



NATIONAL INVESTMENT (UNIT) TRUST

MONTHLY FUND MANAGER REPORT - June 30, 2008

Fund Information		NI(UT) Objective	
Launch date		The core objective of NIT is to maximize returns for Unit holders, provide a regular stream of current income through dividends, while long term growth is achieved by diversified portfolio management and investments into growth and high yielding securities.	
12th November 1962			
Type		Profile of Investment Manager	
Open End Equity Fund		National Investment Trust Ltd. (NITL) is the first Asset Management Company of Pakistan, formed in 1962. NITL manages the largest fund in the country i.e. National Investment (Unit) Trust with approximately Rs. 84 Billion assets under management (39.01 billion for LOC and 45.71 billion for Non-LOC funds) with 19 NIT branches spread across the country. The Board of Directors of NITL representing shareholders are mainly from leading financial institutions in addition to a representative of Govt. of Pakistan. The company has been assigned an asset manager rating of "AM2-" by Pakistan Credit Rating Agency (PACRA), which denotes strong capacity to manage the risks inherent in asset management and the asset manager meets high investment management industry standards and benchmarks. All Investment decisions are taken by the	
Fund Size as on June 30, 2008		Fund Performance Review	
Rs. 84.720 Billion		The month for the local bourse started with a positive note on the back of announcement made by the government regarding the extension in exemption of tax on capital gains for another 2 years and no change in the tax structure of the stock market.	
Par Value		The Federal Budget, announced on 11th of June 2008 was the major event of the month with rationalization of the subsidies, fiscal tightening and focus on agriculture sector at the forefront of the economic managers. The government did not change the tax structure of stock market. However pre-budget buying euphoria could not be sustained and heavy selling pressure was witnessed particularly from the foreign investors due to apprehensions regarding the impact of sky rocketing oil prices on the economy, depreciating Pak rupee against U.S. dollar and current political and law and order situation in the country. The market remained in the grip of bearish spell and KSE-100 index touched the lowest level of 11,162 on 23-06-2008.	
Rs. 10		The timely measures taken by SECP on January 24th 2008 by altering the lower and upper circuit breakers, prohibition of short selling, easing off the margins requirements and capital adequacy mechanism helped the market to cool off the negative sentiments prevalent in the market. As a result market recovered by 11.6% within 3 sessions. However the stock market ended the month of June 2008 at the level of 12,289 points with the net marginal gain of 1.3% on MoM basis and closed the fiscal year with the net fall of 10.8%.	
Fund Rating:		During the month of June NAV of your Fund dropped by 0.61% giving an underperformance of 1.9% against its benchmark. Whereas YOY basis (July 07 to June 08) NAV of your Fund went down by 6.40% showing an out performance of 4.4% against the benchmark KSE-100 index.	
5 Star (PACRA & JCR-VIS)		The month of July may witness some lackluster performance with dull volumes due to 1% downside circuit but review of the measures from SECP by the mid of July may generate some activity in the market. Your Fund Manager will continue with strategy to invest in those stocks	
Net Asset Value (per unit) as on June 30, 2008		Top Ten Holdings	
NAV LOC	NAV Non-LOC	Pakistan State Oil	
52.23	52.88	National Refinery Ltd.	
Minimum Investment:		Fauji Fertilizer Co. Ltd.	Soneri Bank Ltd.
Rs. 5,000		Bank Al-Habib	Packages Ltd.
Management Fee:		Habib Metropolitan Bank	International Industries
1.00%		Siemens Engineering	Glaxo Smith Kline
Front End Load:		Risk & Return Ratios (3 years to date)	
2.50%		NIT Portfolio KSE100	
Back End Load:		Standard Deviation	15% 23%
1.00%		Beta	0.63 1.00
Benchmark		Sharpe Ratio	0.39 0.35
KSE 100 Index			
Trustee:			
National Bank of Pakistan			
Auditors:			
Anjum Asim Shahid Rehman Chartered Accountants			

Asset Allocation	Sector Wise Break Down of Equity Portfolio

Fund Performance						Relative Performance of NAV vs KSE 100	
	FY 04	FY 05	FY 06	FY 07	FY 08		
NIT	60.7%	35.7%	28.2%	44.8%	-6.4%		
KSE 100	55.3%	41.1%	34.1%	37.9%	-10.8%		

Disclaimer: All Investments in Mutual Funds and Securities are subject to Market Risks. Our target return/dividend range can not be guaranteed. NIT's unit price is neither guaranteed nor administered/managed. It is based on Net Asset Value (NAV) and the NAV of NIT Units may go up or down depending upon the factors and forces affecting the Stock Market. Past performance is not indicative of future results.

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