

**NIT - STATE ENTERPRISE FUND  
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES  
AS AT MARCH 31, 2015**

	Note	March 31, 2015 (Unaudited) -----Rupees in '000-----	June 30, 2014 (Audited)
<b>Assets</b>			
Bank balances	5	247,918	141,595
Investments	6	3,134,455	6,348,058
Dividend and profit receivable	7	72,733	43,753
Receivable against sale of investments		-	418,073
<b>Total assets</b>		<b>3,455,106</b>	<b>6,951,479</b>
<b>Liabilities</b>			
Payable to National Investment Trust Limited - Management Company	8	6,293	17,413
Payable to Central Depository Company of Pakistan Limited - Trustee		107	426
Payable to Securities and Exchange Commission of Pakistan		3,001	15,279
Accrued expenses and other liabilities	9	435,916	410,815
<b>Total liabilities</b>		<b>445,317</b>	<b>443,933</b>
<b>Net assets</b>		<b>3,009,789</b>	<b>6,507,546</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>3,009,789</b>	<b>6,507,546</b>
<b>Contingencies and commitments</b>	10		
		(Number of units)	
<b>Number of units in issue</b>		<b>150,419,650</b>	<b>276,919,650</b>
		(Rupees)	
<b>Net assets value per unit</b>		<b>20.01</b>	<b>23.50</b>

The annexed notes 1 to 15 form an integral part of these financial statements.

**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 QUARTER ENDED MARCH 31, 2015**

	Note	Nine-months ended March 31,		Quarter ended March 31,	
		2015	2014	2015	2014
-----Rupees in '000-----					
<b>Income</b>					
Dividend income		148,159	414,165	71,013	164,197
Capital gains		1,250,538	3,791,480	52,170	1,149,971
Income from government securities		30,243	108,953	-	59,163
Profit on bank deposits		19,173	90,383	4,516	24,424
<b>Total income</b>		<b>1,448,113</b>	<b>4,404,981</b>	<b>127,699</b>	<b>1,397,755</b>
<b>Expenses</b>					
Remuneration of National Investment Trust Limited					
- Management Company		63,135	261,968	16,494	84,408
Sindh Sales tax on remuneration of Management Company		10,985	49,090	2,869	15,666
Federal excise duty on remuneration of Management Company		10,102	44,845	2,639	13,505
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,173	4,152	323	1,339
Annual fee - Securities and Exchange Commission of Pakistan		3,001	12,434	788	4,005
Custodian charges of Central Depository Company of Pakistan Limited		103	237	6	55
Settlement and bank charges		318	353	62	106
Amortisation of preliminary expenses and floatation costs		-	108	-	8
Auditors' remuneration		514	251	28	-
Printing charges		50	75	25	25
Legal and professional charges		54	75	-	27
Mutual Fund Rating Fee		211	165	-	-
<b>Total expenses</b>		<b>89,646</b>	<b>373,753</b>	<b>23,234</b>	<b>119,144</b>
<b>Net income from operating activities</b>		<b>1,358,467</b>	<b>4,031,228</b>	<b>104,465</b>	<b>1,278,611</b>
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net		(237,958)	(98,255)	-	-
Provision for Workers' Welfare Fund	9.1	(22,408)	(78,635)	(6,967)	(25,548)
<b>Net income before taxation</b>		<b>1,098,101</b>	<b>3,854,338</b>	<b>97,498</b>	<b>1,253,063</b>
Taxation	11	-	-	-	-
<b>Net income for the year</b>		<b>1,098,101</b>	<b>3,854,338</b>	<b>97,498</b>	<b>1,253,063</b>
<b>Earnings per unit - basic and diluted</b>		<b>5.92</b>	<b>28.48</b>	<b>0.65</b>	<b>9.78</b>
		<b>Rupees</b>			

The annexed notes 1 to 15 form an integral part of these financial statements.

**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 QUARTER ENDED MARCH 31, 2015**

	Note	Nine-months ended March 31,		Quarter ended March 31,	
		2015	2014	2015	2014
-----Rupees in '000-----					
-----Rupees in '000-----					
Net income for the period		<b>1,098,101</b>	3,854,338	<b>97,498</b>	1,253,063
<b>Other comprehensive income for the period</b>					
<b>Items to be reclassified to income statement in subsequent periods:</b>					
Net unrealised (diminution) on re-measurement of investments classified as 'available for sale'	6.4	<b>(1,993,201)</b>	(931,414)	(473,814)	(1,205,746)
<b>Total comprehensive income for the period</b>		<b><u>(895,100)</u></b>	<u>2,922,924</u>	<b><u>(376,316)</u></b>	<u>47,317</u>

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**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 ENDED MARCH 31, 2015**

	Nine-months ended March 31,	
	2015	2014
	-----Rupees in '000-----	
<b>Undistributed income brought forward - realised</b>	<b>1,318,956</b>	1,513,371
Final distribution through issue of bonus units for the year ended June 30, 2014: Nil [(2013: 6.46 per unit) (Date of distribution: 4 July 2013)]	-	(957,876)
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - amount representing income / (loss) that form part of unit holders' fund - net	<b>370,093</b>	(257,810)
Net income for the period	<b>1,098,101</b>	3,854,338
<b>Undistributed income carried forward - realised</b>	<b><u>2,787,150</u></b>	<b><u>4,152,023</u></b>

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**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 ENDED MARCH 31, 2015**

	Nine-months ended March 31,	
	2015	2014
	-----Rupees in '000-----	
Net assets at beginning of the period	<b>6,507,546</b>	17,689,013
Redemption of 126,500,000 units (2014: 30,003,128 units)	<b>(2,840,615)</b>	(3,741,618)
Issue of bonus units: Nil (2014: 12,807,087 units)	-	957,876
	<b>(2,840,615)</b>	(2,783,742)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net		
- amount representing loss transferred to income statement	<b>237,958</b>	98,255
	<b>237,958</b>	98,255
Unrealised (diminution) on re-measurement of investments classified as 'available for sale'	<b>(1,993,201)</b>	(931,414)
Capital gains	<b>1,250,538</b>	3,791,480
Other net (loss) / income for the period	<b>(152,437)</b>	62,858
<b>Total comprehensive income for the period</b>	<b>(895,100)</b>	2,922,924
Final distribution through issue of bonus units for the year ended June 30, 2014: Nil [(2013: 6.46 per unit) (Date of distribution: 4 July 2013)]	-	(957,876)
<b>Net assets at end of the period</b>	<b>3,009,789</b>	16,968,574

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**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 ENDED MARCH 31, 2015**

	Nine-months ended March 31,	
	2015	2014
	-----Rupees in '000-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	1,098,101	3,854,338
<b>Adjustments:</b>		
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	237,958	98,255
Amortisation of preliminary expenses and floatation costs	-	108
	<b>1,336,059</b>	3,952,701
<b>Decrease / (increase) in assets</b>		
Investments	1,220,402	1,130,478
Receivable against sale of investments	418,073	(363,232)
Dividend and profit receivable	(28,980)	289,618
	<b>1,609,495</b>	1,056,864
<b>Increase / (decrease) in liabilities</b>		
Payable to National Investment Trust Limited - Management Company	(11,120)	(2,761)
Payable to Central Depository Company of Pakistan Limited - Trustee	(319)	(36)
Payable to Securities and Exchange Commission of Pakistan	(12,278)	(6,854)
Accrued expenses and other liabilities	25,101	108,657
	<b>1,384</b>	99,006
<b>Net cash generated from operating activities</b>	<b>2,946,938</b>	5,108,571
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment against redemption of units	(2,840,615)	(3,741,618)
<b>Net cash used in financing activities</b>	<b>(2,840,615)</b>	(3,741,618)
<b>Net decrease in cash and cash equivalents during the period</b>	<b>106,323</b>	1,366,953
Cash and cash equivalents at beginning of the year	141,595	633,012
<b>Cash and cash equivalents at end of the period</b>	<b>247,918</b>	1,999,965

The annexed notes 1 to 15 form an integral part of these financial statements.

**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 STATEMENTS  
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2015**

**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. The constitutive document of the Fund is yet to be amended by the Management Company to categorise the Fund in accordance with the requirements of Circular 7 of 2009 dated 6 March 2009.
- 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 2013 it was disclosed that all units of the Fund are owned by the management company. Based on the decision of the Board of Directors dated 31 March 2014, ninety percent of the units of the Fund owned by the Management Company are to be distributed from inception as units by the Management Company on behalf of the GoP in a fiduciary capacity.
- 1.4 Pakistan Credit Rating Agency Limited (PACRA) has assigned a "2-star" rating to the Fund based on the performance during the twelve months ended June 30, 2014 and "2-star" long-term rating based on the performance during the thirty six months and forty eight months ended June 30, 2014. 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 PRESENTATION**

**2.1 Statement of compliance**

This condensed interim financial information of the company for the nine months period ended March 31, 2015 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 Regulations) Rules, 2003 (The NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). In case where requirements differ, the provision of or directives issued under the Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

**2.2 Investment held by the Sponsor in the Fund 150,419,650 units held**

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 financial statements of the Fund as at and for the year ended 30 June 2014.

- 2.3 This condensed interim financial information is being submitted to the unit holders as required under Regulation 38 (g) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations).

**2.4 Functional and presentation currency**

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest thousand of rupees except otherwise stated.

### 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed for the preparation of information are the same as those applied in preparing the financial statements as at and for the year ended 30 June 2014.

### 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 financial statements as at and for the year ended 30 June 2014.

### 4 FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended 30 June 2014.

5 BANK BALANCES	Note	March 31, 2015	June 30, 2014
		(Unaudited)	(Audited)
		-----Rupees in '000-----	
In current accounts		153	261
In saving accounts	5.1	247,765	141,334
		<u>247,918</u>	<u>141,595</u>

5.1 These accounts carry return at rates ranging from 7% to 10.35% per annum (30 June 2014: 7% to 9.6% per annum).

6 INVESTMENTS	Note	March 31, 2015	June 30, 2014
		(Unaudited)	(Audited)
		-----Rupees in '000-----	
<b>Available for sale</b>			
Listed equity securities		3,134,455	5,892,478
Government securities	6.1	-	455,580
	6.2	<u>3,134,455</u>	<u>6,348,058</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 01 July 2014	Purchases during the year	Bonus shares received during the year	Sales during the year	As at 31 March 2015	Cost/Carrying value as at 31 March 2015	Market value as at 31 March 2015	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)				
<b>Oil and Gas</b>											
Oil & Gas Development Company.	10,303,272	-	-	2,588,400	7,714,872	383,903	1,400,481	46.53%	44.68%	0.18	
Pakistan Petroleum Ltd.	2,332,479	-	-	724,200	1,608,279	127,861	248,753	8.26%	7.94%	0.08	
Pakistan State Oil Company Ltd.	692,555	-	-	-	692,555	78,624	238,516	7.92%	7.61%	0.25	
	<u>13,328,306</u>	-	-	<u>3,312,600</u>	<u>10,015,706</u>	<u>590,388</u>	<u>1,887,749</u>	<u>62.72%</u>	<u>60.23%</u>		
<b>Fixed Line</b>											
<b>Telecommunication</b>											
Pakistan Telecommunication Company Ltd.	1,333,103	-	-	-	1,333,103	14,677	28,075	0.93%	0.90%	0.04	
	<u>1,333,103</u>	-	-	-	<u>1,333,103</u>	<u>14,677</u>	<u>28,075</u>	<u>0.93%</u>	<u>0.90%</u>		
<b>Electricity</b>											
Kot Addu Power Company Ltd.	7,119,784	-	-	4,324,500	2,795,284	105,589	217,417	7.22%	6.94%	0.32	
	<u>7,119,784</u>	-	-	<u>4,324,500</u>	<u>2,795,284</u>	<u>105,589</u>	<u>217,417</u>	<u>7.22%</u>	<u>6.94%</u>		
<b>Gas, Water and Multiutilities</b>											
Sui Northern Gas Pipelines Ltd.	10,058,567	-	-	3,535,500	6,523,067	93,975	150,748	5.01%	4.81%	1.03	
Sui Southern Gas Company. Ltd.	19,641,700	-	-	5,749,000	13,892,700	170,943	515,141	17.12%	16.43%	1.58	
	<u>29,700,267</u>	-	-	<u>9,284,500</u>	<u>20,415,767</u>	<u>264,918</u>	<u>665,889</u>	<u>22.12%</u>	<u>21.24%</u>		
<b>Banks</b>											
National Bank of Pakistan	16,160,578	-	-	9,531,000	6,629,578	204,022	335,324	11.14%	10.70%	0.31	
	<u>16,160,578</u>	-	-	<u>9,531,000</u>	<u>6,629,578</u>	<u>204,022</u>	<u>335,324</u>	<u>11.14%</u>	<u>10.70%</u>		
	<u>67,642,038</u>	-	-	<u>26,452,600</u>	<u>41,189,438</u>	<u>1,179,593</u>	<u>3,134,455</u>	<u>104.14%</u>	<u>100.00%</u>		

#### 6.2 Government Securities - Market Treasury Bills

Issue date	Tenor	Face value				Balance as at 31 March 2015		Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2014	Purchases during the year	Sales / matured during the year	As at 31 March 2015	Book value	Market value		
-----Rupees in '000-----									
<b>Market Treasury Bills</b>									
17 Apr 2014	03 Months	35,000	-	35,000	-	-	-	-	-
15 May 2014	03 Months	425,000	-	425,000	-	-	-	-	-
24 Jul 2014	03 Months	-	600,000	600,000	-	-	-	-	-
07 Aug 2014	03 Months	-	1,000,000	1,000,000	-	-	-	-	-
04 Sep 2014	03 Months	-	200,000	200,000	-	-	-	-	-
		<u>460,000</u>	<u>1,800,000</u>	<u>2,260,000</u>	-	-	-	-	-

6.3 Investments include securities with market value aggregating to Rs 746.640 million (30 June 2014: Rs.989,990 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-----	
		2015	2014
		----- (Unaudited)-----	
		-----Rupees in '000-----	
<b>6.4</b>	<b>Unrealised (diminution) / appreciation on re-measurement of investments classified as 'available for sale' - net</b>		
	Market value of investments	3,134,455	15,243,729
	Less: Carrying value of investments - net of impairment	1,179,593	7,412,933
		<u>1,954,862</u>	<u>7,830,796</u>
	Less: Unrealised appreciation in fair value of investments at the beginning of year - net	3,948,063	8,762,210
		<u>(1,993,201)</u>	<u>(931,414)</u>
		<u>March 31, 2015</u>	<u>June 30, 2014</u>
		<u>(Unaudited)</u>	<u>(Audited)</u>
		-----Rupees in '000-----	
<b>7</b>	<b>DIVIDEND AND PROFIT RECEIVABLE</b>		
	Dividend receivable	71,013	25,563
	Profit receivable on bank deposits	1,720	18,190
		<u>72,733</u>	<u>43,753</u>
<b>8</b>	<b>PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - MANAGEMENT COMPANY</b>		
	Management remuneration	4,338	14,687
	Sindh Sales Tax	1,955	2,726
		<u>6,293</u>	<u>17,413</u>
<b>9</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
	Provision for Workers' Welfare Fund	9.1 383,983	361,575
	Federal Excise Duty	9.2 51,514	41,413
	Auditors' remuneration	260	347
	Printing charges	25	25
	Brokerage	40	7,332
	Others	93	123
		<u>435,915</u>	<u>410,815</u>

- 9.1** 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.

During the year ended June 30, 2011, 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.

During the year ended June 30, 2012, 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, had declared the said amendments as unlawful and unconstitutional. In March 2013, a larger bench of the Sindh High Court (SHC) passed an order declaring that the amendments introduced in the WWF Ordinance, 1971 through the Finance Act 2006 and 2008 respectively do not suffer from any constitutional or legal infirmity. However, the Honourable High Court of Sindh has not addressed the other amendments made in the WWF Ordinance 1971 about applicability of WWF to the CISs which is still pending before the Court. Without prejudice to the above, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 383.983 million (including Rs 22.408 million for the current period) in these financial statements. Had the same not been made the net asset value per unit of the Fund would have been higher by Rs 2.55 per unit.

- 9.2** As per 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 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 matter has been taken up collectively by the mutual Fund Association of Pakistan where various options are being considered. The High court of Sindh in its order dated 09 September 2013 granted stay to the various funds for the recovery of FED. As a matter of abundant caution, the Management Company has made a provision with effect from 13 June 2013, aggregating to Rs. 51.514 million. Had the provision not been made, the net assets value (NAV) per unit of the Fund as at 31 March 2015 would have been higher by Rs. 0.34 per unit.

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2015 (June 30, 2014: Nil).

## 11 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 current year as reduced by capital gains, whether realised or unrealised, to its unit holders.

## 12 EARNINGS PER UNIT - BASIC AND DILUTED

	------(Unaudited)-----			
	Nine months ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
	-----Rupees in '000-----			
Net income for the year after taxation	<u>1,098,101</u>	<u>3,854,338</u>	<u>97,498</u>	<u>1,253,063</u>
	-----			
	Number of units			
Weighted average number of units outstanding during the period	<u>185,478,258</u>	<u>135,342,000</u>	<u>150,419,650</u>	<u>128,172,157</u>
	-----			
	-----Rupees per unit-----			
Earnings per unit	<u>5.92</u>	<u>28.48</u>	<u>0.65</u>	<u>9.78</u>

## 13 TRANSACTIONS WITH CONNECTED PERSONS

13.1 Connected persons include National Investment Trust Limited, other collective investment schemes managed by the Management Company and directors and officers of the Management Company and the Trustee.

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

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

13.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the Trust Deed.

13.5 Details of transactions with connected persons are as follows

	Nine months ended March 31,		Quarter ended March 31,	
	2015	2014	2015	2014
	------(Unaudited)-----			
	-----Rupees in '000-----			
Issue of bonus units: Nil (2014: 8,488,797 units)	-	957,876	-	-
Redemption of 126,500,000 units (2014: 30,003,128 units)	<b>2,840,615</b>	3,741,618	-	1,514,931
Remuneration of the Management Company	<b>63,135</b>	261,968	<b>16,494</b>	84,408
Sindh Sales Tax on Management remuneration	<b>10,985</b>	49,090	<b>2,869</b>	15,666
Federal Excise Duty on Management remuneration	<b>10,102</b>	44,845	<b>2,639</b>	13,505
<b>Central Depository Company of Pakistan Limited - Trustee</b>				
Remuneration	<b>1,173</b>	12,434	<b>323</b>	4,005
Custodian charges	<b>103</b>	237	<b>6</b>	55

## 12.5 Amounts outstanding as at period end

	March 31, 2015 (Unaudited)	June 30, 2014 (Audited)
	-----Rupees in '000-----	
<b>National Investment Trust Limited - Management Company</b>		
Investment held by the Sponsor in the Fund 150,419,650 units held (June 30, 2014: 276,919,650 units)	<b>3,009,789</b>	6,507,546
Management remuneration payable	<b>4,338</b>	14,687
Sindh Sales Tax payable	<b>1,955</b>	2,726
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	<b>104</b>	243
Custodian charges payable	<b>3</b>	183

## 14 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on **April 16, 2015** by the Board of Directors of the Management Company.

## 15 GENERAL

15.1 Figures have been rounded off to the nearest thousand Rupees.

For National Investment Trust Limited  
(Management Company)

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Director