



**NIT Islamic Equity Fund
Condensed Interim Financial
Statements (Unaudited)
for the quarter ended
30 September 2019**

**NIT ISLAMIC EQUITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2019**

	Note	September 30, 2019 (Unaudited)	June 30, 2019 (Audited)
-----Rupees in '000-----			
ASSETS			
Bank balances	4	119,717	180,232
Investments	5	2,646,422	2,922,233
Dividend and profit receivables	6	40,324	3,101
Preliminary expenses and flotation costs		630	877
Security deposits		2,600	2,600
Total assets		2,809,693	3,109,043
LIABILITIES			
Payable to National Investment Trust Limited - Management Company	7	13,867	16,821
Payable to Central Depository Company of Pakistan Limited - Trustee	8	334	378
Payable to Securities and Exchange Commission of Pakistan	9	128	3,454
Payable against redemption of units		2,515	-
Accrued expenses and other liabilities	10	43,985	42,437
Dividend Payable		518	127
Total liabilities		61,347	63,217
NET ASSETS		2,748,346	3,045,826
Unit holders' fund (as per statement attached)		2,748,346	3,045,826
Contingencies and commitments	11		
		(Number of units)	
Number of units in issue		410,819,787	412,041,898
		-----Rupees-----	
Net asset value per unit		6.69	7.39

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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


Managing Director


Director


Director


Chief Financial Officer

**NIT ISLAMIC EQUITY FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

Note	September 30	
	2019	2018
	------(Unaudited)-----	
	-----Rupees in '000-----	
INCOME		
Dividend income	38,866	38,549
Gain on sale of investments-net	-	136
Net unrealised (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.3 (2,683)	(2,413)
Mark-up/return on bank deposits	2,797	6,737
	38,980	43,009
EXPENSES		
Remuneration of National Investment Trust Limited -Management Company	7.1 13,527	20,394
Sindh sales tax on remuneration of Management Company	7.2 1,758	2,651
Selling and Marketing Expenses	7.4 923	-
Trustee Fee- Central Depository Company of Pakistan Limited	928	1,272
Sindh Sales Tax on Remuneration of Trustee	8.1 121	165
Annual fee - Securities and Exchange Commission of Pakistan	135	968
Allocation of expenses related to registrar services, accounting, operation and valuation services	7.3 679	1,022
Central Depository Charges	3	8
Securities transaction costs	-	135
Settlement and bank charges	-	24
Auditors' Remuneration	179	150
Amortization of preliminary expenses and floatation costs	252	252
Shariah advisory fee	166	162
Charity expenses	903	477
	19,602	27,680
Net income from operating activities	19,378	15,329
Provision for Sindh Workers' Welfare Fund	10.1 (388)	(298)
Net income for the period before taxation	18,990	15,031
Taxation	-	-
Net income for the period	18,990	15,031
Allocation of net loss for the period after taxation		
Net (loss) for the period	18,990	15,031
Income already paid on units redeemed	(140)	(91)
	18,850	14,940
Accounting income available for distribution:		
-Relating to capital gains	-	31
-Excluding capital gains	18,850	14,909
	18,850	14,940

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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


Managing Director


Director


Director


Chief Financial Officer

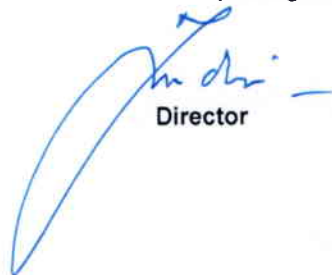
**NIT ISLAMIC EQUITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	Note	September 30	
		2019	2018
		------(Unaudited)-----	
		-----Rupees in '000-----	
Net income for the period		18,990	15,031
Other comprehensive (loss) / income			
Items that will not be reclassified to income statement			
Loss / gain on sale of investments classified as 'fair value through other comprehensive income' (FVOCI)		(18,060)	12,375
Net unrealised (diminution) on re-measurement of investments classified as 'fair value through other comprehensive income'(FVOCI)	5.4	(215,572)	(183,102)
Changes in fair value through other comprehensive income (FVOCI)		(233,632)	(170,727)
Total comprehensive (loss) for the period		(214,642)	(155,696)

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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


Managing Director


Director


Director


Chief Financial Officer

NET ISLAMIC EQUITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019

	SEPTEMBER 30,							
	2019				2018			
	Value	Undistributed income	Unrealised appreciation / (diminution) 'at fairvalue through other comprehensive income' investments	Total	Value	Undistributed income	Unrealised appreciation / (diminution) 'at fairvalue through other comprehensive income' investments	Total
(Unaudited)								
Net assets at the beginning of the period	4,124,655	(63,010)	(1,015,819)	3,045,826	4,192,974	(70,949)	11,698	4,133,723
Issue of 14,671,752 units (2018: 13,411,200 units)								
Value	105,637			105,637	130,808			130,808
Element of (loss) / income	(9,076)			(9,076)	140			140
Amount received on issuance of units	96,561			96,561	130,948			130,948
Issue of 111,054 units in lieu of refund of capital	809			809				
Redemption of 22,706,678 units (2018: 22,833,257 units)								
Value	(163,488)			(163,488)	(226,008)			(226,008)
Element of income / (loss)	13,328	(140)		13,188		(91)		(91)
Amount paid / payable on redemption of units	(150,160)	(140)		(150,300)	(226,008)	(91)		(226,099)
Total comprehensive income / (loss) for the period		18,990	(233,632)	(214,642)		15,031	(170,727)	(155,696)
Issue of 6,701,761 units under CIP (2018: Nil units)	48,387			48,387				
Final distribution for the year ended June 30, 2019: Rs 0.19 per unit [(Date of Distribution: 5 July 2019)](2018: Nil)		(77,486)		(77,486)				
Refund of Capital	(809)			(809)				
Net assets at the end of the period	4,119,443	(121,646)	(1,249,451)	2,748,346	4,097,914	(56,009)	(159,029)	3,882,876
Undistributed income brought forward -realized		(63,010)				(70,949)		
-Realized								
-Unrealized								
		(63,010)				(70,949)		
Accounting income available for distribution								
-Relating to capital gains						31		
-Excluding capital gains	18,850			18,850	14,909			14,940
Final distribution for the year ended June 30, 2019: Rs 0.19 per unit [(Date of Distribution: 5 July 2019)](2018: Nil)		(77,486)		(77,486)				
Accumulated (loss) carried forward -realized		(121,646)				(56,009)		
Accumulated (loss) carried forward comprising								
-Realized		(118,963)				(56,009)		
-Unrealized		(2,683)						
		(121,646)				(56,009)		
Net assets value per unit at beginning of the period					(Rupees) 7.39			(Rupees) 9.91
Net assets value per unit at end of the period					6.69			9.52

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.


Managing Director


Director

For National Investment Trust Limited
(Management Company)


Director


Chief Financial Officer

**NIT ISLAMIC EQUITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	2019	2018
	-----Rupees in '000-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	18,990	15,031
Adjustments:		
Amortization of preliminary expenses and flotation costs	252	252
	<u>19,242</u>	<u>15,283</u>
(Increase) / decrease in assets		
Investments	42,179	(21,347)
Advance against IPO subscription	-	6,350
Dividend and other receivables	(37,223)	(25,061)
	4,956	(40,058)
Increase / (decrease) in liabilities		
Payable to National Investment Trust Limited ' - Management Company	(2,954)	(585)
Payable to Central Depository Company of Pakistan Limited - Trustee	(44)	(28)
Fee payable to Securities and Exchange Commission of Pakistan	(3,326)	(3,154)
Payable against redemption of units	2,515	2,838
Payable against purchase of investments	-	(21,766)
Accrued expenses and other liabilities	1,548	97
	(2,261)	(22,598)
Net cash flow (used in) / generated from operating activities	<u>21,937</u>	<u>(47,373)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on sales of units	96,556	130,948
Payment against redemption of units	(150,300)	(226,099)
Dividend paid	(28,708)	(55)
Net cash flow (used in) / generated financing activities	<u>(82,452)</u>	<u>(95,206)</u>
Net (decrease) in cash and cash equivalents during the period	<u>(60,515)</u>	<u>(142,579)</u>
Cash and cash equivalents at the beginning of the period	180,232	460,460
Cash and cash equivalents as at the end of the period	<u><u>119,717</u></u>	<u><u>317,881</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)**


Managing Director


Director


Director


Chief Financial Officer

NIT ISLAMIC EQUITY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The NIT Islamic Equity 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 as trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan on 03 February 2015 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the trust deed was executed on 24 February 2015. the fund is categorized as an Equity Scheme as per the criteria for categorisation of open and 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 end mutual fund and is listed on Pakistan Stock Exchange (PSX). Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4 The objective of the Fund is to invest in the equity market when there is an opportunity to invest the funds in a gainful manner and such investment is for the benefit of the fund based on long term perspective to provide the unit holders safe and halal income on their investment. Under the Trust Deed all conducts and acts of the fund are based on Shariah. The management company has appointed Mufti Zeeshan Ali Aziz as Shariah Advisor to the NIT Islamic Equity Fund to ensure that the activities of the fund are in compliance with the Principles of Shariah.
- 1.5 Pakistan Credit Rating Agency Limited (PACRA) 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

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 Act, 2017 along with part and the requirements VIIIA of the repealed Companies Ordinance, 1984 and the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (the NBFC Regulations). Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations have been followed.

- 2.1.1 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 2019.
- 2.1.2 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

4.1 The accounting policies adopted and the methods of computation of the of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

4.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements of the Fund as at and for the year ended June 30, 2019. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2019.

4 BANK BALANCES

These represent balances with banks in savings accounts carrying mark-up rates ranging from 2.40 % to 14.50 % per annum. (30 June 2019: 2.40% to 10.25 % per annum)

5	INVESTMENTS	September 30,	June 30, 2019	
		2019		
		(Unaudited)	(Audited)	
		-----Rupees in '000-----		
	At fair value through profit or loss			
	Investment in Listed equity securities	6.1	21,581	24,264
	At fair value through other comprehensive income			
	Investment in Listed equity securities	6.2	2,624,842	2,897,969
			<u>2,646,423</u>	<u>2,922,233</u>

5.1- Investment - at fair value through profit or loss -Listed Equity Securities

Name of Investee Companies	As at 01 July 2019	Purchases during the period	Bonus shares received during the period	Right shares purchased/ subscribed during the period	Sale during the period	As at September 30, 2019	Cost/ Carrying value as at September 30, 2019	Market Value as at September 30, 2019	Market Value as a percentage of Net Assets	Market Value as a percentage of Investment	Percentage of paid-up capital of the investee company held
TEXTILE COMPOSITE											
Nishat Mills Limited	-	98,500	-	-	-	98,500	9,194	8,274	0.30	38.34	0.03
		98,500				98,500	9,194	8,274	0.30	38.34	
CEMENT											
Pioneer Cement Limited	-	150,000	-	-	-	150,000	3,398	2,870	0.10	13.30	0.07
		150,000				150,000	3,398	2,870	0.10	13.30	
POWER GENERATION & DISTRIBUTION											
Hub Power Company Limited	-	95,281	-	-	-	95,281	7,503	6,741	0.25	31.24	0.01
		95,281				95,281	7,503	6,741	0.25	31.24	
OIL & GAS MARKETING COMPANIES											
Sui Northern Gas Pipeline Limited	-	60,000	-	-	-	60,000	4,169	3,696	0.13	17.13	0.01
		60,000				60,000	4,169	3,696	0.13	17.13	
Grand Total		403,781				403,781	24,264	21,581	0.79	100	

5.2- Investments- at fair value through other comprehensive income

Name of Investee Companies	As at 01 July 2019	Purchases during the period	Bonus shares received during the period	Right shares purchased/ subscribed during the period	Sale during the period	As at September 30, 2019	Cost/ Carrying value as at September 30, 2019	Market Value as at September 30, 2019	Market Value as a percentage of Net Assets	Market Value as a percentage of Investment	Percentage of paid-up capital of the investee company held
COMMERCIAL BANKS											
Meezan Bank Limited	873,272	-	-	-	-	873,272	39,928	62,911	2.29	2.40	0.11
	873,272					873,272	39,928	62,911	2.29	2.40	
TEXTILE COMPOSITE											
Nishat Mills Limited	355,100	-	-	-	-	355,100	50,053	29,828	1.09	1.14	0.10
	355,100					355,100	50,053	29,828	1.09	1.14	
SUGAR & ALLIED INDUSTRIES											
Habib Sugar Mills Limited	-	-	-	-	-	-	-	-	-	-	-
D. G Khan Cement Co. Limited	1,599,000	-	-	-	-	1,599,000	182,528	77,296	2.81	2.94	0.36
Fauji Cement Company Limited	2,603,500	-	-	-	-	2,603,500	59,490	34,887	1.27	1.33	0.20
Lucky Cement Limited	616,450	10,000	-	-	53,100	573,350	340,483	196,180	7.14	7.47	0.18
	5,304,850	10,000			53,100	5,261,750	638,164	322,035	11.72	12.27	
REFINERY											
National Refinery Limited	39,200	-	-	-	-	39,200	16,624	4,490	0.16	0.17	0.05
	39,200					39,200	16,624	4,490	0.16	0.17	
POWER GENERATION & DISTRIBUTION											
Hub Power Company Limited	2,691,603	-	-	-	-	2,691,603	262,336	190,431	6.93	7.25	0.23
	2,691,603					2,691,603	262,336	190,431	6.93	7.25	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Co. Limited	496,212	-	-	-	-	496,212	136,606	78,148	2.84	2.98	0.13
Sui Northern Gas Pipelines Limited	984,100	-	-	-	-	984,100	108,039	60,621	2.21	2.31	0.16
Sui Southern Gas Co. Limited	1,784,000	-	-	-	-	1,784,000	64,717	30,147	1.10	1.16	0.20
	3,244,312					3,244,312	310,362	168,916	6.15	6.44	
OIL & GAS EXPLORATION COMPANIES											
Oil & Gas Development Company	2,650,700	-	-	-	85,000	2,565,700	379,253	318,119	11.57	12.12	0.06
Mari Petroleum Company Limited	108,000	-	-	-	-	108,000	150,048	97,109	3.53	3.70	0.09
Pakistan Oilfields Limited	462,020	-	-	-	15,000	447,020	197,429	169,823	6.18	6.47	0.16
Pakistan Petroleum Limited	2,087,700	15,000	-	-	90,000	2,012,700	326,404	273,788	9.96	10.43	0.09
	5,308,420	15,000			170,000	5,153,420	1,053,133	858,838	31.25	32.72	
ENGINEERING											
Crecent Steel And Allied Products Limited	23,300	-	-	-	-	23,300	2,124	1,011	0.04	0.04	0.03
International Industries Limited	119,300	-	11,930	-	-	131,230	31,389	9,098	0.33	0.35	0.11
International Steels Limited	925,100	-	-	-	-	925,100	116,059	36,763	1.34	1.40	0.21
Amreli Steel Limited	100,500	-	-	-	-	100,500	5,126	2,192	0.08	0.08	0.03
	1,188,200		11,930			1,180,130	154,698	49,065	1.79	1.87	
AUTOMOBILE ASSEMBLER											
Honda Atlas Cars Limited	102,900	-	-	-	-	102,900	32,557	13,650	0.50	0.52	0.07
Indus Motor Company Limited	97,870	1,700	-	-	-	99,570	129,063	98,222	3.50	3.67	0.13
Millat Tractors Limited	33,580	-	-	-	-	33,580	30,336	23,503	0.86	0.90	0.08
Pak Suzuki Motor Company Limited	10,700	-	-	-	-	10,700	4,740	1,718	0.06	0.07	0.01
	245,050	1,700				246,750	196,697	135,094	4.92	5.15	
AUTOMOBILE PARTS & ASSEMBLER											
Agriauto Industries Limited	150,000	-	-	-	-	150,000	38,340	24,000	0.87	0.91	0.52
General Tyre And Rubber Company Of Pakistan Limited	190,520	-	-	-	-	190,520	21,271	8,676	0.32	0.33	0.18
Thal Limited	136,800	-	-	-	-	136,800	51,474	32,638	1.19	1.24	0.17
	477,320					477,320	111,085	65,314	2.38	2.49	
CABLE & ELECTRIC GOODS											
Pak Elektron Limited	1,426,500	-	-	-	-	1,426,500	49,676	24,022	0.87	0.92	0.29
Pakistan Cables Limited	256,750	-	-	-	-	256,750	53,459	25,932	0.94	0.99	0.90
	1,683,250					1,683,250	103,135	49,954	1.82	1.90	
FERTILIZER											
Dawood Hercules Corporation Limited	48,000	-	-	-	-	48,000	5,825	5,808	0.21	0.22	0.01
Engro Corporation Limited	605,110	-	-	-	-	605,110	162,747	181,498	5.88	6.15	0.12
Engro Fertilizer Limited	1,507,000	-	-	-	-	1,507,000	86,638	102,823	3.74	3.92	0.11
Fatima Fertilizer Company	609,500	-	-	-	-	609,500	22,800	16,864	0.61	0.63	0.03
Fauji Fertilizer Company Limited	680,600	-	-	-	-	680,600	54,854	63,318	2.30	2.41	0.05
	3,450,210					3,450,210	332,865	350,108	12.74	13.34	
PHARMACEUTICALS											
Abbot Laboratories (Pakistan) Limited	61,950	-	-	-	-	61,950	43,809	21,799	0.79	0.83	0.06
AGP Limited	100,000	-	-	-	-	100,000	8,000	6,480	0.24	0.25	0.04
Ferozsons Laboratories Limited	103,850	-	-	-	10,000	93,850	18,275	11,675	0.42	0.44	0.31
Glaxosmithkline (Pak) Limited	388,900	-	-	-	-	388,900	79,260	37,404	1.36	1.43	0.12
Glaxosmithkline Consumer Health Care Pak. Limited	35,370	-	-	-	-	35,370	-	7,417	0.09	0.28	0.04
Searle Pakistan Limited	505,160	-	-	-	-	505,160	158,180	89,823	2.54	2.66	0.27
	1,195,230				10,000	1,185,230	307,525	154,479	5.44	5.89	
PAPER & BOARD											
Packages Limited	214,800	-	-	-	-	214,800	128,729	64,225	2.34	2.45	0.24
	214,800					214,800	128,729	64,225	2.34	2.45	
LEATHER & TANNERIES											
Bata Pakistan Limited	5,120	-	-	-	-	5,120	9,728	6,144	0.22	0.23	0.07
Service Industries Limited	104,587	-	-	-	-	104,587	78,125	56,315	2.05	2.15	0.70
	109,707					109,707	88,853	62,459	2.27	2.38	
FOODS & PERSONAL CARE PRODUCTS											
Engro Foods Limited	100,600	-	-	-	-	100,600	8,079	5,264	0.19	0.20	0.01
At-Tahur Limited	458,326	-	-	-	-	458,326	9,625	7,104	0.26	0.27	0.41
Mitchell'S Fruit Farms Limited	32,550	-	-	-	-	32,550	8,626	7,340	0.27	0.28	0.41
Shezan International Limited	85,085	-	-	-	-	85,085	38,716	35,988	1.35	1.41	0.97
	676,561					676,561	65,045	56,695	2.06	2.16	
Grand Total	27,037,085	28,700	11,930			27,037,085	3,856,233	2,624,842	95.32	100.00	

5.2.1 Investments include shares with market value of Rs. 144.643 million (30 June 2019: Rs 152.470 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

5.2.2 All Shares have a nominal face value of Rs. 10 each except for shares of Agriaautos Industries Limited and Thal Limited which have a face value of Rs. 5.

5.3 Net unrealised (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

Market value of investments

Less: Carrying value of investments

September 30	
2019	2018
------(Unaudited)-----	
-----Rupees in '000-----	
21,581	56,592
(24,264)	(59,005)
<u>(2,683)</u>	<u>(2,413)</u>

5.4 Net unrealised (diminution) on re-measurement of investments classified as 'at fair value through other comprehensive income'

Market value of investments

Less: Carrying value of investments

Less: Net unrealised (diminution) in the fair value of investments at the beginning of the period

September 30	
2019	2018
------(Unaudited)-----	
-----Rupees in '000-----	
2,624,842	3,529,998
3,856,233	3,701,402
<u>(1,231,391)</u>	<u>(171,404)</u>
1,015,819	(11,698)
<u>(215,572)</u>	<u>(183,102)</u>

5.5 Finance Act 2014 has introduced tax on bonus shares issued by the Companies. Most Equity Funds including NI(UT) Fund have challenged the applicability of withholding tax provision on bonus shares before Honorable High Court of Sindh ("the Court") on various legal grounds and have sought relief from the Court. The Court, in its order dated 25 November 2014, has granted interim relief by passing the restraining order whereby the Defendants, (issuers of the Bonus shares) have refrained from deducting and /or transferring 5% withholding tax on Bonus shares issued by them.

As an abundant caution, The Fund has made payments which is equivalent to 5% value of the respective bonus shares, determined on the basis of day-end price on the first day of book closure. These payments have been recorded as part of cost of respective investments. Detail is as follows.

	5% (No. of Bonus shares)	Market value as on 30 September 2019	Payment made to the investee companies
		-----Rupees in '000-----	
Searle Pakistan Limited*	4,947	684	2,485
Searle Pakistan Limited**	1,329	184	-
Pakistan State Oil Company Limited**	4,748	748	-
Searle Pakistan Limited**	3,755	519	-
		<u>2,134</u>	<u>2,485</u>

* Searle Pakistan Limited has not released the bonus shares and retained the payment due to court order.

** Searle Pakistan Limited and Pakistan State Oil Company Limited has not demanded the payment due to filing of petition by the Fund and have not released the shares due to court order.

6 DIVIDEND & PROFIT RECEIVABLES

Dividend Receivable

Profit receivable on saving accounts

September 30, 2019	June 30, 2019
(Unaudited) (Audited)	
-----Rupees in '000-----	
38,877	2,068
1,447	1,033
<u>40,324</u>	<u>3,101</u>