



**NIT State Enterprise Fund
Condensed Interim Financial
Statements (Unaudited)
for the Nine Months period
ended
31 March 2017**

**NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2017**

	Note	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
-----Rupees in '000-----			
ASSETS			
Bank balances	5	228,901	171,689
Investments	6	3,130,175	2,316,843
Dividend and profit receivable	7	8,140	3,568
Total assets		3,367,216	2,492,100
LIABILITIES			
Payable to National Investment Trust Limited - Management Company	8	6,720	4,257
Payable to Central Depository Company of Pakistan Limited - Trustee	9	125	88
Payable to Securities and Exchange Commission of Pakistan		1,894	1,992
Accrued expenses and other liabilities	10	74,746	450,816
Total liabilities		83,485	457,153
NET ASSETS		<u>3,283,731</u>	<u>2,034,947</u>
Unit holders' fund (as per statement attached)		<u>3,283,731</u>	<u>2,034,947</u>
CONTINGENCIES AND COMMITMENTS			
	11		
-----Number of units-----			
Number of units in issue		<u>150,419,650</u>	<u>150,419,650</u>
------(Rupees)-----			
Net asset value per unit		<u>21.83</u>	<u>13.53</u>

The annexed notes 1 to 16 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 - STATE ENTERPRISE FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2017

	Nine months period ended,		Three months period ended,	
	2017	2016	2017	2016
Note	----- (Unaudited) -----			
	----- Rupees in '000 -----			
INCOME				
Dividend income	45,775	102,770	11,612	66,510
Gain on sale of investments-net	44,808	17,504	44,808	7,315
Profit on bank deposits	8,025	5,581	2,973	2,121
Reversal of provision for Workers Welfare Fund	388,781	-	388,781	-
Total income	487,389	125,855	448,174	75,946
EXPENSES				
Remuneration of National Investment Trust Limited - Management Company	8.1	39,920	31,652	15,908
Sindh Sales Tax on remuneration of Management Company	8.2	5,190	5,140	2,068
Federal Excise Duty on Management Company Remuneration		-	5,062	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee		825	704	313
Sindh Sales Tax on remuneration of Trustee	9.1	107	98	40
Annual fee - Securities and Exchange Commission of Pakistan		1,894	1,498	755
Allocation of expenses related to registrar services, accounting, operation and valuation services	8.3	2,002	654	803
Custodian charges of Central Depository Company of Pakistan Limited		6	14	3
Settlement and bank charges		188	209	45
Auditors' remuneration		472	550	93
Printing and stationery expenses		-	25	-
Legal & professional charges		36	-	36
Mutual Fund Rating Fee		-	211	-
Total expenses		50,640	45,817	20,064
Net (loss) / income from operating activities before taxation		436,749	80,038	428,110
Element of income/ (loss) and capital gains/ (losses) included in prices of units issued less those in units redeemed - Net		-	-	-
Provision for Sindh Workers' Welfare Fund	10.1	(13,039)	(13,039)	
Net income for the period before taxation		423,710	80,038	415,071
Taxation	12	-	-	-
Net income for the period after taxation		423,710	80,038	415,071

The annexed notes 1 to 16 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 - STATE ENTERPRISE FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2017**

	Note	Nine months period ended,		Three months period ended,	
		2017	2016	2017	2016
----- (Unaudited) -----					
----- Rupees in '000 -----					
Net Income for the period after taxation		423,710	80,038	415,071	62,706
Other comprehensive income for the period					
Items to be reclassified to income statement in subsequent periods:					
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale'	6.3	825,074	(781,416)	117,560	(133,692)
Total comprehensive income / (loss) for the period		<u>1,248,784</u>	<u>(701,378)</u>	<u>532,631</u>	<u>(70,986)</u>

The annexed notes 1 to 16 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 - STATE ENTERPRISE FUND
CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017**

	<u>Nine months period ended,</u>	
	<u>2017</u>	<u>2016</u>
Note	------(Unaudited)-----	
	-----Rupees in '000-----	
Undistributed income brought forward- realized	2,409,330	2,420,478
Net Income for the period	423,710	80,038
Undistributed income carried forward - realized	<u>2,833,040</u>	<u>2,500,516</u>

The annexed notes 1 to 16 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 - STATE ENTERPRISE FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017**

	<u>Nine months period ended,</u>	
	<u>2017</u>	<u>2016</u>
Note	------(Unaudited)-----	
	-----Rupees in '000-----	
Net assets at the beginning of the period [Rs. 13.53 per unit (2015: Rs. 17.08 per unit)]	2,034,947	2,569,625
Net unrealised (diminution) in the value of investments classified as 'available for sale '	6.3 825,074	(781,416)
Gain on sale of investments-net	44,808	17,504
Other net income for the period after taxation	378,902	62,534
Total comprehensive income / (loss) for the period	1,248,784	(701,378)
Net assets at the end of the period [Rs. 21.83 per unit (2016: Rs. 12.42)]	<u>3,283,731</u>	<u>1,868,247</u>

The annexed notes 1 to 16 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 - STATE ENTERPRISE FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017**

	Nine months period ended,	
	2017	2016
	------(Unaudited)-----	
	-----Rupees in '000-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income for the period before taxation	423,710	80,038
Decrease / (increase) in assets		
Investments	11,742	14,190
Dividend and profit receivable	(4,572)	(51,417)
Receivable against sale of investments	-	37,343
	7,170	116
Increase / (decrease) in liabilities		
Payable to National Investment Trust Limited - Management Company	2,463	(2,112)
Payable to Central Depository Company of Pakistan Limited - Trustee	37	(17)
Payable to Securities and Exchange Commission of Pakistan	(98)	(2,236)
Accrued expenses and other liabilities	(376,070)	4,696
	(373,668)	331
Net cash generated from operating activities	<u>57,212</u>	<u>80,485</u>
Net (decrease) / increase in cash and cash equivalents during the period	<u>57,212</u>	<u>80,485</u>
Cash and cash equivalents at the beginning of the period	171,689	47,466
Cash and cash equivalents at the end of the period	<u><u>228,901</u></u>	<u><u>127,951</u></u>

The annexed notes 1 to 16 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 - STATE ENTERPRISE FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2017

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** The NIT - State Enterprise 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) on October 22, 2008 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the trust deed was executed on October 24, 2008.
- 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. Upto 30 June 2015, ninety percent of the units of the Fund were held by Management Company on behalf of the Government of Pakistan (GoP) in a fiduciary capacity. The title of 90 percent of the units were transferred in the name of GoP in the month of April 2015. Thereafter, 90 percent units are in the name of GoP and the remaining 10 percent units are in the name of the Management Company.
- 1.4** Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of "AM2+" to the Management Company.
- 1.5** The core objective of the Fund is to take advantage of market conditions, creating an opportunity for investors to achieve superior returns in the long run by acquiring a selection of equity securities of the Eligible Stocks and write Put Options in favour of foreign investors and / or local investors as may be allowed by the Securities and Exchange Commission of Pakistan, on the guarantee of the Government of Pakistan. The Eligible Stocks comprise of the following companies:
- National Bank of Pakistan
 - Kot Addu Power Company Limited
 - Pakistan State Oil Company Limited
 - Oil & Gas Development Company Limited
 - Pakistan Petroleum Limited
 - Sui Southern Gas Company Limited
 - Sui Northern Gas Pipelines Limited
 - Pakistan Telecommunication Company Limited
- 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, except for the following standards which became effective during the period.

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.

	Note	March 31,2017 (Unaudited)	June 30, 2016 (Audited)
-----Rupees in '000-----			
5 BANK BALANCES			
In current accounts		151	-
In saving accounts	5.1	228,750	171,689
		<u>228,901</u>	<u>171,689</u>

5.1 These represent balances with banks in saving accounts carrying rates ranging from 3.75% to 6.50% per annum (30 June 2016: 3.75% to 7.25% per annum).

		March 31,2017 (Unaudited)	June 30, 2016 (Audited)
-----Rupees in '000-----			
6 INVESTMENTS			
Available for sale			
Equity securities - listed		3,130,175	2,316,843
		<u>3,130,175</u>	<u>2,316,843</u>

6.1 Listed equity securities- available for sale

Shares of listed companies - Fully paid up ordinary shares of Rs 10 each unless otherwise stated

Name of the investee company	As at July 1, 2016	Purchases during the period	Bonus shares received during the period	Sales during the period	As at March 31, 2017	Carrying value as at March 31, 2017	Market value as at March 31, 2017	Market value as a percentage of net assets	Market value as a percentage of investments	Percentage of paid-up capital of the investee company held
-----Number of Shares-----						-----Rupees in '000-----		----- % -----		
COMMERCIAL BANKS										
National Bank of Pakistan Limited	5,666,578	-	-	75,000	5,591,578	172,078	417,523	12.71	13.34	0.27
	5,666,578	-	-	75,000	5,591,578	172,078	417,523	12.71	13.34	
ELECTRICITY										
Kot Addu Power Company Limited	892,784	-	-	110,000	782,784	29,569	62,787	1.91	2.01	0.10
	892,784	-	-	110,000	782,784	29,569	62,787	1.91	2.01	
OIL & GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited	483,655	-	-	-	483,655	54,908	204,838	6.24	6.54	0.18
Sui Northern Gas Pipelines Limited	5,458,067	-	-	345,000	5,113,067	73,661	729,993	22.23	23.32	0.86
Sui Southern Gas Company Limited	11,867,700	-	-	25,000	11,842,700	145,719	437,469	13.32	13.98	1.35
	17,809,422	-	-	370,000	17,439,422	274,288	1,372,300	41.79	43.84	
OIL & GAS EXPLORATION COMPANIES										
Oil & Gas Development Company Limited	7,131,972	-	-	-	7,131,972	354,897	1,057,743	32.21	33.79	0.17
Pakistan Petroleum Limited	1,279,879	-	-	-	1,279,879	101,752	198,266	6.04	6.33	0.06
	8,411,851	-	-	-	8,411,851	456,649	1,256,009	38.25	40.13	
TECHNOLOGY & COMMUNICATION										
Pakistan Telecommunication Company	1,333,103	-	-	-	1,333,103	14,677	21,556	0.66	0.69	0.04
	1,333,103	-	-	-	1,333,103	14,677	21,556	0.66	0.69	
	34,113,738	-	-	555,000	33,558,738	947,261	3,130,175	95.32	100.00	

6.2 Investments include securities with market value aggregating to Rs 594.270 million (June 30, 2016: Rs.566.120 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular No. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

	-----March 31-----	
	2017	2016
----- (Unaudited) -----		
-----Rupees in '000-----		
6.3 Net unrealised (diminution) on remeasurement of investments classified as 'available for sale'		
Market Value of Investments	3,130,175	2,126,939
Less: Carrying Value Net of Impairment	947,261	1,026,985
	2,182,914	1,099,954
Net unrealised appreciation in fair value of investments at the beginning of the period	1,357,840	1,881,370
Net unrealised appreciation / (diminution) during the period	825,074	(781,416)

	March 31,2017 (Unaudited)	June 30, 2016 (Audited)
-----Rupees in '000-----		
7 DIVIDEND & PROFIT RECEIVABLE		
Dividend Receivable	7,132	3,566
Profit Receivable on bank deposits	1,008	2
	<u>8,140</u>	<u>3,568</u>

	March 31,2017 (Unaudited)	June 30, 2016 (Audited)
-----Rupees in '000-----		
8 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - MANAGEMENT COMPANY		
On account of:		
- Management remuneration	8.1	5,687
- Sindh Sales Tax	8.2	740
- Allocation of expenses related to registrar services, accounting, operation and valuation services	8.3	293
	<u>6,720</u>	<u>4,257</u>

- 8.1 The Management Company has charged its remuneration at the rate of 2.0 percent per annum (30 June 2016: 2.0 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(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 COMPANY OF PAKISTAN LIMITED - TRUSTEE	March	June 30,
		31,2017 (Unaudited)	2016 (Audited)
		-----Rupees in '000-----	
	Trustee remuneration	111	77
	Sindh Sales Tax	14	11
		<u>125</u>	<u>88</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 & OTHER LIABILITIES	March	June 30,
		31,2017 (Unaudited)	2016 (Audited)
		-----Rupees in '000-----	
	Provision for Workers' Welfare Fund	-	388,781
	Provision for Sindh Workers' Welfare Fund	13,039	-
	Federal Excise Duty	60,746	60,746
	Auditors' remuneration	275	421
	Printing charges	-	75
	Brokerage	144	60
	Legal & professional charges	542	733
		<u>74,746</u>	<u>450,816</u>

- 10.1 The Finance Act, 2008 introduced amendments to the Workers' Welfare Fund (WWF) Ordinance, 1971 whereby the definition of industrial establishment was extended. The amendments were challenged at various levels and conflicting judgments were rendered by the Lahore High Court, Sindh High Court and Peshawar High Court. The Honourable Supreme Court of Pakistan vide its judgment dated 10 November 2016, has upheld the view of Lahore High Court and decided that WWF is not a tax and hence the amendments introduced through Finance Act, 2008 are ultra-vires to the Constitution. The Federal Board of Revenue has filed Civil Review Petitions in respect of above judgment with the prayer that the judgment dated 10 November 2016 passed in the Civil Appeal may kindly be reviewed in the interest of justice.

The Mutual Fund Association of Pakistan (MUFAP), after deliberating the position and obtaining advice from the legal counsel, decided that the provision for WWF held for the period from 1 January 2013 to 30 June 2015 should be reversed effective from 12 January 2017. Accordingly, the provision amounted to Rs.388.781 million has been reversed on 12 January 2017. This has resulted in an increase in NAV per unit of Rs.2.5846 on 31 March 2017.

Furthermore, the Sindh Revenue Board (SRB) had written to few mutual funds in January 2016 to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. MUFAP reviewed the issue and based on an opinion dated August 2016 decided that SWWF is not applicable on mutual funds as they are not financial institutions as required by SWWF Act, 2014. MUFAP wrote to SRB that mutual funds are not establishments and are pass through vehicles hence, they do not have any worker and no SWWF is payable by them. SRB responded back that as mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001, therefore SWWF is applicable on mutual funds. MUFAP has taken up this matter before the Sindh Finance Ministry to exclude mutual funds from SWWF.

MUFAP has also taken a legal opinion that SWWF, if applicable, can only be applied from the date of enactment of SWWF Act, 2014, i.e. 21 May 2015. Accordingly, on 12 January 2017, MUFAP as an abundant caution, has decided to provide for SWWF with effect from 21 May 2015, while the efforts to exclude mutual funds from SWWF continue. The provision made for SWWF is amounted to Rs. 13.039 million. This has resulted in a decrease in NAV per unit of Rs. 0.0867.

- 10.2 As per the requirement of Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company has been applied effective 13 June 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law.

The Honorable Sindh High Court (SHC) through its recent order dated 2 June 2016, in CPD-3184 of 2014 (and others) filed by various taxpayers, has interalia declared that Federal Excise Act 2005 (FED Act) is on services, other than shipping agents and related services, is ultra vires to the Constitution from 01 July 2011. However, the declaration made by the Honorable Court, as directed, will have affect in the manner prescribed in the judgment. The Sindh High Court in its decision dated 16 July 2016 in respect of constitutional petition filed by management companies of mutual funds maintained the previous order on the FED.

Sindh Revenue Board and Federal Board of Revenue have filed appeals before Honorable Supreme Court against the Sindh High Court's decision dated 2 June 2016. Therefore, 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. 73.779 million out of which Rs. 13.033 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 31 March 2017 would have been higher by Rs. 0.4905 per unit (30 June 2016: Rs. 0.0905 per unit). However, after the exclusion of the mutual funds from federal statute on FED from 1 July 2016, the Fund has discontinued making the provision in this regard.

CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2017

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

Securities and Exchange Commission of Pakistan (SECP) vide directive no. SCD/PRDD/Direction/18/2016 dated 20 July 2016, requires that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the period ended 31 March 2017 is 3.19% which include 1.01% representing government levy, Sindh Workers Welfare Fund and SECP fee.

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 the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 14.4 Details of the transactions with connected persons are as follows:

	Nine months period ended,		Three months period ended,	
	2017	2016	2017	2016
(Unaudited)				
-----Rupees in '000-----				
National Investment Trust Limited - Management Company				
Management fee expense for the period	39,920	31,652	15,908	8,994
Sindh Sales Tax on Management Fee	5,190	5,140	2,068	1,460
Federal Excise Duty on Management Company Remuneration	-	5,062	-	1,437
Allocation of expenses related to registrar services, accounting, operation and valuation services	2,002	654	803	486
Central Depository Company of Pakistan Limited - Trustee				
Trustee remuneration for the period	825	704	313	210
Sindh Sales Tax on Trustee remuneration of Trustee	107	98	40	29
Custodian charges	6	14	3	3
			March 31, 2017	June 30, 2016
			(Unaudited)	(Audited)
-----Rupees in '000-----				

14.5 Amounts outstanding as at period / year end

	March 31, 2017 (Unaudited)	June 30, 2016 (Audited)
-----Rupees in '000-----		
National Investment Trust Limited - Management Company		
Investment held in the Fund [Units held 15,041,965 (June 30, 2016: 15,041,965 units)]	328,366	203,518
Management Fee Payable	5,687	3,511
Sindh Sales Tax payable	740	571
Allocation of expenses related to registrar services, accounting, operation and valuation services	293	175
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	111	77
Custodian charges payable	14	11

15 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **April 28, 2017** by the Board of Directors of the Management Company.

16 GENERAL

Figures have been rounded off to the nearest thousand Rupees.

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

sd/-
Managing Director

sd/-
Director

sd/-
Director