

NIT GOVERNMENT BOND FUND

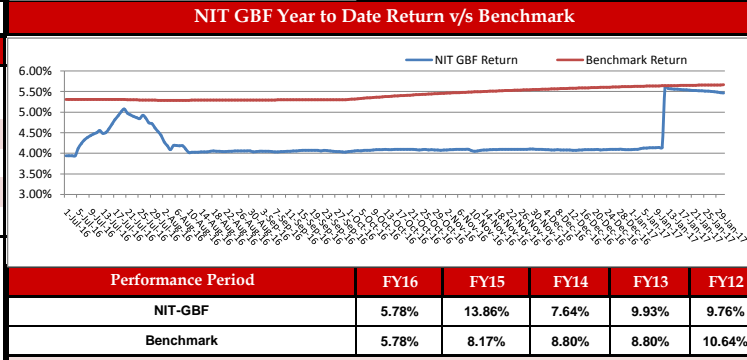


FUND MANAGER REPORT - January 2017

Fund's Basic Informations		Objective of the fund
Fund Type	Open-End	The objective of NIT Government Bond Fund is to generate best possible return with minimum risk, for its Unit Holders, by investing primarily in the Government Securities.
Category	Income Fund	
Launch Date	18 th November 2009	Profile of Investment Managers
Listing	PSX	National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 119 billion assets under management as on 31 January 2017, the family of Funds of NIT comprises of ten funds including 4 equity funds, 2 fixed income funds, 1 money market fund, 1 Islamic income fund, 1 conventional pension fund and 1 Islamic pension fund. NIT's tally of nationwide branches is 23 and sales desk is also available in financial hub at Abbottabad, yet another milestone as no Asset Management Company in Pakistan has such a big network of branches. Further to cater to the matters relating to investments in NITL managed Funds and day to day inquiries/issues of their 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 a nominee of Govt. of Pakistan. The Company has been assigned an Asset Manager rating of "AM2+" by PACRA, which reflects the company's high investment management industry standards and benchmarks with noted strengths in several of the rating factors. All Investment decisions are taken by the Investment Committee of NITL.
Stability Rating	AA- (f) (PACRA) 12-Jan-16	
Management Fee	1.25%	
Front End Load*	1.00%	
Back End Load	Nil	
Cutt-off timing	3:30 PM	
Par Value	PKR 10.00	
Min Subscription	Growth Unit PKR 5,000 Income Unit PKR 100,000	
Trustee	Central Depository Co. (CDC)	
Auditors	KPMG Taseer Hadi	
Registrar	National Investment Trust Ltd.	Fund Performance Review
Pricing Mechanism	Forward Day Pricing	The YTD return for FY17 stood at 5.46% p.a. against the benchmark return of 5.66% p.a. The Fund posted an annualized return of 13.35% p.a. for the month of January against its benchmark return of 5.92% p.a.
Valuation Days	Daily (Monday to Friday) except public holiday	During the month fund has reversed the amount accrued on the account of Workers' Welfare Fund. However, the fund has now started to maintain provision against Sindh Workers' Welfare Fund since January, 12 2017.
Redemption Days	Daily (Monday to Friday) except public holiday	The Consumer Price Index (CPI) for the month of January stood at 3.66% decreasing from 3.70% over the previous month. The average 7 months CPI inflation now stands at 3.85% compared to 2.26% during the same period of last fiscal year.
Subscription Days	Each valuation day	As at January 31 2017, the Fund had an exposure of about 19% of total assets in PIBs, about 66% of total assets in T-bills and the remaining was in the form of cash at bank and other assets. The weighted average time to maturity of the portfolio stood at 128 days.
AMC Rating	AM2+ (PACRA) 18-Aug-16	
Risk Profile	Low	
Fund Manager	Shoaib Ahmad Khan	
*Varies as per policy		

Benchmark	Asset Quality as of 31 January 2017 (% of TA)	Asset Allocation (% of TA)		
Weighted Average of 6M PKRV		Dec-16	Jan-17	
		T-Bills	56.04%	66.33%
		PIBs	4.93%	19.30%
		Rev Repo	0.00%	0.00%
		Cash	38.41%	13.25%
		Others	0.62%	1.13%

Fund's Return v/s Benchmark		
Net Assets	PKR 4.19 Bln	
NAV per Unit (January 31, 2017)	10.2772	
Weighted Avg. Maturity (Days)	128	
Leveraging	Nil	
Standard Deviation of Return	0.51	
Total Expense Ratio*	2.06%	
*This includes 0.58% representing Govt. Levy, Sindh Workers Welfare Fund & SECT Fee.		
January-17	NIT-GBF	Benchmark
	13.35%	5.92%
Year to Date	5.46%	5.66%
12 M Trailing	5.54%	5.62%
3 Years **	9.56%	7.02%
Since Inception	12.65%	8.77%
** Simple annualized return		



SINDH-WWF Disclosure: The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 7.75m, If the same were not made the NAV per unit/ current year to date return of the Scheme would be higher by Rs. 0.0190/ 0.33%.

Members of the Investment Committee		
Shahid Gaffar, Managing Director	Manzoor Ahmed, Chief Operating Officer	Shahid Anwar, Head of MD's Sectt. & Personnel
Aamir Amin, Head of Finance	M. Imran Rafiq, CFA, Head of Research	Shoaib. A. Khan, SVP/ Fund Manager
Ammar Habib, Incharge/Manager Risk Mgmt.	Syed Aqib Hussian, Incharge Compliance	

MUFAP'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.

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