

Note: Performance data does not include the cost incurred directly by an investor in the form of sales load etc

NATIONAL INVESTMENT TRUST LIMITED PAKISTAN'S FIRST AND LARGEST ASSET MANAGEMENT COMPANY SINCE 1962 **INVEST IN TRUST** 

ΝΙΟΤ

NATIONAL INVESTMENT UNIT TRUST FUND

FUND MANAGER REPORT - DECEMBER 2019

Performance % Performance Period **FY19 FY18 FY17 FY16 FY15** NI(U)T -23.94% -11.81% 35.44% 20.30% 9.59% **KSE 100** -19.11% -10.00% 23.24% 9.84% 16.00% DPU (Rs.) 1.55 2.33 4.50 4.50 4.25 SINDH-WWF osure- The Scheme has m the late NI(U)T VS KSE-100 55,000 45,000 25 000 15.000 11/28 -Dec-27-AL NAV OF NI(U) KSE-100 Fund's Basic Information Objective of the fund Open-End The core objective of NIT is to maximize return for Unit holders, provide a regular stream of current income through dividends, while long Fund Type term growth is achieved by the management of diversified portfolio and investments into growth and high vielding equity securities. Category Equity 12<sup>th</sup> November 1962 Launch Date Management Fee 1.20% **Fund Performance Review** 3.00% Front End Load After posting negative returns for two consecutive calendar years, the KSE-100index gained 3,668 points (9.9%) as compared to 2018 to close at 40,735 pts. Back End Load 0.00% The stock market registered a dismal performance from January 2019, till mid of August as it recorded a decline of 22% or down by 8,302 points. However, the market bounced back in style and surprised many by its recovery as it surged by 38% or 11,172 points. Pakistan Stock exchange becomes the best KSE-100 Benchmark Par Value PKR 10.00 performing market globally since October first with 14.10% return. PKR 5,000 Minimum Investment The fresh rally was followed by resurgence of the equity market witnessed after August 2019 as the economic indicators rebounded. A relatively stable Central Depository Company exchange rate, peaked-out interest rates and shrinking twin deficits were initial signs of improving economic health which boosted investors' confidence, Trustee domestic and foreign. A. F. Furguson & Company Auditors During the month of December 2019, the benchmark KSE-100 index increased by 3.68% whereas your Fund's NAV appreciated by 1.76% thus giving an underperformance of 1.92%. On a YTD basis (July 19 to December19), the KSE-100 index has surged by 20.16% whereas the NAV of your Fund has gone Pricing Mechanism Forward Pricing Dealing Days\* Daily (Monday to Friday) up by 20.15%, thus, remained in line with the benchmark Daily (Monday to Friday) Valuation Days AMC Rating AM2++ (PACRA) Sector Allocation (As % of Total Assets) Fund's Asset Allocation Moderate / High Risk Profile nber 19 Equities OIL & GAS MARKETING COMPANIES Manzoor Ahmed Fund Manager \*\*9.00 AM to 3.30 PM (Mon to Fri) Cutt-off timing Varies as per policy Other 0.229 Top Ten Holdings (As % of Total Assets) **NOV 19** Equities 97.69% (As % of Total Assets) Pakistan State Oil 11% Bank Al-Habib Ltd. 47% 0 7% Others 0.42% Pak Tobacco Co. Ltd. 7% Mari Petroleum Ltd. Fund's Return v/s Benchmark 6% Bata Pakistan Ltd. NI(U)T Fund **KSE-100** 4% 4% Trailing 12- months Fauji Fertilizer Company Ltd. 3.11% 9.90% 3% 3yrs Service Industries Ltd. -18.76% -14.79% <sub>3%</sub> 5yrs Sui Northern Gas Pipelines 23.28% 26.78% 3% 10 yrs Packages Ltd. 339.57% 333.96% Habib Metropolitan Bank Ltd. Leverage Nil 2% Future Outlook Selling & Marketing Expenses 0.20% per annum Going into CY20. FATE related news flows, stringent compliance \*Total Expense Ratio 2.10% requirement particularly on fiscal side under the IMF program, and the \*This includes 0.29% representing Govt. Levy, Sindh Workers Welfare Fund & SECP Fee. pace and timing of monetary adjustments holds the key for sustaining the thrust of the market \*Returns calculated are inclusive of dividends Technical Information 31-12-2019 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 Net Assets NI(U)T (Rs. In billion) 58.292 Nav per Unit NI(U)T 63.50 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 December 31, 2019 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 December 31, 2019 is Rs. 135.169 million Members of the Investment Committee Adnan Afridi, Managing Directo nzoor Ahmed, Chief Ope Aamir Amin, Head of Finance ating Office Ali Kamal - Head of Research Attique ur Rehman Sheikh / Manager Risk Mngmnt Raza Abbas Jaffery - Head of Equities & Trading 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 5% of net assets) does not meet the requirements of current regulations. NI(U)T holds certain non-compliant investments. Before making any investment decesion, investor should review this document and latest Financial statements. National Investment Trust Ltd, National Bank Building, (6th Floor), I.I. Chundrigar Road, P.O Box # 5671. Karachi - 74000, Pakistan Tel: 111-648-648 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