

NIT-PAKISTAN GATEWAY EXCHANGE TRADED FUND

FUND MANAGER REPORT - July 2020

Fund Returns*

	NIT PGETF	NIT PGI
Jul-20	12.26%	12.72%
YTD	12.26%	12.72%
CYTD	20.36%	22.59%
Since Inception	20.36%	22.59%

* The returns are calculated inclusive of dividend.

Leverage

Nil

NIT - Pakistan Gateway Exchange Traded Fund

Fund's Information

NIT Pakistan Gateway Exchange Traded Fund (NIT PG ETF) is an open-ended scheme that is traded on Pakistan Stock Exchange and aims to track the authorized index constituted by the Management Company - the NIT Pakistan Gateway index which comprises of the basket of equity securities, in order to provide long-term capital appreciation and dividends yield to the investors.

Fund Type	Open-End Exchange Traded Fund	Trustee	Central Depository Company
Launch Date	March 24, 2020	Auditors	EY Ford Rhodes Chartered Accountants
Management Fee	0.40%	Pricing Mechanism	Historical Pricing
Front End Load	0.00%	Dealing Days*	Daily (Monday to Friday)
Back End Load	0.00%	Valuation Days*	Daily (Monday to Friday)
Benchmark	NIT Pakistan Gateway Index	AMC Rating	AM2++ (PACRA)
Par Value	PKR 10.00	Fund Manager	Wasim Akram
Minimum Investment	N/A	Cut-off timing**	Monday to Friday 3:30 PM
Category of Fund	Exchange Traded Equity		
Risk Profile	High		
Risk of Principal Erosion	Principal at High Risk		

Fund Commentary & Performance Review

The NITPGI posted a return of 12.72% during the month of July, 2020. The robust performance of the market was on the back of various incentives aimed at boosting the economy including policy rate cuts by SBP and the construction sector package announced by the government. Increased liquidity resulted in strong buying activity in the stock market as investors continued to take active positions. The positivity was further fueled by declining trend in COVID-19 cases in the country. Average market volumes improved substantially and stood at 380 million shares, a growth of 95% on a MoM basis. Local buying completely absorbed foreign selling which amounted to USD 68 million during the month.

During the month of July, 2020, the benchmark NITPGI index increased by 12.72% whereas your Fund's NAV increased by 12.26% during the same period thus showing an underperformance of 0.45%.

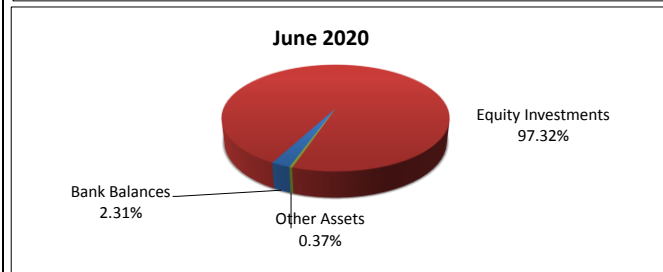
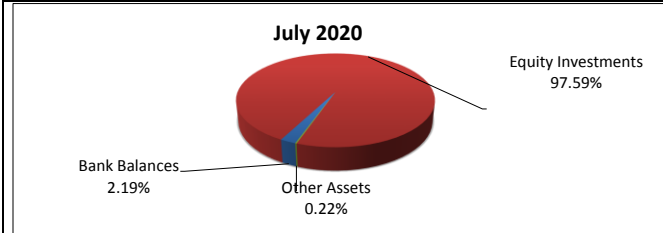
*Except public holiday

** Ramadan Timing 10.00 AM to 2.00 PM (Mon to Thur), 10.00 AM to 12.30 PM (Fri)

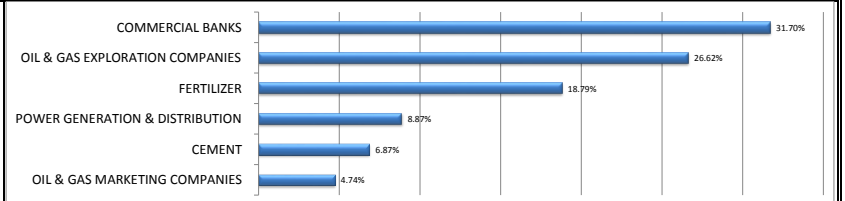
Future Outlook

As COVID-19 cases continue to decline and the impact of economic measures becomes visible, the market may continue on its upward momentum. Inflation rate going forward and interest rate outlook will also have a bearing on the direction of the market.

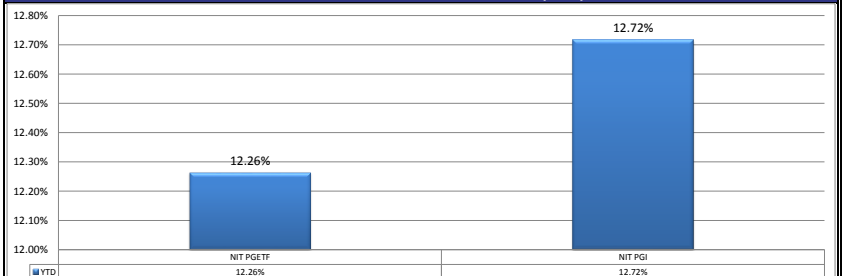
Fund's Asset Allocation (As % of Total Assets)



Sector Allocation (As % of Total Assets)



Fund Performance Versus NITPGI (YTD)



Fund Holdings (As % of Total Assets)

ENGRO CORPORATION LIMITED	10.85%
HABIB BANK LIMITED	10.66%
PAKISTAN PETROLEUM LIMITED	9.92%
OIL AND GAS DEVELOPMENT COMPANY	9.48%
HUB POWER COMPANY LIMITED	8.87%
MCB BANK LIMITED	8.69%
FAUJI FERTILIZER COMPANY LIMITED	7.95%
PAKISTAN OILFIELDS LIMITED	7.22%
LUCKY CEMENT LIMITED	6.87%
UNITED BANK LIMITED	6.82%
BANK ALHABIB LIMITED	5.54%
PAKISTAN STATE OIL COMPANY LIMITED	4.74%

Technical Information 31-07-2020

Net Assets NIT PGETF (PKR Million)	56.27
Nav per Unit NIT PGETF	11.6012
Total Expense Ratio (Incl. Govt Levy)**	4.18%
Tracking Error (Absolute)	0.47%

**This includes 2.90% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.

SWWF Disclosure:

The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 0.16 million, if the same were not made the NAV per unit/ year to date return of the Scheme would be higher by Rs. 0.03/ 0.29%. 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 Equities & Trading

Attique-ur-Rehman Shaikh - Manager Risk

Ali Kamal - Head of Research

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.

DISPUTE RESOLUTION/ COMPLAINTS HANDLING

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