfolio stood at 2 days.

#### Benchmark

Weighted Average of 3M PKRV	<b>70%</b>
3-Mth Avg. Deposit rate of three AA rated schedule Banks as selected by MUFAP	<b>30%</b>

#### Asset Quality as of 31 January 2019 (% of TA)



#### Asset Allocation (% of TA)

	Dec-18	Jan-19
T-Bills	0.00%	0.00%
PIBs	0.00%	0.00%
COI/LOP	0.00%	5.22%
Cash	99.06%	93.95%
Others	0.94%	0.83%

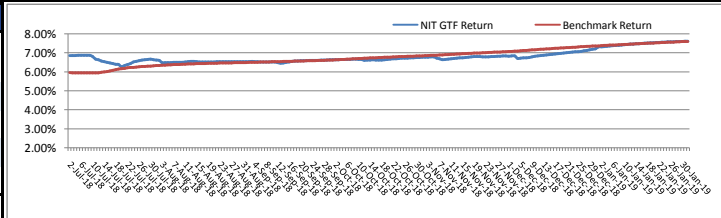
#### Technical Information

<b>Net Assets</b>	PKR 1.91 Bln
<b>NAV per Unit (February 01, 2019)</b>	10.3421
<b>Weighted Avg. Maturity (Days)</b>	2
<b>Leveraging</b>	NIL
<b>Standard Deviation of Return</b>	0.018

#### NIT MMF Year to Date Return v/s Benchmark

#### Fund's Return v/s Benchmark

	NIT-MMF	Benchmark
<b>January-19</b>	9.11%	8.99%
<b>Year to Date</b>	7.61%	7.60%
<b>12 M Trailing</b>	6.68%	6.77%
<b>3 Years</b>	5.90%	5.80%
<b>Since Inception</b>	6.07%	5.80%



(Returns are calculated inclusive of dividends)

#### Performance Period

Performance Period	FY18	FY17	FY16**	FY14	FY13
<b>NIT-MMF</b>	5.18%	4.95%	5.03%		
<b>Benchmark</b>	5.36%	4.27%	5.56%		

**SINDH-WWF Disclosure:** The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 4.08m, if the same were not made the NAV per unit/ current year to date return of the Scheme would be higher by Rs. 0.0221/ 0.38%. For details investors are advised to read the latest financial statement of the scheme.

#### Members of the Investment Committee

Manzoor Ahmed, COO/Managing Director	Aamir Amin, Head of Finance	Ali Kamal, Head of Research
Shoaib. A. Khan, EVP/ Fund Manager	Syed Ali Raza Bukhari, Head of Marketing	Faisal Aslam, Head of Compliance
Salman H. Chawala, Incharge 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.

National Investment Trust Ltd,  
National Bank Building, (6th Floor)  
I.I. Chundrigar Road, P.O Box # 5671.  
Karachi - 74000, Pakistan  
Tel: 111-648-648