

**FUND MANAGER REPORT - February 2023**

**Fund Returns\***

	NIT PGETF	NIT PGI
Feb-23	0.44%	0.51%
YTD	6.49%	8.18%
CYTD	3.87%	3.88%
Since Inception	19.50%	29.94%

\* The returns are calculated inclusive of dividend.

**Leverage** Nil

**NIT - Pakistan Gateway Exchange Traded Fund**

NIT Pakistan Gateway Exchange Traded Fund (NIT PGETF) 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 Commentary & Performance Review**

The NITPGI index posted a return of 0.51% for the month of February, 2023. With the SBP reserves continuing to show weakness, the Pak Rupee touched its all-time low level of 276.58/USD on 3rd Feb'23. Initially during the month market received positive vibes from fresh round of talks between the government and the IMF staff for the 9th review. However, the staff went back without any agreement while the virtual discussion is still in progress. In addition, fresh taxes were imposed through a Finance Bill to generate an additional PKR 170mn, a hike in gas tariff already notified while power tariff has been proposed, and an emergent monetary policy meeting has been called to potentially further hike the interest rates (reflective in primary and secondary market yields of T-Bills). This built a cumulative pressure on the index, as investors feared tougher inflationary environment for both, businesses and households.

During the month of February, 2023, the benchmark NITPGI index increased by 0.51% whereas your Fund's NAV increased by 0.44% during the same period showing an underperformance of 0.07% as compared with the benchmark performance.

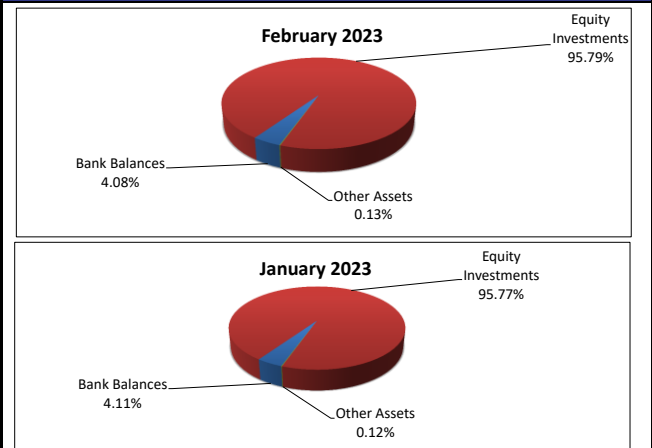
Fund's Information			
<b>Fund Type</b>	Open-End Exchange Traded Fund	<b>Trustee</b>	Central Depository Company
<b>Launch Date</b>	March 24, 2020	<b>Auditors</b>	BDO Ebrahim & Co Chartered Accountants
<b>Management Fee</b>	0.40%	<b>Pricing Mechanism</b>	Historical Pricing
<b>Front End Load</b>	0.00%	<b>Dealing Days*</b>	Daily (Monday to Friday)
<b>Back End Load</b>	0.00%	<b>Valuation Days*</b>	Daily (Monday to Friday)
<b>Benchmark</b>	NIT Pakistan Gateway Index	<b>AMC Rating</b>	AM1 PACRA (24-05-22) AM1 VIS (29-12-22)
<b>Par Value</b>	PKR 10.00	<b>Fund Manager</b>	Kashif Imran
<b>Minimum Investment</b>	N/A	<b>Cut-off timing</b>	Monday to Friday 3:30 PM
<b>Category of Fund</b>	Exchange Traded Equity		
<b>Risk Profile</b>	High		
<b>Risk of Principal Erosion</b>	Principal at High Risk		

\*Except public holiday

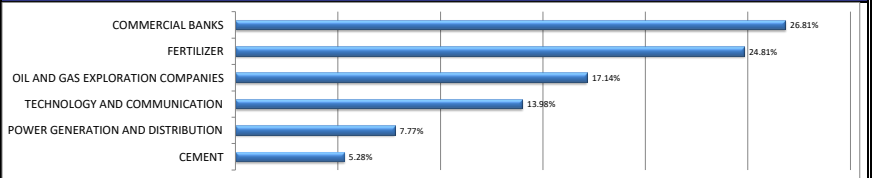
**Future Outlook**

In the upcoming month, the outcome of the negotiation with IMF will set the market direction, the successful negotiation is expected to support forex reserves and PKR against USD.

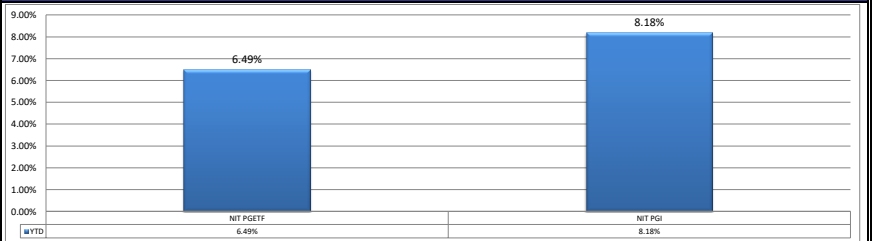
**Fund's Asset Allocation (As % of Total Assets)**



**Sector Allocation (As % of Total Assets)**



**Fund Performance Versus NITPGI (YTD)**



**Fund Holdings (As % of Total Assets)**

ENGRO CORPORATION LIMITED	10.95%
SYSTEM LIMITED	9.18%
FAUJI FERTILIZER COMPANY LIMITED	8.08%
HUB POWER COMPANY LIMITED	7.77%
UNITED BANK LIMITED	6.29%
PAKISTAN OILFIELDS LIMITED	6.27%
OIL AND GAS DEVELOPMENT COMPANY	6.10%
HABIB BANK LIMITED	5.82%
ENGRO FERTILIZER LIMITED	5.78%
MCB BANK LIMITED	5.54%
LUCKY CEMENT LIMITED	5.28%
MEEZAN BANK LIMITED	4.85%
TRG PAKISTAN	4.79%
PAKISTAN PETROLEUM LIMITED	4.76%
BANK ALHABIB LIMITED	4.31%

**Technical Information 28-02-2023**

<b>Net Assets NIT PGETF (PKR Million)</b>	40.05
<b>Nav per Unit NIT PGETF</b>	10.6809
<b>Total Expense Ratio (YTD, Incl. Govt Levy)**</b>	2.35%
<b>Total Expense Ratio (MTD, Incl. Govt Levy)***</b>	1.49%
<b>Tracking Error (Absolute)</b>	0.18%

\*\*This includes 0.08% representing Govt. Levy & SECP Fee. \*\*\*This includes 0.09% representing Govt. Levy & SECP Fee.

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

N/A

Performance Period	FY22	FY21	FY20*
<b>NIT PGETF</b>	-12.56%	19.71%	7.21%
<b>NIT PGI</b>	-11.00%	24.10%	8.76%

\*Launch date: March 24, 2020

**Members of the Investment Committee**

Adnan Afridi - Managing Director	Manzoor Ahmed - Chief Operating Officer	Amir Amin - Head of Finance
Kashif Imran - Fund Manager (NIT PGETF)	Faisal Aslam - Head of Compliance	Raza Abbas Jaffery - Head of Equities & Trading
Salman H. Chawala - Incharge Risk Management	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**

Investors may lodge their complaints by using the link <https://nitl.com.pk/Investor-Complaint-Centre>. In case your complaint has not been properly redressed by us, you may lodge your complaint with SECP at the link <https://sdms.secp.gov.pk/>.