

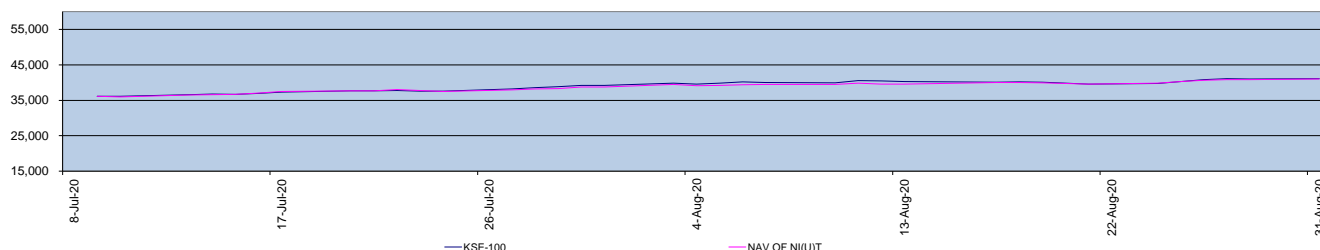
**FUND MANAGER REPORT - August 2020**

**Performance %**

Performance Period	FY20	FY19	FY18	FY17	FY16
NI(U)T	6.38%	-23.94%	-11.81%	35.44%	9.59%
KSE 100	1.53%	-19.11%	-10.00%	23.24%	9.84%
DPU (Rs.)	1.29	1.55	2.33	4.50	4.50

SINDH-WWF Disclosure- The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 475 million, if the same were not made the NAV per unit/ year to date return of the Scheme would be higher by Rs. 0.52/ 0.95%. For details investors are advised to read the latest Financial Statement of the Scheme.

**NI(U)T VS KSE-100**



**Fund's Basic Information**

<b>Fund Type</b>	Open-End
<b>Launch Date</b>	12 <sup>th</sup> November 1962
<b>Management Fee</b>	1.20%
<b>Front End Load*</b>	3.00%
<b>Back End Load</b>	0.00%
<b>Benchmark</b>	KSE-100
<b>Par Value</b>	PKR 10.00
<b>Minimum Investment</b>	PKR 5,000
<b>Trustee</b>	Central Depository Company
<b>Auditors</b>	A. F. Ferguson & Company
<b>Pricing Mechanism</b>	Forward Pricing
<b>Dealing Days</b>	Daily (Monday to Friday)
<b>Valuation Days</b>	Daily (Monday to Friday)
<b>AMC Rating</b>	AM2++ (PACRA)
<b>Fund Manager</b>	Raza Abbas Jaffery
<b>Cutt-off timing</b>	Monday to Friday till 3:30 p.m.
<b>Category of CIS</b>	Equity Fund
<b>Risk Profile</b>	High
<b>Risk of Principal Erosion</b>	Principal at high risk

\*Varies as per policy.

**Top Ten Holdings (As % of Total Assets)**

(As % of Total Assets)	
Pakistan State Oil	11%
Mari Petroleum Ltd.	6%
Bank Al-Habib Ltd.	6%
Pak Tobacco Co. Ltd.	5%
Fauji Fertilizer Company Ltd.	4%
Service Industries Ltd.	3%
Abbot Laboratories (Pakistan) Ltd	3%
Packages Ltd.	3%
Bata Pakistan Ltd.	3%
GlaxoSmith Kline Pakistan	2%

**Future Outlook**

Resumption of economic activity at full scale, continued progress on the Coronavirus front and amid lower yields on fixed income instruments, equities markets should stay as preferred asset class for investor's fraternity.

**Technical Information 31-08-2020**

<b>Net Assets NI(U)T (Rs. In billion)</b>	59.677
<b>Nav per Unit NI(U)T</b>	64.90

**DISPUTE RESOLUTION/ COMPLAINTS HANDLING:**

Investors may lodge their complaints by using the link <https://nit.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/>.

**Members of the Investment Committee**

Adnan Afridi, Managing Director	Manzoor Ahmed, Chief Operating Officer	Aamir Amin, Head of Finance
Raza Abbas Jaffery - Head of Equities & Trading	Ali Kamal - Head of Research	Attique ur Rehman Sheikh / Manager Risk Mngmnt
	Faisal Aslam -Head of Compliance	

**MUFAP's Recommended Format.**

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

NI(U)T, our flagship fund, was launched in 1962 with an intention to provide investment opportunities to masses. Since its inception NI(U)T 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 3% of net assets) does not meet the requirements of current regulations.

NI(U)T holds certain non-compliant investments. Before making any investment decision, investor should review this document and latest Financial statements.

**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.

**Objective of the fund**

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.

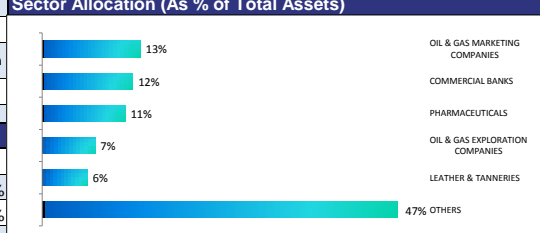
**Fund Performance Review**

During the month of Aug 2020, the benchmark KSE-100 increased by 4.72%. The positive market sentiments during the month were driven by the recovery in Covid infection rate in Pakistan and restoration of economic activities at full pace after the lifting of lock down in the country post 10<sup>th</sup> of August 2020. Lower interest rate environment and recovery in real estate sector grabbed the attention of the investors. Cement, Steel and construction materials were the major beneficiaries. Despite lower cement offtake number MoM, the sector remained in focus for investors. The prime reason being the new wave of mega projects in the country that will increase the demand for cement in the upcoming periods. In addition, government's agreement with IPPs supported performance of the KSE-100 index.

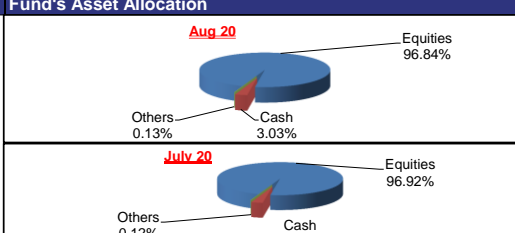
Average volumes during Aug'20 rose by 36.2% MoM to 518mn shares (highest since Sep'16) whereas average value traded jumped up by 34.2% MoM to USD 118mn (highest since Jan'17).

During the month of Aug 2020, the benchmark KSE-100 index increased by 4.72% whereas your Fund's NAV increased by 5.86% thus giving an outperformance of 1.14%. On a YTD basis (July 20 to August 20), the benchmark has surged by 19.43% whereas the NAV of your Fund has gone up by 18.15% thus, showing an underperformance of 1.28%.

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



**Fund's Asset Allocation**



**Fund's Return v/s Benchmark**

	NI(U)T Fund	KSE-100
<b>Trailing 12- months</b>	44.62%	38.55%
<b>3yrs</b>	-6.27%	-23.00%
<b>5yrs</b>	24.63%	18.38%
<b>10 yrs</b>	403.61%	318.94%
<b>Leverage</b>	Nil	

**Selling & Marketing Expenses**

	0.20% per annum
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**\*Total Expense Ratio**

	1.82%
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\*This includes 0.27% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee.

\*\*Returns calculated are inclusive of dividends

**Disclosure Regarding Tax on Bonus Shares - NI(U)T**

Finance Act 2014 has introduced tax on bonus shares issued by companies. Most Equity Funds including NI(U)T Fund have challenged this on various legal grounds and have sought relief from the Court. The Court, in its order dated November 25, 2014, has granted interim relief by passing the restraining order whereby the Defendants, (issuers of the Bonus shares) are being refrained from deducting or transferring 5% withholding tax on Bonus shares issued by them to the CDC Account of the Income Tax department.

As an abundant caution, the NI(U)T Fund has made payment of Rs. 49.39 million as of August 31, 2020 which is equivalent to 5% value of the bonus shares, determined on the basis of day-end price on the first day of book closure. The market value of 5% bonus shares as on August 31, 2020 is Rs. 151.626 million.

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