

**NIT - GOVERNMENT BOND FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
AS AT MARCH 31, 2013

	Note	(Unaudited) March 31, 2013	(Audited) June 30, 2012
-----Rupees in '000-----			
<b>ASSETS</b>			
Bank balances		16,095	20,716
Investments	6	4,820,986	3,103,853
Accrued income		18,257	48,892
Security deposits		100	100
Preliminary expenses and floatation costs		1,225	1,785
<b>Total assets</b>		<b>4,856,663</b>	<b>3,175,346</b>
<b>LIABILITIES</b>			
Payable to National Investment Trust Limited - Management Company		10,177	7,800
Payable to Central Depository Company of Pakistan Limited - Trustee		378	259
Payable to Securities and Exchange Commission of Pakistan		2,178	2,124
Accrued expenses and other liabilities		24,158	20,598
Payable against redemption of units		-	5
<b>Total liabilities</b>		<b>36,891</b>	<b>30,786</b>
<b>NET ASSETS</b>		<b>4,819,772</b>	<b>3,144,560</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>4,819,772</b>	<b>3,144,560</b>
Contingencies and commitments	7		
<b>-----Number of units-----</b>			
<b>Number of units in issue</b>		<b>448,587,457</b>	<b>283,745,263</b>
<b>-----Rupees-----</b>			
<b>Net asset value per unit</b>		<b>10.7443</b>	<b>11.0823</b>

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director

**NIT - GOVERNMENT BOND FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2013	2012	2013	2012
----- Rupees in '000 -----					
<b>INCOME</b>					
Income from government securities		245,071	175,236	100,978	47,540
Profit on bank deposits		5,243	28,109	2,968	14,974
Mark-up on fixed income securities		54,391	58,735	9,217	21,067
Income from reverse repurchase transactions		-	65	-	-
Capital gain on sale of investments		1,797	474	1,710	439
<b>Total income</b>		<b>306,502</b>	<b>262,619</b>	<b>114,873</b>	<b>84,020</b>
<b>EXPENSES</b>					
Remuneration of National Investment Trust Limited - Management Company		36,332	26,026	14,667	8,625
Sindh Sales Tax on remuneration to Management Company		5,813	4,164	2,345	1,380
Remuneration of Central Depository Company of Pakistan Limited - Trustee		2,743	2,126	1,065	708
Annual fee - Securities and Exchange Commission of Pakistan		2,178	1,561	879	520
Amortisation of preliminary expenses and floatation costs		561	559	185	185
Securities transaction costs		140	144	47	46
Auditors' remuneration		208	198	35	5
Settlement and bank charges		154	282	59	10
Listing fee		60	60	-	-
Printing charges		75	75	25	25
Other charges		165	100	90	-
<b>Total expenses</b>		<b>48,429</b>	<b>35,295</b>	<b>19,397</b>	<b>11,504</b>
<b>Net income from operating activities</b>		<b>258,073</b>	<b>227,324</b>	<b>95,476</b>	<b>72,516</b>
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed		52,413	(25,943)	13,901	(23,238)
Provision for Workers' Welfare Fund	8	(6,209)	(4,026)	(2,186)	(984)
<b>Net income for the period before taxation</b>		<b>304,277</b>	<b>197,355</b>	<b>107,191</b>	<b>48,294</b>
Taxation	9	-	-	-	-
<b>Net income for the period after taxation</b>		<b>304,277</b>	<b>197,355</b>	<b>107,191</b>	<b>48,294</b>
<b>Earnings per unit (in Rupees)</b>	10	<b>0.8145</b>	<b>0.7700</b>	<b>0.2387</b>	<b>0.1900</b>

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director

**NIT - GOVERNMENT BOND FUND**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE**  
**INCOME (UNAUDITED)**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

	Note	Nine months ended March 31,		Quarter ended March 31,	
		2013	2012	2013	2012
----- Rupees in '000 -----					
Net income for the period after taxation		304,277	197,355	107,191	48,294
<b>Other comprehensive income</b>					
Net unrealised appreciation / (diminution) in the fair value of investments classified as 'available for sale'	6.2	37,300	(32,399)	16,034	(38,962)
<b>Total comprehensive income for the period</b>		<b>341,577</b>	<b>164,956</b>	<b>123,225</b>	<b>9,332</b>

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For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director

**NIT - GOVERNMENT BOND FUND**  
**CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

	Nine months ended March 31,	
	2013	2012
	----- Rupees in '000 -----	
Undistributed income at the beginning of the period	342,622	308,215
Final distribution for the year ended June 30, 2012 Rs1.1094 per unit (2011: Rs 1.0201 per unit)		
- Cash distribution	(47,453)	(101,483)
- Units under cumulative investment plan	(733)	(2,093)
- Bonus units	(266,601)	(176,791)
Net income for the period after taxation	304,277	197,355
Undistributed income carried forward	<u>332,112</u>	<u>225,203</u>
<b>Undistributed income comprising of:</b>		
Realised income	332,112	225,203
Unrealised income	-	-
	<u>332,112</u>	<u>225,203</u>

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director

**NIT - GOVERNMENT BOND FUND**  
**CONDENSED INTERIM STATEMENT OF MOVEMENT**  
**IN UNIT HOLDERS' FUND (UNAUDITED)**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

	Note	Nine months ended March 31,	
		2013	2012
		----- Rupees in '000 -----	
<b>Net assets at the beginning of the period</b>		3,144,560	3,055,504
Issue of 418,149,114 units (2012:62,878,053 units) for the nine months and quarter ended March 31		4,384,505	656,963
Redemption of 280,112,999 units (2012:121,996,445 units) for the nine months and quarter ended March 31		(2,951,004)	(1,275,861)
		1,433,501	(618,898)
Issue of 26,732,581 (2012:17,509,646) as bonus units for the nine months and quarter ended March 31		266,601	176,791
Issue of 73,498 units (2012: 207,298) under cumulative investment plan for the nine months and quarter ended March 31		733	2,093
		4,845,395	2,615,490
Net element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed		(52,413)	25,943
Net unrealised appreciation / (diminution) in the fair value of investments classified as 'available for sale'	6.2	37,300	(32,399)
Capital gain on sale of investments		1,797	474
Other net income for the period		302,480	196,881
Final distribution for the year ended June 30, 2012: Rs1.1094 per unit (2011: Rs 1.0201)			
- Cash distribution		(47,453)	(101,483)
- Units under cumulative investment plan		(733)	(2,093)
- Bonus units		(266,601)	(176,791)
		(10,510)	(83,012)
<b>Net assets at the end of the period</b>		<u>4,819,772</u>	<u>2,526,022</u>

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director

**NIT - GOVERNMENT BOND FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

	Nine months ended March 31,	
	2013	2012
	----- Rupees in '000 -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	304,277	197,355
<b>Adjustments:</b>		
Capital gain on sale of government securities	(1,797)	(474)
Amortisation of preliminary expenses and floatation costs	561	559
Remuneration of National Investment Trust Limited - Management Company	36,332	26,026
Sindh Sales Tax on Management Company's remuneration	5,813	4,164
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed	(52,413)	25,943
	292,773	253,573
<b>(Increase) / decrease in assets</b>		
Investments	(1,678,036)	486,314
Accrued income	30,635	4,975
Advances, deposits, prepayments and other receivables	-	-
	(1,647,401)	491,289
<b>Increase / (decrease) in liabilities</b>		
Payable to National Investment Trust Limited - Management Company	105	55
Payable to Central Depository Company of Pakistan Limited - Trustee	119	(24)
Payable to Securities and Exchange Commission of Pakistan	54	(774)
Payable against redemption of units	(5)	(115,537)
Accrued expenses and other liabilities	3,560	6,628
	3,833	(109,652)
Remuneration paid to the Management Company inclusive of Sindh Sales Tax	(39,874)	(30,200)
<b>Net cash (used in) / generated from operating activities</b>	(1,390,669)	605,010
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units	4,384,505	656,963
Payments on redemption of units	(2,951,004)	(1,275,861)
Dividend paid	(47,453)	(101,483)
<b>Net cash generated from / (used in) financing activities</b>	1,386,048	(720,381)
<b>Net increase in cash and cash equivalents during the period</b>	(4,621)	(115,371)
Cash and cash equivalents at the beginning of the period	20,716	168,615
<b>Cash and cash equivalents at the end of the period</b>	16,095	53,244

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director

**NIT - GOVERNMENT BOND FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM**  
**FINANCIAL INFORMATION**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

**1 LEGAL STATUS AND NATURE OF BUSINESS**

The NIT - Government Bond Fund (the Fund) was established under a Trust Deed executed between National Investment Trust Limited (NITL) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter no. NBFC-II/NITL/896/2009 dated September 24, 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Trust Deed was executed on September 4, 2009. The units of the Fund were initially issued at Rs 10 per unit.

The Management Company of the Fund has been classified as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the Securities and Exchange Commission of Pakistan (SECP) to undertake Asset Management Services. The registered office of the Management Company is situated at 6th floor, National Bank of Pakistan Building I.I. Chundrigar Road, Karachi.

The Fund is an open-ended mutual fund and is listed on Karachi, Lahore and Islamabad stock exchanges. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The units of the Fund were initially offered for public subscription at par from November 16, 2009 to November 18, 2009 (both days inclusive).

The objective of the Fund is to generate a competitive stream of return with moderate level of risk for its unit holders, by investing primarily in government securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a rating of 'AM2-' to the Management Company and 'AA(f)' to the Fund.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34: 'Interim Financial Reporting' (IAS 34), the Trust Deed, the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), the Non Banking Finance Companies and Notified Entities Regulations 2008 (NBFC Regulations) and the directives issued by the SECP. In cases where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the said directives take precedence.

**3 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended June 30, 2012.

**3.1 Standards, interpretations and amendments to published approved accounting standards that are effective in the current period**

The following new standards and amendments to existing standards are mandatory for the first time for the financial period beginning on or after July 1, 2012:

Amendment to IFRS 7, 'Financial instruments': The amendment includes new disclosures to facilitate comparison between those entities that prepare IFRS financial statements to those that prepare financial statements in accordance with US GAAP. The adoption of this amendment did not have any impact on the Fund's condensed interim financial information.

There are certain other new standards, amendments and interpretations that became effective during the period and are mandatory for accounting periods beginning on or after July 1, 2012 but are considered not to be relevant or did not have any significant effect on the Fund's operations and are, therefore, not disclosed in this condensed interim financial information.

**3.2 Standards, interpretations and amendments to published approved accounting standards as adopted in Pakistan that are not yet effective**

There are other new and amended standards and interpretations that are mandatory for accounting periods beginning on or after July 1, 2013 but are considered not to be relevant or do not have any significant effect on the Fund's operations and are therefore not detailed in this condensed interim financial information.

**NIT - GOVERNMENT BOND FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM**  
**FINANCIAL INFORMATION**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

**4 BASIS OF MEASUREMENT**

4.1 This condensed interim financial information has been prepared under the historical cost convention, except that certain investments, have been marked to market and are carried at fair value.

**4.2 Functional and presentation currency**

This condensed interim financial information has been presented in Pakistani Rupee, which is the Fund's functional and presentation currency.

**5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The basis and the methods used for critical accounting estimates and judgments adopted in this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2012.

**6 INVESTMENTS**

**Available for sale**

Government securities:

- Market Treasury Bills
- Pakistan Investment Bonds
- National Savings Certificates

Note	(Unaudited) March 31, 2013	(Audited) June 30, 2012
	-----Rupees in '000-----	
6.1	4,668,009	2,415,920
	152,977	217,942
	-	469,991
	<u>4,820,986</u>	<u>3,103,853</u>

**6.1 Investment in government securities - Available for sale**

Issue date	Tenor	Face value			Balance as at March 31, 2013			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2012	Purchases during the period	Sales / matured during the period	As at March 31, 2013	Carrying value	Market value		
(Rupees in '000)									
<b>Market Treasury Bills</b>									
August 25, 2011	12 months	280,000	-	280,000	-	-	-	-	-
September 8, 2011	12 months	285,000	-	285,000	-	-	-	-	-
September 22, 2011	12 months	100,000	150,000	250,000	-	-	-	-	-
October 6, 2011	12 months	192,000	100,000	292,000	-	-	-	-	-
November 3, 2011	12 months	406,000	-	406,000	-	-	-	-	-
November 17, 2011	12 months	40,000	-	40,000	-	-	-	-	-
December 1, 2011	12 months	175,000	-	175,000	-	-	-	-	-
February 9, 2012	6 months	45,000	-	45,000	-	-	-	-	-
March 8, 2012	6 months	125,000	-	125,000	-	-	-	-	-
May 17, 2012	3 months	510,000	-	510,000	-	-	-	-	-
May 31, 2012	3 months	20,000	-	20,000	-	-	-	-	-
June 14, 2012	3 months	300,000	-	300,000	-	-	-	-	-
July 12, 2012	3 months	-	100,000	100,000	-	-	-	-	-
July 26, 2012	3 months	-	195,000	195,000	-	-	-	-	-
July 26, 2012	6 months	-	50,000	50,000	-	-	-	-	-
July 26, 2012	12 months	-	115,000	-	115,000	111,710	111,662	(48)	0.02
August 9, 2012	6 months	-	350,000	350,000	-	-	-	-	-
August 9, 2012	12 months	-	532,000	-	532,000	513,645	514,742	1,097	0.11
August 23, 2012	3 months	-	300,000	300,000	-	-	-	-	-
September 6, 2012	3 months	-	75,000	75,000	-	-	-	-	-
September 6, 2012	6 months	-	250,000	250,000	-	-	-	-	-
September 6, 2012	12 months	-	650,000	-	650,000	625,140	624,527	(613)	0.13
September 20, 2012	6 months	-	170,000	-	-	-	-	-	-
September 20, 2012	12 months	-	500,000	-	500,000	479,847	478,733	(1,114)	0.10
October 4, 2012	12 months	-	630,000	350,000	280,000	267,656	267,159	(497)	0.06
October 18, 2012	3 months	-	100,000	100,000	-	-	-	-	-
October 18, 2012	6 months	-	300,000	200,000	100,000	99,669	99,542	(127)	0.02
November 1, 2012	3 months	-	250,000	250,000	-	-	-	-	-
November 1, 2012	6 months	-	320,000	-	320,000	317,591	317,406	(185)	0.07
November 1, 2012	12 months	-	400,000	-	400,000	380,033	379,020	(1,013)	0.08
November 15, 2012	3 months	-	135,000	135,000	-	-	-	-	-
November 15, 2012	6 months	-	450,000	-	450,000	445,089	444,767	(322)	0.09
November 29, 2012	3 months	-	280,000	280,000	-	-	-	-	-
December 13, 2012	3 months	-	100,000	100,000	-	-	-	-	-

**NIT - GOVERNMENT BOND FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM**  
**FINANCIAL INFORMATION**  
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013

Issue date	Tenor	Face value			Balance as at March 31, 2013			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2012	Purchases during the period	Sales / matured during the period	As at March 31, 2013	Carrying value	Market value		
(Rupees in '000)									
<b>Market Treasury Bills</b>									
December 13, 2012	6 months	-	100,000	-	100,000	98,227	98,136	(91)	0.02
January 10, 2013	6 months	-	130,000	-	130,000	126,840	126,673	(167)	0.03
January 24, 2013	3 months	-	195,000	-	195,000	194,191	194,107	(84)	0.04
January 24, 2013	6 months	-	460,000	-	460,000	447,285	446,647	(638)	0.09
February 21, 2013	6 months	-	340,000	-	340,000	328,128	327,820	(308)	0.07
March 7, 2013	6 months	-	30,000	-	30,000	28,841	28,824	(17)	0.01
March 21, 2013	3 months	-	100,000	-	100,000	98,166	98,136	(30)	0.02
March 21, 2013	6 months	-	115,000	-	115,000	110,148	110,108	(40)	0.02
		2,478,000	7,972,000	5,633,000	4,817,000	4,672,206	4,668,009	(4,197)	97%
<b>Pakistan Investment Bonds</b>									
September 3, 2009	10 years	50,000	-	-	50,000	48,874	50,826	1,952	1.05%
July 22, 2010	5 years	50,000	-	-	50,000	49,264	51,190	1,926	1.06%
August 18, 2011	5 years	50,000	-	50,000	-	-	-	-	0.00%
August 18, 2011	3 years	50,000	-	-	50,000	48,844	50,961	2,117	1.06%
December 31, 2002	10 years	25,800	-	25,800	-	-	-	-	-
		225,800	-	75,800	150,000	146,982	152,977	5,995	3%
<b>National Savings Certificates</b>									
	3 years	499,990	-	499,990	-	-	-	-	0.00%
		3,203,790	7,972,000	6,208,790	4,967,000	4,819,188	4,820,986	1,798	100%

**6.2 Net unrealised appreciation / (diminution) in the fair value of investments classified as 'available for sale'**

	(Unaudited) March 31, 2013	(Audited) June 30, 2012
	-----Rupees in '000-----	
Fair value of investments	4,820,986	3,103,853
Less: Carrying value of investments	(4,819,188)	(3,139,355)
	<u>1,798</u>	<u>(35,502)</u>
Less: Net unrealised diminution in the fair value of investments at the beginning of the period / year	(35,502)	(1,225)
Net unrealised appreciation / (diminution) during the period / year	<u>37,300</u>	<u>(34,277)</u>

**7 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at March 31, 2013

**8 WORKERS WELFARE FUND**

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs. 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending adjudication.

Subsequent to the year ended June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. However, on December 14, 2010, the Ministry filed its response against the constitutional petition requesting the Court to dismiss the petition. According to the legal counsel who is handling the case there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in Court.

Subsequent to the year ended June 30, 2011, the Honorable Lahore High Court (LHC) in a constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional and struck them down. The Management Company is hopeful that the decision of the LHC will lend further support to the Constitutional Petition which is pending in the Sindh High Court. However, without prejudice to the above, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF

**NIT - GOVERNMENT BOND FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM**  
**FINANCIAL INFORMATION**  
**FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013**

amounting to Rs 23.172 million (including Rs 6.209 million for the current period) in this condensed interim financial information. Had the same not been made the net asset value of the Fund would have been higher by Rs 0.0517 per unit.

**9 TAXATION**

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. The Fund has not recorded provision for taxation as the management company intends to distribute at least ninety percent of the Fund's accounting income, if any, for the year ending June 30, 2012 as reduced by capital gains, whether realised or unrealised, to its unit holders.

	-----Unaudited-----			
	Nine month ended March 31, 2013		Quarter ended March 31, 2012	
	-----Rupees in '000-----			
Net income for the period after taxation	304,277	197,355	107,191	48,294
	-----Number of units-----			
Weighted average number of units outstanding	373,574,215	254,891,984	449,080,011	256,097,485
	-----Rupees-----			
Earnings per unit	0.8145	0.7743	0.2387	0.1886

**11 TRANSACTIONS WITH CONNECTED PERSONS**

**11.1** Connected persons include National Investment Trust Limited, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the Fund and the directors and officers of the Management Company and the Trustee.

**11.2** The transactions with connected persons are in the normal course of business, at contracted terms determined in accordance with market rates.

**11.3** Remuneration to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

**11.4** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

	-----Unaudited-----			
	Nine months ended March 31, 2013		Quarter ended December 31, 2012	
	-----Rupees in '000-----			
<b>11.5 Transactions during the period:</b>				
<b>National Investment Trust Limited</b>				
- <b>Management Company</b>				
Issue of 28,676,302 units (2012: Nil units)	300,000	-	-	-
Issue of 2,347,994 bonus units (2012: 1,936,820 units)	23,416	19,556	-	-
Front end load on sale of units	105	55	85	13
Remuneration of the Management Company inclusive of Sindh Sales Tax	42,145	30,190	17,014	10,005
<b>Central Depository Company of Pakistan Limited - Trustee</b>				
Remuneration	2,743	2,126	1,065	708

**NIT - GOVERNMENT BOND FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM**  
**FINANCIAL INFORMATION**  
**FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2013**

	-----Unaudited-----			
	Nine months ended March 31, 2013		Quarter ended December 31, 2012	
	-----Rupees in '000-----			
<b>National Investment Trust Limited Provident Fund</b>				
Issue of 2,025,354 units (2012: Nil units)	22,000	-	22,000	-
Issue of 496,787 bonus units (2012: 409,791 units)	4,954	4,138	-	-
Redemption of 979,144 units (2012: Nil units)	10,000	-	-	-
<b>National Investment Trust Limited Employees Pension Fund</b>				
Issue of 861,337 bonus units (2012: 710,503)	8,590	7,174	-	-
Issue of 9,361,980 units (2012: Nil units)	100,000	-	100,000	-
<b>National Investment Trust Limited Employees Benevolent Fund</b>				
Issue of 1,749,095 units (2012: Nil units)	18,500	-	18,500	-
			(Unaudited) March 31, 2013	(Audited) June 30, 2012
			-----Rupees in '000-----	

**11.6 Amounts outstanding as at period end:**

<b>National Investment Trust Limited - Management Company</b>			
52,131,481 units held (June 30, 2012: 21,107,184 units)		560,118	233,916
Management fee and other payables		10,177	7,800
<b>National Bank of Pakistan</b>			
10,000,000 units held (June 30, 2012: 10,000,000 units)		107,443	110,823
<b>Central Depository Company of Pakistan Limited - Trustee</b>			
Trustee fee payable		378	259
<b>National Investment Trust Limited Provident Fund</b>			
6,035,836 units held (June 30, 2012: 4,465,840 units)		64,851	49,492
<b>National Investment Trust Limited Pension Fund</b>			
17,966,271 units held (June 30, 2012: 7,032,451 units)		193,036	85,810
<b>National Investment Trust Limited Employees Benevolent Fund</b>			
1,749,095 units held (June 30, 2012: Nil units)		18,793	-

**12 CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, where necessary, for the purposes of comparison. No significant rearrangements or reclassifications were made in this condensed interim financial information.

**13 DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information was authorised for issue on **April 18, 2013** by the Board of Directors of the Management Company.

**14 GENERAL**

Figures have been rounded off to the nearest thousand rupees.

	<b>For National Investment Trust Limited (Management Company)</b>	
Sd/-	Sd/-	Sd/-
Managing Director	Director	Director