



## NIT PENSION FUND

### FUND MANAGER REPORT - May 2017

#### NIT - Pension Fund

#### Fund's Information

<p>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.</p> <p><b>Profile of Investment Managers</b></p> <p>National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With the recent launch of 1 new Funds namely NIT Islamic Income Fund the size of total Funds under management by NITL is approximately Rs. 124 billion as of May 31, 2017. The family of Funds of NIT comprises of 10 funds including 4 equity Funds 2 fixed income nature Funds, 1 Islamic Income Fund, 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.</p>	<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>	Equities Sub Fund: 0.75% Debt, MM and Commodities Sub Funds: 0.25%	<b>Dealing Days*</b>	Daily (Monday to Friday) *except public holiday
	<b>Front End Load</b>	0%-3%	<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) **Ramzan Timing 8.00 AM to 2.00 PM (Mon to Thur), 8.00 AM to 12.30 Noon (Fri)

#### Fund Commentary

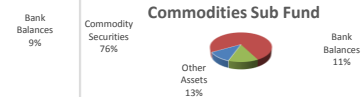
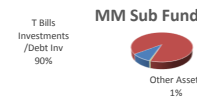
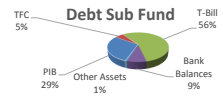
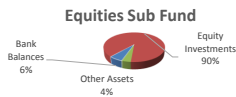
During the month of May, 2017, the KSE-100 index posted a monthly return of 2.62%. May, 2017 witnessed the transition of Pakistan to the MSCI Emerging Market Index as Pakistan was due to become a part from June 1, 2017. MSCI EM upgrade caused positivity in the market with major activity in the stocks expected to be a part of the MSCI EM Index. However, announcement of budget towards the end of the month dampened investor sentiment due to the taxation measures pertaining to the capital markets. The last trading session of the month witnessed the largest traded value since 2007 as more than half a billion dollars worth of stocks changed hands in the ready market ahead of the MSCI upgrade. Average traded values for the month therefore, improved by almost 50% on a MoM basis.

On the money market front SBP kept the discount rate unchanged in its monetary policy announced during May, 2017 while Market yields remained stable during the month.

#### Fund Returns

	Equities Sub Fund	Debt Sub Fund	MM Sub Fund	Commodities Sub Fund
<b>May-17</b>	4.13%	4.93%	5.04%	0.31%
<b>YTD</b>	30.16%	4.42%	4.10%	-0.41%
<b>CYTD</b>	9.07%	4.67%	4.53%	8.51%
<b>Since Inception</b>	32.00%	4.28%	4.11%	9.82%
<b>NAV (31-05-17)</b>	13.2001	10.8349	10.8008	10.9820
<b>Net Assets (PKR Mln)</b>	108.93	87.10	86.51	82.37

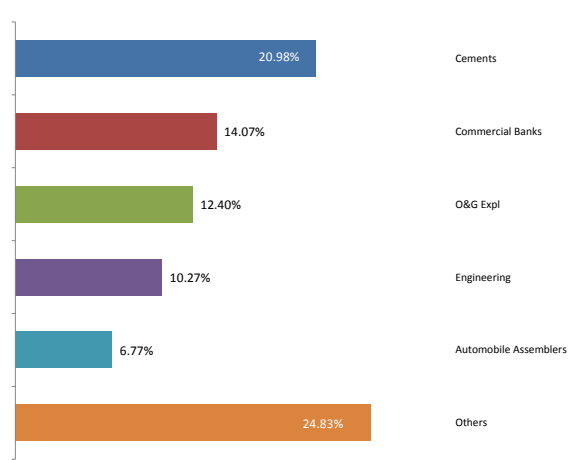
#### Asset Allocation 31-05-2017



#### Performance Review

NIT-PF Equity Sub Fund posted return of 4.13%  
 NIT-PF Debt Sub Fund posted return of 4.93%.  
 NIT-PF Money Market Sub Fund posted return of 5.04%.  
 NIT-PF Commodities Sub Fund posted return of 0.31%.

#### Sector Allocation (Equities Sub fund)



#### Top Ten Holdings (Equities Sub fund)

(As % of Total Assets)

Crescent Steel and Allied Products	9.55%
Lucky Cement Limited	8.39%
DG Khan Cement Company Limited	6.77%
Indus Motor Company Limited	6.77%
Pakistan Petroleum Limited	6.28%
United Bank Limited	5.70%
Pakistan State Oil	5.38%
Oil & Gas Development Company Limited	5.18%
MCB Bank Limited	4.89%
Engro Corporation Limited	4.63%

#### WWF Disclosure:

The Scheme has maintained provisions against Sind Workers' Welfare Fund's liability (Rs. 0.062 million ESF, Rs. 0.126 million DSF, Rs. 0.123 million MMSF and Rs. 0.232 million CSF). If the same were not made the NAV per unit/ year to date return of the Scheme would be higher by (Rs. 0.01/0.06% for ESF, Rs. 0.02/0.14% for DSF, Rs. 0.02/0.14% for MMSF and Rs. 0.03/0.28% for CSF). For details investors are advised to read the latest Financial Statement of the Scheme.

#### 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>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>Faisal Islam - Head of Compliance</b>	<b>Wasim Akram - Fund Manager NIT-PF</b>

#### MUEAP'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. 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.