



NATIONAL INVESTMENT UNIT TRUST



FUND MANAGER REPORT - April 2012

NI(UT) Objective

The core objective of NIT is to maximize return for Unit holders, provide a regular stream of current income through dividends, while long term growth is achieved by the management of diversified portfolio and investments into growth and high yielding equity securities.

Profile of Investment Managers

National Investment Trust Ltd. (NITL) is the first Asset Management Company of Pakistan, formed in 1962. NITL is the largest asset management company of Pakistan with approximately Rs. 73 billion assets under management. The family of Funds of NIT comprises of six funds including 3 equity Funds and 2 fixed income nature Funds. NIT's distribution network comprises of 22 NIT branches, various Authorized bank branches all over Pakistan and Arab Emirates Investment Bank (AEIB) in Dubai(UAE). 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 JCR-VIS Credit Rating Company Limited, which denotes the stable outlook of the company and the asset manager meets high investment management quality standards. All Investment decisions are taken by the Investment Committee of NITL.

Fund's Information

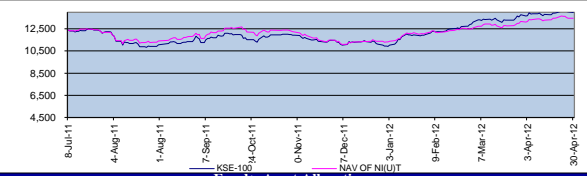
Fund Type	Open-End	Trustee	National Bank of Pakistan
Category	Equity	Auditors	A.F Ferguson & Co.
Launch Date	12th November 1962	Pricing Mechanism	Forward Pricing
Management Fee	1.00%	Valuation Days*	Daily (Monday to Friday)
Front End Load	3.00%	Dealing Days*	Daily (Monday to Friday)
Back End Load	0.00%	AMC Rating	AM2-UCR-VIS)
Benchmark	KSE-100	Risk Profile	Moderate / High
Par Value	PKR 10.00	Fund Manager	Manzoor Ahmed
Minimum Investment	PKR 5,000	Cutt-off timing	9.00 AM to 3.30 PM (Mon to Fri)

*except public holiday

Fund Commentary & Performance

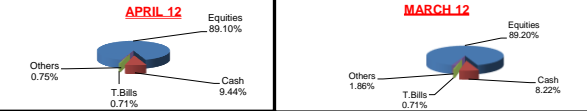
The KSE-100 Index gained 228 points or 1.66% during April 2012. The average daily turnover during April 2012 was 314.08m shares compared to 335.59m shares during March 2012. The much awaited Presidential Ordinance regarding the amendments and relaxations in CGT rules proved to be the biggest development of the month. However, uncertainty due to the conviction of Prime Minister in high profile contempt of the court case dampened the sentiment of the investors, as a result, market ended up just below 14,000 mark to close at 13,990 points. The SBP in its Monetary Policy Statement announced on April 13 decided to keep the Policy Rate unchanged at 12%. However, the SBP increased the minimum savings deposit rate by 100bps to 6% SBP meticulously highlights the risks facing the country's economy. According to the SBP, inflation is unlikely to fall to single digit in FY13 as originally forecasted primarily due to growing government borrowings from the banking system and 'lack of investment' which has an adverse impact on the productive capacity of the country. Moreover, weak external inflows and rising current account deficit is another cause of concern. The pressure on the external account is expected to remain in view of 'substantial' external debt payments, declining exports, rise in international oil prices and weak financial inflows.

Fund's Year to Date Performance



During the month of April 2012, the benchmark KSE-100 index increased by 1.59% whereas your Fund's NAV increased by 2.13%, thus, giving an outperformance of 1.6%. Similarly, on a YTD basis (July 11 to April 12), the KSE-100 index appreciated by 11.88% whereas the NAV of your Fund has yielded a return of 8.92%, showing an under performance of 2.96%.

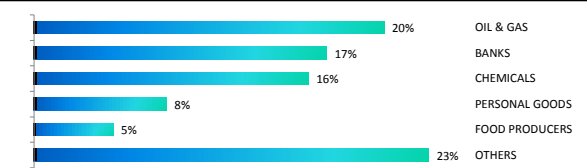
Fund's Asset Allocation



Outlook

With the federal budget for FY13 expected to be presented in the National Assembly near the end of May, the entire focus of the investors will now shift towards this event. In our opinion, Unveiling of Federal Budget 2012-13 and the overall macro-economic indicators of the country will be the key determinants of the market in the days to follow.

Sector Allocation (As % of Total Assets)



Technical Information 30-04-2012

Net Assets NI(UT)	40.321
Nav per Unit NI(UT)	30.65

Top Ten Holdings (As % of Total Assets)

(As % of Total Assets)	
Fauji Fertilizer Co. Ltd.	11%
Pakistan State Oil	8%
Bank Al-Habib Ltd.	6%
National Refinery Ltd.	3%
Habib Metropolitan Bank	3%
Pakistan Oilfields Ltd.	3%
Attock Refinery Ltd.	3%
Soneri Bank Ltd.	2%
Lucky Cement Ltd.	2%
Bata Pakistan Ltd.	2%

Risk & Return Ratios (3yrs to date)

	NIT Portfolio	KSE-100
Standard Deviation	22%	17%
Beta	0.62	1.00
Sharpe Ratio	-0.85	0.59

Historical Fund Performance

	NI(UT)	KSE 100	DPU (Rs.)
FY 07	44.8%	37.9%	6.20
FY 08	-6.4%	-10.8%	6.50
FY 09	-41.5%	-41.7%	3.25
FY 10	17.9%	35.7%	2.25
FY 11	24.0%	28.5%	4.00

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

NI(UT), our flagship fund, was launched in 1962 with an intention to provide investment opportunities to masses. Since its inception NI(UT) has a policy of making investments while remaining compliant with the requirements of its constitutive documents and all other relevant rules and regulations. However, with the promulgation of NBFC Regulations 2008 small portion (around 5% of net assets) does not meet the requirements of current regulations. However, efforts are being made to bring all such investments in compliance with NBFC Regulations 2008 while protecting the best interest of the unit holders

Members of the Investment Committee

Wazir Ali Khoja - Managing Director	Manzoor Ahmed - Chief operating Officer	S. Zubair Ahmed - Controller of Branches	Amir Amin - Head of Finance
Shahid Anwer - Head of MD's Sectt. & Personnel	M. Imran Rafiq, CFA - Head of Research	M. Atif Khan, Manager Compliance & Risk Management	

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. The NAV based prices of units and any dividends / returns thereon are on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.