



NIT PENSION FUND

FUND MANAGER REPORT - June 2019

NIT - Pension Fund

Fund's Information

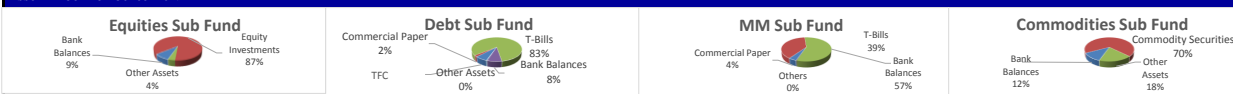
| | | |
|---|---|---|
| <p>NIT Pension Fund aims to provide participants with a savings vehicle geared for retirement planning and providing decent returns through investments in its various sub-funds.</p> <p>Profile of Investment Managers</p> <p>National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. The size of total Funds under management by NITL is approximately Rs. 76 billion as of June 30, 2019. 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 24, 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> | Fund Type Open-End Category Pension Scheme Launch Date 19-Jun-15 Management Fee Equities Sub Fund: 0.75% Debt, MM and Commodities Sub Funds: 0.50% Front End Load 0%-3% Back End Load 0.00% Benchmark N/A Par Value PKR 10.00 Minimum Investment PKR 1000 | Trustee Central Depository Company Auditors EY Ford Rhodes Pricing Mechanism Forward Pricing Dealing Days* Daily (Monday to Friday) Valuation Days* Daily (Monday to Friday) AMC Rating AM2++ (PACRA) Risk Profile Moderate / High Fund Manager Wasim Akram Cutt-off timing** 9.00 AM to 3.30 PM (Mon to Fri) ** Ramadan Timing 10.00 AM to 2.00 PM (Mon to Thur), 9.00 AM to 12.00 Noon (Fri) |
|---|---|---|

Fund Commentary

Fund Returns

| <p>The KSE-100 index posted a return of -5.76% during June, 2019. The month marked the end of FY19 with the KSE-100 return standing at -19.11% for the year, its worst performance since FY09. During the month fresh round of depreciation in the PKR was recorded. Moreover, the FY20 Federal Budget was also laden with removal of tax concessions and was followed by 30-190% increase in gas tariff and PKR1.5/kwh hike in power tariff. Market therefore anticipated that the tough period of economic adjustment can potentially extend across the next few months. Average volumes stood at 134 million shares during the month, a rise of 10% MoM. Foreign investors turned net sellers during the month with net selling of USD 4.94 million.</p> <p>The FY19 marked as one of the most challenging year in stock market history, economy grew at lowest rate not seen in many years, PKR devalued against USD and other currencies, interest rates hiked by SBP, FX reserves shrank to lowest level, current and fiscal deficit peaked at historical high levels, weak corporate Earnings and high inflation numbers pushed by higher energy prices and PKR devaluation. On the Money Market front, secondary market yields remained stable during the month. Cut-off yields increased slightly on the ten year PIBs in the auction during the month.</p> | <table border="1"> <thead> <tr> <th></th> <th>Equities Sub Fund</th> <th>Debt Sub Fund</th> <th>MM Sub Fund</th> <th>Commodities Sub Fund</th> </tr> </thead> <tbody> <tr> <td>Jun-19</td> <td>-4.63%</td> <td>11.48%</td> <td>10.94%</td> <td>6.45%</td> </tr> <tr> <td>YTD</td> <td>-18.99%</td> <td>8.58%</td> <td>8.59%</td> <td>12.56%</td> </tr> <tr> <td>CYTD</td> <td>-5.07%</td> <td>8.47%</td> <td>9.89%</td> <td>10.38%</td> </tr> <tr> <td>Since Inception</td> <td>-17.98%</td> <td>5.95%</td> <td>5.84%</td> <td>27.96%</td> </tr> <tr> <td>NAV (30-06-19)</td> <td>8.2023</td> <td>12.3980</td> <td>12.3557</td> <td>12.7964</td> </tr> <tr> <td>Net Assets (PKR Mn)</td> <td>71.13</td> <td>99.82</td> <td>113.25</td> <td>95.99</td> </tr> </tbody> </table> | | Equities Sub Fund | Debt Sub Fund | MM Sub Fund | Commodities Sub Fund | Jun-19 | -4.63% | 11.48% | 10.94% | 6.45% | YTD | -18.99% | 8.58% | 8.59% | 12.56% | CYTD | -5.07% | 8.47% | 9.89% | 10.38% | Since Inception | -17.98% | 5.95% | 5.84% | 27.96% | NAV (30-06-19) | 8.2023 | 12.3980 | 12.3557 | 12.7964 | Net Assets (PKR Mn) | 71.13 | 99.82 | 113.25 | 95.99 |
|--|---|---------------|-------------------|----------------------|-------------|----------------------|--------|--------|--------|--------|-------|-----|---------|-------|-------|--------|------|--------|-------|-------|--------|-----------------|---------|-------|-------|--------|----------------|--------|---------|---------|---------|---------------------|-------|-------|--------|-------|
| | Equities Sub Fund | Debt Sub Fund | MM Sub Fund | Commodities Sub Fund | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Jun-19 | -4.63% | 11.48% | 10.94% | 6.45% | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| YTD | -18.99% | 8.58% | 8.59% | 12.56% | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| CYTD | -5.07% | 8.47% | 9.89% | 10.38% | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Since Inception | -17.98% | 5.95% | 5.84% | 27.96% | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| NAV (30-06-19) | 8.2023 | 12.3980 | 12.3557 | 12.7964 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Net Assets (PKR Mn) | 71.13 | 99.82 | 113.25 | 95.99 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

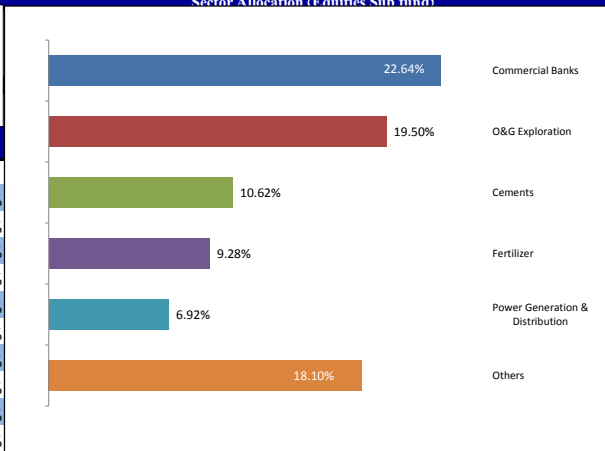
Asset Allocation 30-06-2019



Performance Review

NIT-PF Equity Sub Fund posted return of -4.63%
 NIT-PF Debt Sub Fund posted return of 11.48%.
 NIT-PF Money Market Sub Fund posted return of 10.94%.
 NIT-PF Commodities Sub Fund posted return of 6.45%.

Sector Allocation (Equities Sub fund)



Top Ten Holdings (Equities Sub fund)

(As % of Total Assets)

| | |
|------------------------------------|-------|
| Oil & Gas Development Company Ltd. | 9.37% |
| United Bank Ltd. | 8.33% |
| Lucky Cement Limited. | 7.17% |
| Pakistan Petroleum Limited. | 7.11% |
| Hub Power Company Limited. | 6.53% |
| Engro Corporation Limited. | 6.29% |
| MCB Bank Limited. | 5.87% |
| Habib Bank Limited. | 5.26% |
| Indus Motor Company Ltd. | 4.86% |
| Pakistan State Oil Co Ltd. | 2.67% |

WWF Disclosure:

The Scheme has maintained provisions against Sind Workers' Welfare Fund's liability (Rs. 0.14 million ESF, Rs. 0.39 million DSF, Rs. 0.41 million MMSF and Rs. 0.46 million CSF). If the same were not made the NAV per unit/ year to date return of the Scheme would be higher by (Rs. 0.02/0.19% for ESF, Rs. 0.05/0.39% for DSF, Rs. 0.04/0.36% for MMSF and Rs. 0.06/0.48% 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

| | | |
|--|--|--|
| Adnan Afridi - Managing Director | Manzoor Ahmed - Chief Operating Officer | Amir Amin - Head of Finance |
| Wasim Akram - Fund Manager | Faisal Aslam - Head of Compliance | Raza Abbas Jaffery - Head of Trading |
| Salman H. Chawala - Manager / Incharge Risk | Ali Kamal - Head of Research | Syed Ali Raza Bukhari - Head of Marketing |

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.