

**NIT - INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2016**

	September 30, 2016 (Unaudited)	June 30, 2016 (Audited)
Note	-----Rupees in '000-----	
ASSETS		
Bank balances	5 1,326,725	1,994,036
Investments	6 2,694,013	1,846,425
Receivable against Marginal Trading System	257,196	286,760
Profit Receivable	7 22,310	52,190
Security deposit	350	350
Receivable against Redemption of Bank Al-Habib Limited TFC	-	19,964
Total assets	4,300,594	4,199,725
LIABILITIES		
Payable to National Investment Trust Limited - Management Company	8 5,878	5,615
Payable to Central Depository Company of Pakistan Limited - Trustee	9 414	391
Annual fee payable to the Securities and Exchange Commission of Pakistan	792	2,902
Payable against redemption of units	-	521
Accrued expenses and other liabilities	10 52,915	54,444
Dividend Payable	3,615	8,211
Total liabilities	63,614	72,084
NET ASSETS	4,236,980	4,127,641
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	4,236,980	4,127,641
CONTINGENCIES AND COMMITMENTS		
	11	
	-----Number of units-----	
NUMBER OF UNITS IN ISSUE	407,086,189	400,846,468
	-----Rupees-----	
NET ASSET VALUE PER UNIT	10.4081	10.2973

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For National Investment Trust Limited
(Management Company)**

Managing Director

Director

Director

NIT - INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	September 30,	
	2016	2015
	----- (Unaudited) -----	
	Note ----- Rupees in '000 -----	
INCOME		
Income from government securities	32,562	64,868
Profit on bank balances	20,087	11,965
Income from Term Finance Certificates	8,127	5,439
Income from Certificates of Investment	2,589	2,158
Income from letters of placement	742	-
Income from Marginal Trading System	6,241	-
Amortisation of (premium) on Term Finance Certificates - net	(2,579)	(4,983)
Gain on sale of investments-net	4,585	48,283
Total income	72,354	127,730
EXPENSES		
Remuneration of National Investment Trust Limited - Management Company	8.1 13,207	11,802
Sindh sales tax on Management Company's remuneration	8.2 1,717	1,917
Federal excise duty on Management Company's remuneration	-	1,884
Remuneration of Central Depository Company of Pakistan Limited - Trustee	1,113	1,015
Sindh Sales Tax on Remuneration of Trustee	145	142
Annual fee - Securities and Exchange Commission of Pakistan	792	706
Custodian charges of Central Depository Company of Pakistan Limited	106	3
Allocation of expenses related to registrar services accounting, operations and valuation services	8.3 1,056	-
Laga and Levy Charges	845	-
Securities transaction costs	75	89
Auditors' remuneration	184	173
Annual listing fee	-	115
Printing charges	-	25
Total expenses	19,240	17,871
Net income from operating activities	53,114	109,859
Element of income / (loss) and capital gains / (loss) included in prices of units issued less those in units redeemed - net	375	749
Net income for the period before taxation	53,489	110,608
Taxation	12 -	-
Net income for the period	53,489	110,608

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director

Director

Director

NIT - INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	September 30,	
	2016	2015
	------(Unaudited)-----	
Note	-----Rupees in '000-----	
Net income for the period	53,489	110,608
Other comprehensive income		
Items to be reclassified to income statement in subsequent periods:		
Unrealised (diminution) on re-measurement of investments classified as 'available for sale'	6.6 (8,224)	(45,829)
Total comprehensive income for the period	45,265	64,779

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director

Director

Director

**NIT - INCOME FUND
CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016**

	<u>September 30,</u>	
	2016	2015
	----- (Unaudited) -----	
	----- Rupees in '000 -----	
Undistributed income brought forward- realized	84,559	55,273
Element of (losses) / income and capital (losses) / gains included in prices of units issued less those in units redeemed - net	(93)	(290)
Net income for the period	53,489	110,608
Undistributed income carried forward-realized	<u>137,955</u>	<u>165,591</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For National Investment Trust Limited
(Management Company)**

Managing Director

Director

Director

NIT - INCOME FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	Note	September 30,	
		2016	2015
		----- (Unaudited) -----	
		----- Rupees in '000 -----	
Net assets at the beginning of the period [Rs. 10.2973 per unit (2015: Rs. 10.4448 per unit)]		4,127,641	3,672,991
Issue of 19,776,759 units (2015: 17,879,323 units)		204,597	188,142
Redemption of 13,537,038 units (2015: 11,308,543 units)		(140,148)	(119,049)
		64,449	69,093
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net			
- amount representing (income) transferred to income statement		(375)	(749)
- amount representing loss transferred to distribution statement		93	290
		(282)	(459)
Net unrealised (diminution)/ appreciation on remeasurement of investments classified as 'available for sale' - net	6.6	(8,224)	(45,829)
Gain on sale of investments-net		4,585	48,283
Other net income for the period		48,904	62,325
Total comprehensive income for the period		45,265	64,779
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed -			
- amount representing income / (loss) that form part of unit holders' fund-net		(93)	(290)
Net assets at the end of the period [Rs. 10.4081 per unit (2015: Rs. 10.6248 per unit)]		4,236,980	3,806,114

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director

Director

Director

**NIT - INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016**

	September 30,	
	2016	2015
	----- (Unaudited) -----	
	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	53,489	110,608
Adjustments:		
Element of income and capital gains included in prices of units issued less those in units redeemed - net	(375)	(749)
	<u>53,114</u>	<u>109,859</u>
(Increase) / decrease in assets		
Investments	(855,812)	(288,412)
Profit Receivable	29,880	54,636
Receivable against Marginal Trading System	29,564	-
Receivable against Redemption of Bank Al-Habib Limited TFC	19,964	-
	<u>(776,404)</u>	<u>(233,776)</u>
Increase / (decrease) in liabilities		
Payable to National Investment Trust Limited - Management Company	263	(160)
Payable to Central Depository Company of Pakistan Limited - Trustee	23	(10)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(2,110)	(2,071)
Payable on redemption of units	(521)	(588)
Accrued expenses and other liabilities	(1,529)	(21,860)
	<u>(3,874)</u>	<u>(24,689)</u>
Net cash (used in) operating activities	(727,164)	(148,606)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issue of units	204,597	188,142
Payments on redemption of units	(140,148)	(119,049)
Distribution paid	(4,596)	(118,761)
Net cash generated from financing activities	59,853	(49,668)
Net increase in cash and cash equivalents during the period	(667,311)	(198,274)
Cash and cash equivalents at the beginning of the period	1,994,036	1,330,951
Cash and cash equivalents at the end of the period	<u>1,326,725</u>	<u>1,132,677</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**For National Investment Trust Limited
(Management Company)**

Managing Director

Director

Director

NIT - INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** NIT - Income Fund (the "Fund") was established under a Trust Deed executed on 17 September 2009 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/1026/2009 dated 20 November 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 ("NBFC Rules"). The Fund is categorized as an Income Scheme as per the criteria for categorisation of open end collective investment scheme as specified by Securities and Exchange Commission of Pakistan (SECP) and other allied matters.
- 1.2** 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.
- 1.3** The Fund is an open-ended mutual fund and is listed on Pakistan Stock Exchange Limited. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The objective of the Fund is to generate competitive stream of return with moderate level of risk for its unit holders, by investing primarily in fixed income securities / instruments.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has assigned "A+(f)" rating to the Fund and has assigned an asset manager rating of "AM2+" to the Management Company.
- 1.6** Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of the IFRS, the requirements of the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.
- 2.1.2** This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual financial statements of the Fund as at and for the year ended 30 June 2016.
- 2.1.3** This condensed interim financial information is being submitted to the unit holders as required under Regulation 38 (2)(f) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations).

3 Significant Accounting Policies

The accounting policies adopted for the preparation of the 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 30 June 2016.

4 Estimates and Judgements

The preparation of condensed interim financial information requires management to make judgments, estimates and assumption that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual result may differ from these estimates.

The significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 30 June 2016.

5 BANK BALANCES

These represent balances with banks in savings accounts carrying rates ranging from 3.75% to 6.25% per annum (30 June 2016: 2.00% to 7.50% per annum)

6 INVESTMENTS	Note	September 30, 2016	June 30, 2016
		(Unaudited)	(Audited)
		-----Rupees in '000-----	
Available for sale			
Government securities:			
-Market Treasury Bills	6.1	1,657,112	331,955
-Pakistan Investment Bonds	6.1	258,553	1,135,002
Term finance certificates - listed	6.2	378,348	119,545
Term finance certificates - unlisted	6.3	-	259,923
Certificates of investment	6.5	400,000	-
		<u>2,694,013</u>	<u>1,846,425</u>

6.1 Market Treasury Bills

Issue date	Tenor	Face value			Balance as at		Market value as a percentage of net assets	Market value as a percentage of total investments	
		As at 1 July 2016	Purchased during the period	Sales / matured during the period	As at 30 September 2016	30 September 2016			Market value
		----- (Rupees in '000) -----				----- (%) -----			
Market Treasury Bills									
July 21, 2016	6 Months	-	650,000	-	650,000	638,931	638,535	15.07	
July 11, 2016	6 Months	-	400,000	-	400,000	393,960	393,830	9.30	
July 21, 2016	12 Months	-	450,000	-	450,000	430,186	429,585	10.14	
March 3, 2016	12 Months	-	200,000	-	200,000	195,318	195,161	4.61	
August 20, 2015	12 Months	145,000	-	145,000	-	-	-	-	
September 3, 2015	12 Months	190,000	-	190,000	-	-	-	-	
Total - 30 September 2016		335,000	1,700,000	335,000	1,700,000	1,658,394	1,657,112	39.11	61.51

Issue date	Tenor	Face value			Balance as at		Market value as a percentage of net assets	Market value as a percentage of total investments	
		As at 1 July 2016	Purchased during the period	Sales / matured during the period	As at 30 September 2016	30 September 2016			Market value
		----- (Rupees in '000) -----				----- (%) -----			
Pakistan Investment Bond									
April 21, 2016	03 years	50,000	-	-	50,000	50,612	50,894	1.20	
March 26, 2015	05 years	150,000	-	150,000	-	-	-	-	
March 26, 2015	03 years	400,000	-	200,000	200,000	206,539	207,658	4.90	
July 18, 2013	03 years	500,000	-	500,000	-	-	-	-	
Total - 30 September 2016		1,100,000	-	850,000	250,000	257,151	258,553	6.10	9.60

6.2 Term finance certificates - listed

All certificates have a face value of Rs. 5,000 each.

Name of the investee company		Number of certificates			Balance as at		Market value as a percentage of net assets	Market value as a percentage of total investments	
		As at 1 July 2016	Purchased during the period	Sales / matured during the period	As at 30 September 2016	30 September 2016			Market value
		----- (Rupees in '000) -----				----- (%) -----			
Commercial banks									
Faysal Bank Limited	December 27, 2010	5,000	-	-	5,000	18,909	18,930	0.45	
Summit Bank Limited	October 27, 2011	20,000	-	-	20,000	99,793	100,299	2.37	
Total - 30 September 2016		25,000	-	-	25,000	118,702	119,229	2.81	4.42

6.3 Term finance certificates - unlisted

All certificates have a face value of Rs. 5,000 each.

Name of the investee company	Number of certificates			As at 30 September 2016	Balance as at 30 September 2016		Market value as a percentage of net assets	Market value as a percentage of total investments
	As at 1 July 2016	Purchased during the period	Sales / matured during the period		Carrying value	Market value		
Commercial banks								
Bank Al-Falah Limited (Fixed)	December 2, 2009	7,000	-	7,000	34,950	36,768	0.87	1.36
Bank Al-Falah Limited (Floating)	December 2, 2009	5,250	-	5,250	26,249	26,500	0.63	0.98
Standard Chartered Bank Limited	June 29, 2012	6,400	-	6,400	32,118	32,138	0.76	1.19
Habib Bank Limited	February 19, 2016	1,000	-	1,000	99,980	99,888	2.36	3.71
Bank Al-Habib Limited	March 17, 2016	13,125	-	13,125	65,612	63,825	1.51	2.37
Total - 30 September 2016		32,775	-	32,775	258,909	259,120	6.12	9.62

6.4 Significant terms and conditions of term finance certificates outstanding at the period end are as follows:

Name of security	Number of certificates	Unredeemed face value (Rupees)	Mark-up rate (per annum)	Issue date	Tenor	Secured / unsecured	Rating
Listed term finance certificates							
Summit Bank Limited	20,000	4,990	6-months KIBOR + 3.25%	27 October 2011	7 years	Unsecured	A-
Faysal Bank Limited	5,000	3,743	6-months KIBOR + 2.25%	27 December 2010	7 years	Unsecured	AA-
Unlisted term finance certificates							
Bank Al-Falah Limited (Fixed)	7,000	4,987	15.00%	02 December 2009	8 years	Unsecured	AA-
Bank Al-Falah Limited (Floating)	5,250	4,987	6-months KIBOR + 2.50%	02 December 2009	8 years	Unsecured	AA-
Bank Al-Habib Limited (5th issue)	13,125	4,999	6-months KIBOR + 0.75%	17 March 2016	10 years	Unsecured	AA
Standard Chartered Bank Limited	6,400	5,000	6-months KIBOR + 0.75%	29 December 2012	10 years	Unsecured	AAA
Habib Bank Limited (2nd issue)	1,000	99,980	6-months KIBOR + 0.5%	19 February 2016	10 years	Unsecured	AAA

6.5 Certificate of Investment

Name of the investee company	Number of certificates			As at 30 September 2016	Balance as at 30 September 2016		Market value as a percentage of net assets	Market value as a percentage of total investments
	As at 1 July 2016	Purchased during the period	Sales / matured during the period		Carrying value	Market value		
Pak Libya Holding Company (Private) Limited	-	550,000	150,000	400,000	400,000	400,000	9.44	14.85
Total - 30 September 2016	-	550,000	150,000	400,000	400,000	400,000	9.44	14.85

6.6 Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'available for sale'

	September 30	
	2016	2015
	(Unaudited)	
	Rupees in '000	
Market value of investments	2,694,013	2,707,998
Less: Carrying value of investments	(2,693,156)	(2,685,132)
	857	22,866
Less: Net unrealised appreciation at the beginning of the period	9,081	68,695
Net unrealised (diminution) during the period	(8,224)	(45,829)

7	PROFIT RECEIVABLE	Note	September 30, 2016	June 30, 2016
			(Unaudited)	(Audited)
	Profit Receivable on:		-----Rupees in '000-----	
	- term finance certificates		8,504	7,633
	- Pakistan investment bonds		1,726	39,060
	- certificate of investment		2,969	-
	- saving accounts		8,250	4,603
	- marginal trading system		861	894
			<u>22,310</u>	<u>52,190</u>

8	PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED	Note	September 30, 2016	June 30, 2016
			(Unaudited)	(Audited)
	- MANAGEMENT COMPANY		-----Rupees in '000-----	
	On account of:			
	-management remuneration	8.1	4,354	4,029
	-Sindh Sales Tax	8.2	566	654
	-sales load		610	609
	-Allocation of expenses related to registrar services			
	'accounting, operation and valuation services	8.3	348	323
			<u>5,878</u>	<u>5,615</u>

8.1 Under the revised Non-Banking Finance Companies & Notified Entities Regulations 2008, notified on 25 November 2015, the Management Company of the Fund is entitled to a remuneration of an amount not exceeding 1.5 percent of average net assets. The Management Company has charged its remuneration at the rate of 1.25 percent per annum of the average net assets for the current period.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (30 June 2016: 14%) on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011,

8.3 Securities and Exchange Commission of Pakistan through its SRO 1160(I)/2015 dated November 25, 2015 has revised the Non-Banking Finance Companies and Notified Entities Regulations, 2008. In the revised regulations a new clause 60 (3)(s) has been introduced allowing the management company to charge "fees and expenses related to registrar services, accounting, operation and valuation services related to CIS maximum up to 0.1% of average annual net assets of the Scheme or actual whichever is less" from the mutual funds managed by it.

The expenses represents the allocation of expenses relating to registrar services, accounting, operations and valuation services at 0.1% of average net annual assets of the Fund.

9	PAYABLE TO THE CENTRAL DEPOSITORY	Note	September 30, 2016	June 30, 2016
			(Unaudited)	(Audited)
	'COMPANY OF PAKISTAN LIMITED - TRUSTEE		-----Rupees in '000-----	
	Trustee remuneration		366	343
	Sindh Sales Tax on trustee remuneration	9.1	48	48
			<u>414</u>	<u>391</u>

9.1 The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 2016: 14%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	September 30, 2016	June 30, 2016
		(Unaudited)	(Audited)
-----Rupees in '000-----			
Provision for workers' welfare fund	10.1	28,973	28,973
Federal Excise Duty	10.2	20,799	20,799
Auditors' remuneration		655	471
Legal & professional charges		711	711
Printing charges		7	25
Brokerage		133	138
Settlement charges		-	4
Zakat		-	579
Capital gains tax		74	56
MTS Charges payable		1,035	1,608
Laga and Levy payable		-	190
Withholding tax		508	874
Others		20	16
		<u>52,915</u>	<u>54,444</u>

10.1 There has been no change in the status of litigation relating to Workers' Welfare Fund as reported in annual financial statements of the Fund for the year ended 30 June 2016.

However, after the exclusion of the Mutual Funds from federal statute on Workers Welfare Fund, from 1 July 2015, the Fund has discontinued making the provision in this regard. Had the provision not been maintained, the Net Assets Value (NAV) per unit of the Fund as at 30 September 2016 would have been higher by Rs. 0.0712 per unit (30 June 2016: Rs. 0.0723 per unit).

10.2 There has been no change in the status of litigation relating to Federal Excise Duty (FED) as reported in annual financial statements of the Fund for the year ended 30 June 2016. As a matter of abundant caution, without prejudice to the above, the Management Company has made a provision with effect from 13 June 2013, aggregating to Rs.22.379 million out of which Rs. 1.580 million have been paid to the Management Company. Had the provision not been made, the Net Assets Value (NAV) per unit of the fund as at 30 September 2016 would have been higher by Rs. 0.0550 per unit (30 June 2016: Rs. 0.0558 per unit). However, after the exclusion of mutual funds from federal statute on FED from 1 July 2016, the Fund has discontinued making the provision in this regard.

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2016.

12 TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders. Provided that for the purpose of determining distribution of at least 90% of accounting income, the income distributed through bonus shares, units or certificates as the as the case may be, shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains / loss to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash at least 90 percent of the Fund's accounting income for the year ending 30 June 2017 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

13 TOTAL EXPENSE RATIO

Total expense ratio (TER) of the Fund for the quarter ended 30 September 2016 is 1.82% . The TER includes 0.25% representing SECP Fee and Sindh Sales tax on services.

13 EARNINGS PER UNIT - BASIC AND DILUTED

	Nine months period ended		Three months period ended	
	2016	2015	2016	2015
	------(Unaudited)-----			
	-----Rupees in '000-----			
Net income for the period	53,489	110,608	(125,029)	122,671
	Number of units			
Weighted average number of units outstanding during the period	350,426,085	330,275,414	352,401,721	354,904,142
	-----Rupees per unit-----			
Earnings per unit	0.15	0.33	(0.35)	0.35

14 TRANSACTIONS WITH CONNECTED PERSONS

- 14.1 Connected persons include National Investment Trust Limited being the Management Company, 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 and unit holders holding 10 percent or more units of the Fund.
- 14.2 The transactions with connected persons are in the normal course of business, at contracted terms determined in accordance with the market rates.
- 14.3 Remuneration to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 14.4 The details of significant transactions carried out by the Fund with connected persons and balances with them at the period end are as follows:

Transactions during the period:	September 30,	
	2016	2015
	----- (Unaudited) -----	
	----- Rupees in '000 -----	
National Investment Trust Limited - Management Company		
Management fee for the period	13,207	11,802
Sindh sales tax on management fee	1,717	1,917
Allocation of expenses related to registrar services, accounting, operation and valuation services	1,056	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee for the period	1,113	1,015
CDC charges	106	3
Amounts outstanding as at the end of the period	September 30, 2016	June 30, 2016
	(Unaudited)	(Audited)
	----- Rupees in '000 -----	
National Investment Trust Limited - Management Company		
170,175,524 units held (June 30, 2016: 170,175,524 units)	1,771,204	1,752,348
Management fee payable	4,354	4,029
Sindh Sales Tax	566	654
Sales load payable	610	609
Allocation of expenses related to registrar services, accounting, operation and valuation services	348	323
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	366	343
Sindh Sales Tax on Trustee Remuneration	48	48
Security Deposit	100	100
National Investment Trust Limited - Provident Fund		
6,796,423 units held (June 30, 2016: 6,796,423 units)	70,738	69,985
National Investment Trust Limited - Pension Fund		
20,733,534 units held (June 30, 2016: 20,733,534 units)	215,797	213,500
Chief Operating Officer		
1,286,165 units held (June 30, 2016: 1,286,165 units)	13,387	13,244
Fund Manager		
529 units held (June 30, 2016: 529 units)	6	5
Head of MD's Secretariat and Personnel		
35,229 units held (June 30, 2016: 35,229 units)	367	363

15 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **28 October 2016** by the Board of Directors of the Management Company.

16 GENERAL

- 16.1 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

**For National Investment Trust Limited
(Management Company)**

Managing Director

Director

Director