



NIT PENSION FUND

FUND MANAGER REPORT - December 2017

NIT - Pension Fund

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.

Profile of Investment Managers

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. 97 billion as of December 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.

Fund's Information

Fund Type	Open-End	Trustee	Central Depository Company
Category	Pension Scheme	Auditors	EY Ford Rhodes
Launch Date	19-Jun-15	Pricing Mechanism	Forward Pricing
Management Fee	Equities Sub Fund: 0.75% Debt, MM and Commodities Sub Funds: 0.50%	Dealing Days*	Daily (Monday to Friday) *except public holiday
Front End Load	0%-3%	Valuation Days*	Daily (Monday to Friday)
Back End Load	0.00%	AMC Rating	AM2++ (PACRA)
Benchmark	N/A	Risk Profile	Moderate / High
Par Value	PKR 10.00	Fund Manager	Wasim Akram
Minimum Investment	PKR 1000	Cutt-off timing**	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

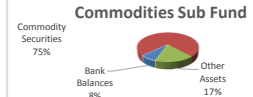
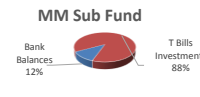
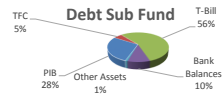
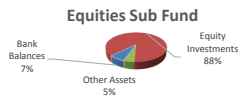
The KSE-100 index posted a gain of 1.15% during the month of December, 2017. The month of December proved to be a highly volatile month for the local bourse whereby the KSE-100 index made a low of 37,919 at closing as on December 19, 2017, its lowest closing since June 2016. However, the market recovered sharply afterwards, to post a cumulative gain of over 2,550 points during the last seven trading sessions of the month resulting in a positive return for the month. The market reacted positively to the clarity emerging on the political front whereby the passing of the De-Limitation Bill from the Senate removed doubts about elections taking place on time. Shahbaz Sharif's nomination as PML-N's candidate for PM slot and Mifhah Ismail's appointment at the helm of the Finance Ministry was also taken positively by the market. During the month, PKR depreciated against the USD by over 4% raising expectations of foreign inflows into the bourse. Average volumes during the month remained at 154 million shares, up 34% MoM.

On the Money Market front, market yields increased slightly with expectation of higher inflation going forward.

Fund Returns

	Equities Sub Fund	Debt Sub Fund	MM Sub Fund	Commodities Sub Fund
Dec-17	0.31%	2.61%	2.02%	5.49%
YTD	-14.85%	4.47%	4.52%	10.05%
CYTD	-15.08%	4.65%	4.60%	17.88%
Since Inception	2.78%	4.43%	4.30%	19.29%
NAV (31-12-17)	10.2777	11.1238	11.0905	11.9285
Net Assets (PKR Mn)	83.85	88.68	89.55	89.46

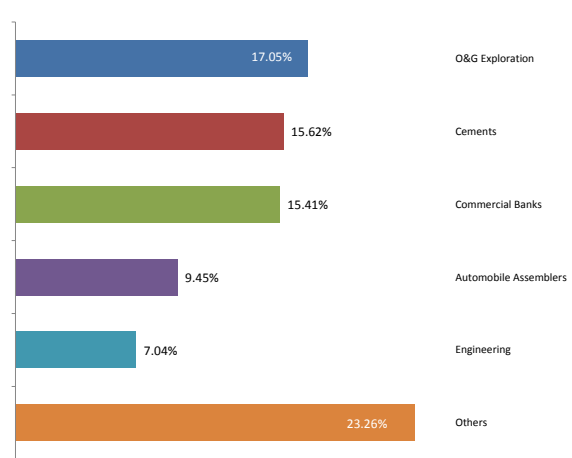
Asset Allocation 31-12-2017



Performance Review

NIT-PF Equity Sub Fund posted return of 0.31%
 NIT-PF Debt Sub Fund posted return of 2.61%.
 NIT-PF Money Market Sub Fund posted return of 2.02%.
 NIT-PF Commodities Sub Fund posted return of 5.49%.

Sector Allocation (Equities Sub fund)



Top Ten Holdings (Equities Sub fund)

(As % of Total Assets)

Pakistan Petroleum Limited	9.54%
Indus Motor Company Limited	7.69%
Lucky Cement Limited	6.51%
Oil & Gas Development Company Limited	6.15%
MCB Bank Limited	6.07%
Crescent Steel and Allied Products	5.83%
United Bank Limited	5.81%
Pakistan State Oil	5.23%
DG Khan Cement Company Limited	4.90%
Engro Corporation Limited	4.40%

WWF Disclosure:

The Scheme has maintained provisions against Sind Workers' Welfare Fund's liability (Rs. 0.07 million ESF, Rs. 0.18 million DSF, Rs. 0.18 million MMSF and Rs. 0.32 million CSF). If the same were not made the NAV per unit/ year to date return of the Scheme would be higher by (Rs. 0.01/0.08% for ESF, Rs. 0.02/0.21% for DSF, Rs. 0.02/0.20% for MMSF and Rs. 0.04/0.37% 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

Manzoor Ahmed - COO / Managing Director

Ali Kamal - Head of Research

Ammar Habib - Manager / Incharge Risk Mngmnt

Amir Amin - Head of Finance

Faisal Aslam - Head of Compliance

Wasim Akram - Fund Manager

Shahid Anwer - Head of MD's Sectt.

Raza Abbas Jaffery - Head of Trading

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.