



# NIT PENSION FUND

## FUND MANAGER REPORT - May 2016

### NIT - Pension Fund

### Fund's Information

NIT Pension Fund aims to provide participants with a savings vehicle geared for retirement planning and providing decent returns through investments in its various sub-funds.	<b>Fund Type</b>	Open-End	<b>Trustee</b>	Central Depository Company
	<b>Category</b>	Pension Scheme	<b>Auditors</b>	KPMG Taseer Hadi & Co.
	<b>Launch Date</b>	19-Jun-15	<b>Pricing Mechanism</b>	Forward Pricing
	<b>Management Fee</b>	1.50%	<b>Dealing Days*</b>	Daily (Monday to Friday)
<b>Profile of Investment Managers</b>  National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With the recent launch of 2 new Funds namely NIT Pension Fund & NIT Islamic Pension Fund the size of total Funds under management by NITL is approximately Rs. 92 billion as of May 31, 2016. The family of Funds of NIT comprises of 9 funds including 4 equity Funds 2 fixed income nature Funds, 1, Money Market Fund, 1 conventional Pension Fund and 1 Islamic Pension Fund. NIT's tally of nationwide branches is 23, no other Mutual Fund in Pakistan has such a vast network of nationwide branches. Further to cater to the matters relating to investments in NIT and day to day inquiries/issues of its unit holders, a state of the art investors' Facilitation Centre is also in place. 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 PACRA, which reflects the company's very strong capacity to manage the risks inherent in the asset management business and the asset manager meets very high investment management industry standards and benchmarks. All Investment decisions are taken by the Investment Committee of NITL.	<b>Front End Load</b>	3.00%	<b>Valuation Days*</b>	Daily (Monday to Friday)
	<b>Back End Load</b>	0.00%	<b>AMC Rating</b>	AM2 (PACRA)
	<b>Benchmark</b>	N/A	<b>Risk Profile</b>	Moderate / High
	<b>Par Value</b>	PKR 10.00	<b>Fund Manager</b>	Wasim Akram
	<b>Minimum Investment</b>	PKR 1000	<b>Cutt-off timing</b>	9.00 AM to 3.30 PM (Mon to Fri)
	<b>*except public holiday</b>			

### Fund Commentary

### Fund Returns

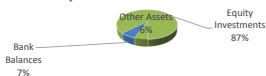
KSE-100 maintained its upward trajectory during the month of May'16, delivering a return of 3.87% to close at 36,062 points. The market continued to derive its strength from the rallying oil prices (WTI up 6.6%MoM) and upcoming decision regarding MSCI-EM reclassification. In tandem, average volumes also inched higher to stand at 274mn shares as compared to 235mn shares in Apr'16. Foreigners were net buyers during the month with purchases of USD 3.6 million worth of stocks. SBP's monetary policy also came as a surprise with discount rate slashed by 25 bps from 6.0 % to 5.75 %. SBP stated in its policy that Headline CPI inflation, despite its continuous increase on Year-on-Year (YoY) basis, would remain below its FY15 annual average target of 6 %. Real GDP growth is set to exceed its FY15 outcome of 4.2 %. Foreign exchange reserves are expected to remain on a comfortable level.

	Equities Sub Fund	Debt Sub Fund	MM Sub Fund	Commodities Sub Fund
<b>May-16</b>	<b>2.45%</b>	<b>6.19%</b>	<b>4.08%</b>	<b>-3.97%</b>
<b>YTD</b>	<b>-1.07%</b>	<b>4.05%</b>	<b>3.97%</b>	<b>2.95%</b>
<b>CYTD</b>	<b>9.09%</b>	<b>4.17%</b>	<b>4.01%</b>	<b>3.56%</b>
<b>Since Inception</b>	<b>-0.88%</b>	<b>4.14%</b>	<b>4.06%</b>	<b>3.72%</b>
<b>NAV</b>	<b>9.9119</b>	<b>10.3935</b>	<b>10.3860</b>	<b>10.3721</b>

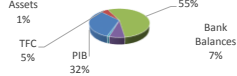
On the money market front, yields declined as the SBP decreased the discount rate by 25 bps in its Monetary Policy announced in

### Asset Allocation 31-05-2016

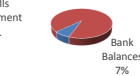
#### Equities Sub Fund



#### Debt Sub Fund



#### MM Sub Fund



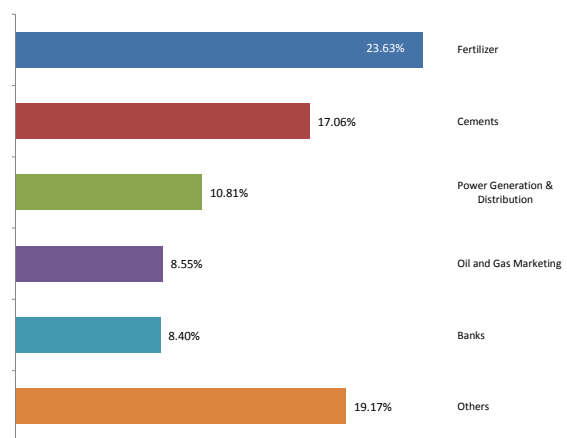
#### Commodities Sub Fund



### Performance Review

NIT-PF Equity Sub-Fund posted return of 2.45%  
 NIT-PF DebtSub Fund posted return of 6.19%.  
 NIT-PF Money Market Sub Fund posted return of 4.08%.  
 NIT-PF Commodities Sub Fund posted return of -3.97%.

### Sector Allocation (Equities Sub fund)



### Top Ten Holdings (Equities Sub fund)

(As % of Total Assets)

Pakistan State Oil	8.55%
Engro Corporation Limited	7.83%
Lucky Cement Limited	7.14%
Fauji Fertilizer Bin Qasim Limited	6.76%
Pakistan Petroleum Limited	6.72%
Fauji Fertilizer Co. Limited	6.53%
DG Khan Cement Co. Limited	5.78%
Hub Power Co. Limited	5.53%
Indus Motor Company Limited	5.49%
Engro Foods Limited	5.29%

### WWF Disclosure:

N/A

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

Nil

### Members of the Investment Committee

<b>Shahid Ghaffar - Managing Director</b>	<b>Manzoor Ahmed - Chief Operating Officer</b>	<b>S. Zubair Ahmed - Controller of Branches</b>	<b>Amir Amin - Head of Finance</b>
<b>Shahid Anwer - Head of MD's Sectt. &amp; Personnel</b>	<b>M. Imran Rafiq, CFA - Head of Research</b>	<b>Raza Abbas Jaffery - Head of Trading</b>	
<b>Ammar Habib - Manager / Incharge Risk Mngmnt</b>	<b>Adamjee Yakoob- Head of Compliance</b>	<b>Wasim Akram - Fund Manager NIT-PF</b>	

### 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.