

NIT – Equity Market Opportunity Fund

Condensed Interim Financial
Statements for The Half Year
Ended December 31, 2023

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TRUSTEE REPORT TO THE UNIT HOLDERS

NIT-EQUITY MARKET OPPORTUNITY FUND

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of NIT-Equity Market Opportunity Fund (the Fund) are of the opinion that National Investment Trust Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 27, 2024

DRAFT INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS' OF NIT – EQUITY MARKET OPPORTUNITY FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NIT – Equity Market Opportunity Fund** (the Fund) as at **December 31, 2023**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial statement for the six months' period ended **December 31, 2023** (here-in-after referred to as the 'condensed interim financial statements'). **National Investment Trust Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months' period ended December 31, 2023.

The condensed interim financial statements for the six months' period ended December 31, 2022 and the annual financial statements of the Fund for the year ended June 30, 2023 were audited by another firm of chartered accountants, whose review report dated February 28, 2023 and audit report dated September 30, 2023, expressed an unmodified opinion respectively.

The engagement partner on the review resulting in this independent auditor's review report is Mr. Arif Nazeer.

Chartered Accountants

Place: Karachi

Date:


UDIN:

**NIT - EQUITY MARKET OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023**

	Note	December 31, 2023 (Unaudited) ------(Rupees in '000)-----	June 30, 2023 (Audited)
ASSETS			
Bank balances	4	503,405	59,443
Investments	5	8,467,953	5,633,381
Dividend and other receivables		20,046	14,386
Deposits with National Clearing Company of Pakistan Limited		2,500	2,500
Total assets		8,993,904	5,709,710
LIABILITIES			
Payable to National Investment Trust Limited - Management Company	6	18,107	11,617
Payable to Central Depository Company of Pakistan Limited - Trustee	7	309	214
Payable to Securities and Exchange Commission of Pakistan	8	717	1,222
Provision for taxation	9	3,108	3,108
Payable against purchase of investments		37,767	3,371
Accrued expenses and other liabilities	10	87,516	86,901
Total liabilities		147,524	106,433
NET ASSETS		8,846,380	5,603,277
UNIT HOLDERS' FUND (AS PER CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND)		8,846,380	5,603,277
CONTINGENCIES AND COMMITMENTS	11		
		-----Number of units-----	
NUMBER OF UNITS IN ISSUE		39,180,869	39,180,869
		------(Rupees)-----	
NET ASSETS VALUE PER UNIT		225.78	143.01

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Managing Director



Director



Director

**NIT - EQUITY MARKET OPPORTUNITY FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

Note	Half year ended December 31,		Quarter ended December 31,		
	2023	2022	2023	2022	
------(Rupees in '000)-----					
INCOME					
Dividend income	333,446	303,406	148,186	146,205	
Gain on sale of investments-net	1,401	-	1,401	-	
Profit on bank deposits	26,709	20,838	20,790	13,447	
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.4	2,498	(681)	1,661	(354)
Total income	364,054	323,563	172,038	159,298	

EXPENSES

Remuneration of National Investment Trust Limited - Management Company	6.1	70,836	63,443	39,416	31,330
Sindh sales tax on remuneration of Management Company	6.2	9,209	8,248	5,124	4,073
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,212	1,102	666	545
Sindh Sales Tax on remuneration of Trustee	7.2	158	143	87	71
Annual fee - Securities and Exchange Commission of Pakistan		3,361	634	1,870	313
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	5,570	4,885	2,770	2,443
Central Depository Charges		15	8	9	4
Settlement and bank charges		209	150	111	88
Auditors' remuneration		584	598	418	333
Legal and Professional charges		43	38	-	-
Total expenses		91,197	79,249	50,471	39,200

Net income for the period before taxation **272,857** 244,314 121,567 120,098

Taxation 12 - - - -

Net income for the period after taxation **272,857** 244,314 121,567 120,098

Allocation of net income for the period after taxation

Net income for the period	272,857	244,314		
Income already paid on units redeemed	-	-		
	272,857	244,314		

Accounting income available for distribution:

-Relating to capital gains	3,899	-		
-Excluding capital gains	268,958	244,314		
	272,857	244,314		
	272,857	244,314		

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


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



Managing Director



Director



Director

**NIT - EQUITY MARKET OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

	Note	Half year ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
-----Rupees in '000-----					
Net income for the period after taxation		272,857	244,314	121,567	120,098
Other comprehensive income / (loss) for the period					
Items that will not be reclassified to the income statement					
Changes in fair value of investments classified as financial assets at 'FVOCI'	5.5	2,970,246	(681,342)	3,962,458	(337,280)
Total comprehensive income / (loss) for the period		3,243,103	(437,028)	4,084,025	(217,182)

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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



Managing Director



Director



Director

**NIT - EQUITY MARKET OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Half year ended December 31,

	2023				2022			
	Capital value	Undistributed income	Unrealised appreciation / (diminution) 'at fair value through other comprehensive income' investments	Total	Capital value	Undistributed income	Unrealised appreciation / (diminution) 'at fair value through other comprehensive income' investments	Total
	----- (Rupees in '000) -----							
Net assets at the beginning of the period	3,822,390	1,279,718	501,169	5,603,277	3,822,390	1,589,916	1,405,835	6,818,141
Final distribution for the year ended June 30, 2022: (Date: July 05, 2022 @ Rs 10 per unit)	-	-	-	-	-	(391,809)	-	(391,809)
Transfer of gain on disposal of investments classified as financial assets 'at fair value through other comprehensive income to undistributed income	-	158,044	(158,044)	-	-	31,625	(31,625)	-
Total comprehensive income / (loss) for the period	-	272,857	2,970,246	3,243,103	-	244,314	(681,342)	(437,028)
Net assets at the end of the period	3,822,390	1,710,619	3,313,371	8,846,380	3,822,390	1,474,046	692,868	5,989,304

----- (Rupees in '000) -----

----- (Rupees in '000) -----

Undistributed income brought forward

-Realized income	1,280,521	1,591,967
-Unrealized loss	(803)	(2,051)
	1,279,718	1,589,916

Accounting income available for distribution:

-Relating to capital gains	3,899	-
-Excluding capital gains	268,958	244,314
	272,857	244,314

Final distribution for the year ended June 30, 2022:

(Date: July 5, 2022 @ Rs 10 per unit)

Transfer of gain on disposal of investments classified as 'at fair value through other comprehensive income' to undistributed income

158,044 31,625

Undistributed income carried forward

1,710,619 1,474,046

Undistributed income carried forward

-Realized income 1,708,121 1,474,727
-Unrealized income / (loss) 2,498 (681)

1,710,619 1,474,046

(Rupees)

(Rupees)

Net assets value per unit at beginning of the period

143.01 174.02

Net assets value per unit at end of the period


225.78 152.86

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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


Managing Director


Director


Director

**NIT - EQUITY MARKET OPPORTUNITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Note	December 31	
	2023	2022
------(Rupees in '000)-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	272,857	244,314
Adjustments for:		
Net unrealised (appreciation) / diminution on remeasurement of investments classified as financial assets 'at fair value through profit or loss'	(2,498)	681
	<u>270,359</u>	<u>244,995</u>
(Increase) / decrease in assets		
Investments- net	138,172	(3,485)
Dividend and profit receivable	(5,660)	1,253
	<u>132,512</u>	<u>(2,232)</u>
Increase / (decrease) in liabilities		
Payable to National Investment Trust Limited - Management Company	6,490	(721)
Payable to Central Depository Company of Pakistan Limited - Trustee	95	(15)
Payable to Securities and Exchange Commission of Pakistan	(505)	(864)
Payable against purchase of investments	34,396	(1,048)
Accrued expenses and other liabilities	615	(95)
	<u>41,091</u>	<u>(2,743)</u>
Net cash generated from operating activities	<u>443,962</u>	<u>240,020</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Distribution paid	-	(391,809)
Net cash used in financing activities	<u>-</u>	<u>(391,809)</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>443,962</u>	<u>(151,789)</u>
Cash and cash equivalents at the beginning of the period	59,443	493,637
Cash and cash equivalents at the end of the period	<u>503,405</u>	<u>341,848</u>

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The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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


Managing Director


Director


Director

NIT - EQUITY MARKET OPPORTUNITY FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 The NIT - Equity Market Opportunity Fund ('the Fund') was established under a Trust Deed executed between National Investment Trust Limited as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) on March 18, 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Trust Deed was executed on April 1, 2009. The Fund is categorized as an Equity Scheme as per the criteria for categorisation of open end collective investment schemes as specified by Securities and Exchange Commission of Pakistan (SECP). The units of the Fund were initially issued at Rs.100 per unit. The Fund is required to be registered under the "Sindh Trust Act, 2021". Accordingly, on November 18, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 6th floor, National Bank of Pakistan Building, I.I. Chundrigar Road, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP):

1.3 The Fund is an open-ended mutual fund. Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. Units of the Fund comprise of the following two types:

Class A: These units are not subject to any restrictions (i.e units can be redeemed at the option of the unit holders).

Class B: These units are issued to unit holders with a firm commitment. The redemption option for these units rests with the Management Company and the unit holders may redeem their units subject to consent of the Management Company.

At present the Fund has only Class 'B' units that were issued to the initial participants.

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.

1.5 The Management Company has been reaffirmed quality rating of "AM1" with 'stable outlook' by VIS Credit Rating Company Limited (VIS) on December 28, 2023, (December 2022: AM1) whereas, Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of "AM1" with 'stable outlook' on May 24, 2023, (May 2022: AM1).

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

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- 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 the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

2.2 The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published audited annual financial statements of the Fund for the year ended June 30, 2023.

2.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies adopted and the methods of computation 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, 2023.

3.2 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 accounting 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 judgements made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2023.

4 BANK BALANCES

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
Balances with bank in:			
Current account		2,617	515
Savings account	4.1	500,788	58,928
		<u>503,405</u>	<u>59,443</u>

4.1 The balances in saving accounts carry profit rates ranging from 20.5% to 23.75% per annum (June 30, 2023: 5.50% to 22.90% per annum).

Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----		

5 INVESTMENTS

Fair value through profit or loss

Listed equity securities	5.1	7,441	7,805
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Fair value through other comprehensive income

Listed equity securities	5.2	8,460,512	5,625,576
		<u>8,467,953</u>	<u>5,633,381</u>

5.1 Listed equity securities - at fair value through profit or loss

Name of Investee Companies	As at July 01, 2023	Purchased during the period	Bonus shares received during the period	Right shares purchased/ subscribed during the period	Sold during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as percentage of Net Assets	Market value as a percentage of total investment	Holding as a percentage of paid-up capital of the investee company
	(Number of Shares)					(Rupees in '000)		%			
COMMERCIAL BANKS											
Allied Bank Limited	34,300	-	-	-	-	34,300	2,298	2,847	0.03	0.03	0.00
MCB Bank Limited	43,700	-	-	-	25,000	18,700	2,141	3,227	0.04	0.04	0.00
							4,439	6,074	0.07	0.07	
FERTILIZER											
Fauji Fertilizer Bin Qasim Limited	42,852	-	-	-	-	42,852	505	1,367	0.02	0.02	0.00
							505	1,367	0.02	0.02	
Total as at December 31, 2023							4,943	7,441	0.08	0.09	
Total as at June 30, 2023							8,608	7,927			

5.1.1 All shares are fully paid up ordinary shares of Rs 10 each.

5.2 Listed equity securities - at fair value through other comprehensive income

Name of Investee Companies	As at July 01, 2023	Purchased during the period	Bonus shares received during the period	Right shares purchased/ subscribed during the period	Sold during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as percentage of Net Assets	Market value as a percentage of total investment	Holding as a percentage of paid-up capital of the investee company
	(Number of Shares)					(Rupees in '000)		%			
INVESTMENT BANKS / INVESTMENT COMPANIES / INVESTMENT SECURITIES											
Next Capital Limited	474,691	-	-	-	-	474,691	2,516	2,654	0.03	0.03	0.83
Jahangir Siddiqui And Company	840,000	-	-	-	-	840,000	7,234	12,188	0.14	0.14	0.09
Dawood Hercules Corporation Limited	10,000	-	-	-	-	10,000	1,119	1,076	0.01	0.01	0.00
Pakistan Stock Exchange Limited	2,061,500	-	-	-	-	2,061,500	35,587	20,801	0.24	0.25	0.26
MCB-Arif Habib Saving Investments Limited	900,000	-	-	-	-	900,000	15,171	21,600	0.24	0.26	1.25
							61,627	58,319	0.66	0.69	
COMMERCIAL BANKS											
Allied Bank Limited	1,033,314	-	-	-	-	1,033,314	91,166	85,765	0.97	1.01	0.09
Askari Bank Limited	5,356,058	900,000	-	-	200,000	6,056,058	77,998	149,706	1.69	1.77	0.42
Bank Alfalah Limited	4,634,424	-	-	-	100,000	4,534,424	78,529	219,965	2.49	2.60	0.26
Bank Alhabib Limited	1,059,489	210,000	-	-	-	1,269,489	72,990	102,245	1.16	1.21	0.11
Bankislami Pakistan	3,793,000	-	-	-	2,164,344	1,628,656	20,981	36,156	0.41	0.43	0.15
Bank Of Punjab Limited	1,556,155	850,000	-	-	-	2,406,155	20,450	15,592	0.18	0.18	0.07
Faysal Bank Limited	500,079	-	-	-	-	500,079	2,953	16,293	0.18	0.19	0.03
Habib Bank Limited	2,510,333	85,000	-	-	50,000	2,545,333	293,301	282,125	3.19	3.33	0.17
Habib Metropolitan Bank Limited	556,000	-	-	-	-	556,000	17,607	30,758	0.35	0.36	0.05
JS Bank Limited	690,000	2,000,000	-	-	465,000	2,225,000	13,041	20,114	0.23	0.24	0.17
JS Bank Limited - Right issue	117,300	-	-	-	-	-	-	-	-	-	-
Meezan Bank Limited	10,000	90,000	-	-	-	100,000	13,882	16,136	0.18	0.19	0.01
MCB Bank Limited	1,136,976	-	-	-	-	1,136,976	191,408	196,185	2.22	2.32	0.10
National Bank Of Pakistan	3,830,731	-	-	-	-	3,830,731	151,775	123,005	1.39	1.45	0.18
Soneri Bank Limited	699,000	100,000	-	-	-	799,000	9,971	8,390	0.09	0.10	0.07
United Bank Limited	2,256,713	-	-	-	127,979	2,128,734	224,747	378,574	4.28	4.47	0.17
							1,280,802	1,681,007	19.00	19.85	
INSURANCES											
Adamjee Insurance Company Limited	2,045,693	-	-	-	-	2,045,693	57,279	51,060	0.58	0.60	0.82
Adamjee Life Assurance Company Limited	899,580	-	-	-	-	899,580	14,788	30,739	0.35	0.36	0.26
							72,067	81,799	0.92	0.97	
TEXTILE SPINING											
Arntex Limited	389,121	-	-	-	-	389,121	467	-	-	-	0.15
							467	-	-	-	
TEXTILE COMPOSITE											
Nishat (Chunian) Limited	1,536,758	-	-	-	-	1,536,758	53,692	39,879	0.45	0.47	0.64
Gui Ahmed Textile Mills Limited	259,200	-	-	-	-	259,200	8,118	5,599	0.06	0.07	0.04
Nishat Mills Limited	1,921,841	-	-	-	125,000	1,796,841	107,334	137,854	1.56	1.63	0.51
							169,144	183,331	2.07	2.17	
SUGAR & ALLIED INDUSTRIES											
Al Abbas Sugar Mills Limited	9,300	-	-	-	-	9,300	2,753	4,454	0.05	0.05	0.05
							2,753	4,454	0.05	0.05	

Name of Investee Companies	As at July 01, 2023	Purchased during the period	Bonus shares received during the period	Right shares purchased/subscribed during the period	Sold during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as percentage of Net Assets	Market value as a percentage of total investment	Holding as a percentage of paid-up capital of the investee company
	(Number of Shares)				(Rupees in '000)			%			
CEMENT											
Cherat Cement Company Limited	594,583	-	-	-	25,000	569,583	34,049	92,831	1.05	1.10	0.29
D. G. Khan Cement Company Limited	2,710,972	95,000	-	-	375,000	2,430,972	127,667	188,157	2.13	2.22	0.55
Fauji Cement Company Limited	4,205,250	-	-	-	100,000	4,105,250	80,802	77,671	0.88	0.92	0.17
Maple Leaf Cement Factory Limited	150,000	-	-	-	-	150,000	3,960	5,838	0.07	0.07	0.01
Kohat Cement Limited	119,800	-	-	-	-	119,800	7,260	28,061	0.32	0.33	0.06
Bestway Cement Limited	7,260	-	-	-	-	7,260	136	1,365	0.02	0.02	0.00
Lucky Cement Limited	892,636	-	-	-	85,000	807,636	185,013	635,593	7.18	7.51	0.25
Thatta Cement Limited	1,128,000	-	-	-	-	1,128,000	19,926	20,462	0.23	0.24	1.13
							458,814	1,049,979	11.87	12.40	
TABACOO											
Pakistan Tobacco Company Limited	14,890	2,650	-	-	-	17,540	20,773	19,830	0.22	0.23	0.01
							20,773	19,830	0.22	0.23	
REFINERY											
Attock Refinery Limited	418,827	-	-	-	25,000	393,827	36,359	128,967	1.46	1.52	0.37
National Refinery Limited	415,055	-	-	-	25,000	390,055	74,681	125,258	1.42	1.48	0.49
Pakistan Refinery Limited	645,862	-	-	-	-	645,862	8,161	18,853	0.21	0.22	0.10
							119,202	273,078	3.09	3.22	
POWER GENERATION & DISTRIBUTION											
Hub Power Company Limited	1,230,714	-	-	-	249,136	981,578	65,313	114,933	1.30	1.36	0.08
Nishat Chunnian Power Limited	1,200,546	-	-	-	-	1,200,546	-	33,579	0.38	0.40	0.33
Lalpir Power Limited	914,055	-	-	-	-	914,055	15,675	20,639	0.23	0.24	0.24
							80,988	169,152	1.91	2.00	
OIL & GAS MARKETING COMPANIES											
Attock Petroleum Limited	34,721	-	-	-	-	34,721	6,840	13,142	0.15	0.16	0.03
Pakistan State Oil Company Limited	2,588,924	12,500	-	-	-	2,601,424	314,743	459,698	5.20	5.43	0.55
Shell Pakistan Limited	-	84,127	-	-	-	84,127	11,363	12,659	0.14	0.15	0.08
Sui Northern Gas Pipelines Limited	2,092,449	200,000	-	-	200,000	2,092,449	141,399	153,837	1.74	1.82	0.33
Sui Southern Gas Company Limited	1,879,937	-	-	-	-	1,879,937	49,897	21,300	0.24	0.25	0.21
							524,241	660,635	7.47	7.80	
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	375,070	2,500	-	-	8,500	369,070	53,674	773,608	8.74	9.14	0.28
Oil And Gas Development Company	2,227,501	135,000	-	-	25,000	2,337,501	286,828	262,852	2.97	3.10	0.05
Pakistan Oilfields Limited	601,426	-	-	-	35,000	566,426	151,617	238,998	2.70	2.82	0.20
Pakistan Petroleum Limited	2,863,237	135,000	-	-	-	2,998,237	254,177	344,887	3.90	4.07	0.11
							746,296	1,620,345	18.32	19.14	
ENGINEERING											
Agha Steel Industries Limited	378,271	-	-	-	-	378,271	11,528	5,383	0.06	0.06	0.06
Amreli Steel Limited	500,500	-	-	-	-	500,500	23,783	11,542	0.13	0.14	0.17
Crescent Steel And Allied Products Limited	383,452	-	-	-	-	383,452	21,976	18,264	0.21	0.22	0.49
International Industries Limited	141,910	-	-	-	-	141,910	21,447	19,707	0.22	0.23	0.11
International Steels Limited	1,833,067	-	-	-	3,439	1,829,628	47,127	133,599	1.51	1.58	0.42
Ksb Pumps Company Limited	2,000	-	-	-	-	2,000	489	237	0.00	0.00	0.02
							126,349	188,732	2.13	2.23	
AUTOMOBILE ASSEMBLER											
Millat Tractors Limited	352,434	-	-	-	-	352,434	48,250	204,859	2.32	2.42	0.18
Indus Motor Company Limited	51,720	-	-	-	-	51,720	56,036	62,060	0.70	0.73	0.07
Honda Atlas Cars Limited	50,350	-	-	-	-	50,350	15,930	10,761	0.12	0.13	0.04
Pak Suzuki Motor Company Limited	536,423	-	-	-	-	536,423	74,469	299,517	3.39	3.54	0.65
							194,685	577,197	6.52	6.82	
AUTOMOBILE PARTS & ACCESSORIES											
Thal Limited	45,900	-	-	-	-	45,900	15,340	13,541	0.15	0.16	0.06
Exide Pakistan Limited	7,300	-	-	-	-	7,300	2,920	2,775	0.03	0.03	0.09
Panther Tyres Limited	179,238	-	-	-	-	179,238	9,828	8,114	0.09	0.10	0.13
Agriauto Industries Limited	3,125	-	-	-	-	3,125	751	312	0.00	0.00	0.01
Baluchistan Wheels Limited	4,000	-	-	-	-	4,000	538	782	0.01	0.01	0.03
Gandhara Tyre And Rubber Company Limited	721,408	183,000	-	-	50,000	854,408	40,536	28,665	0.32	0.34	0.70
							69,913	54,188	0.61	0.64	
CABLE & ELECTRIC GOODS											
Pakistan Cables Limited	20,176	-	-	-	-	20,176	2,596	2,441	0.03	0.03	0.04
Pak Elektron Limited	1,720,000	-	-	-	-	1,720,000	40,334	38,838	0.44	0.46	0.20
Siemens Pakistan Engineering Company Limited	101,030	2,000	-	-	-	103,030	73,519	68,898	0.78	0.81	1.25
							116,449	110,177	1.25	1.30	

Name of Investee Companies	As at July 01, 2023	Purchased during the period	Bonus shares received during the period	Right shares purchased/subscribed during the period	Sold during the period	As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as percentage of Net Assets	Market value as a percentage of total investment	Holding as a percentage of paid-up capital of the investee company
	------(Number of Shares)-----					------(Rupees in '000)-----		-----%			
TRANSPORT											
Pakistan International Bulk Terminal Limited	15,000	-	-	-	-	15,000	187	100	0.00	0.00	0.00
							187	100	0.00	0.00	
TECHNOLOGY & COMMUNICATION											
Air Link Communication Limited	925,007	25,000	-	-	50,000	900,007	57,641	54,684	0.62	0.65	0.23
TECHNOLOGY AND COMMUNICATION	130,360	-	-	-	-	130,360	6,987	6,221	0.07	0.07	0.08
Pakistan Telecommunication Company System Limited	3,384,139	-	-	-	-	3,384,139	36,938	41,388	0.47	0.49	0.09
	57,500	130,000	-	-	-	187,500	78,594	79,418	0.90	0.94	0.06
							180,160	181,711	2.05	2.15	
FERTILIZER											
Engro Corporation Limited	1,854,684	35,000	-	-	150,000	1,739,684	219,786	513,050	5.80	6.06	0.30
Engro Fertilizer Limited	1,019,614	-	-	-	50,000	969,614	57,303	108,820	1.23	1.29	0.07
Fatima Fertilizer Company	955,000	-	-	-	-	955,000	22,749	33,893	0.38	0.40	0.05
Fauji Fertilizer Bin Qasim Limited	1,935,530	-	-	-	-	1,935,530	50,926	61,743	0.70	0.73	0.15
Fauji Fertilizer Company Limited	1,870,068	-	-	-	213,484	1,656,584	129,511	187,509	2.12	2.21	0.13
							480,275	905,015	10.23	10.69	
PHARMACEUTICALS											
Abbot Laboratories (Pakistan) Limited	59,250	-	-	-	-	59,250	45,504	27,267	0.31	0.32	0.06
AGP Limited	73,500	71,456	-	-	10,000	134,956	10,078	9,489	0.11	0.11	0.05
Ferozsons Laboratories Limited	88,560	-	-	-	-	88,560	11,976	19,540	0.22	0.23	0.20
Glaxosmithkline (Pak) Limited	233,000	-	-	-	-	233,000	38,186	19,337	0.22	0.23	0.07
Haleon Pakistan Limited	11,000	-	-	-	-	11,000	1,933	1,859	0.02	0.02	0.01
The Searle Company Limited	359,858	-	-	-	-	359,858	54,321	18,525	0.21	0.22	0.09
The Seari Company Limited Right	-	-	-	112,023	111,000	-	-	0	0.00	0.00	0.01
							161,998	96,018	1.09	1.13	
CHEMICAL											
Agritech Limited	1,475,333	-	-	-	-	1,475,333	6,831	20,094	0.23	0.24	0.38
Archroma Pakistan	22,800	-	-	-	-	22,800	10,851	10,944	0.12	0.13	0.07
Lucky Core Industries Limited	33,569	-	-	-	-	33,569	4,062	26,137	0.30	0.31	0.04
							21,744	57,175	0.65	0.68	
PAPER & BOARD											
Packages Limited	192,482	-	-	-	-	192,482	89,131	102,033	1.15	1.20	0.22
Pak Agro Packaging Limited	332,000	-	-	-	-	332,000	8,217	2,324	0.03	0.03	1.66
							97,348	104,357	1.18	1.23	
LEATHER & TANNERIES											
Bata Pakistan Limited	10,760	960	-	-	-	11,720	19,487	20,302	0.23	0.24	0.16
Service Industries Limited	460,492	-	-	-	-	460,492	69,024	289,355	3.27	3.42	0.98
Service Global Footware Limited	479,165	-	-	-	-	479,165	25,581	28,903	0.33	0.34	0.23
							114,091	338,560	3.83	4.00	
FOODS & PERSONAL CARE PRODUCTS											
At Tahir Limited	560,033	-	-	-	-	560,033	7,889	7,756	0.09	0.09	0.26
Frieslandcampina Engro Pakistan Limited	54,900	-	-	-	-	54,900	4,409	4,495	0.05	0.05	0.01
MATCO Foods Limited	184,663	-	-	-	25,000	159,663	3,954	5,908	0.07	0.07	0.13
Fauji Foods Limited	-	250,000	-	-	-	250,000	1,778	2,785	0.03	0.03	0.02
Mitchell'S Fruit Farms Limited	41,538	-	-	-	-	41,538	5,023	5,283	0.06	0.06	0.18
Nestle Pakistan Limited	720	240	-	-	-	960	7,190	7,875	0.09	0.09	0.00
Shezan International Limited	23,397	-	-	-	-	23,397	8,372	2,465	0.03	0.03	0.24
							38,614	36,567	0.53	0.43	
MISCELLANEOUS											
Synthetic Product Enterprise Limited	658,338	-	-	-	-	658,338	8,156	8,789	0.10	0.10	0.33
							8,156	8,789	0.10	0.10	
Total as at December 31, 2023							5,147,141	8,460,512	95.64	99.91	
Total as at June 30, 2023							5,124,407	5,625,576			

- 5.2.1 All shares are fully paid up ordinary shares of Rs.10 each except Agriauto Industries Limited, Thal Limited and Synthetic Products Enterprise Limited which has fully paid up ordinary shares of Rs 5 each.
- 5.2.2 Investments include shares with market value of Rs. 793.03 million (June 30, 2023: Rs 508.65 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 October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.
- 5.3 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

On June 27, 2018, the Supreme Court of Pakistan passed a judgement whereby the suits which were already pending or to be filed in future could only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to continue. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Name of investee company	December 31, 2023			June 30, 2023		
	(Unaudited)			(Audited)		
	5% (No. of Bonus shares)	Market value	Payment made to the investee companies	5% (No. of Bonus shares)	Market value	Payment made to investee companies
	------(Rupees in '000)-----			------(Rupees in '000)-----		
Faysal Bank Limited ****	3,261	106	-	3,261	66	-
Faysal Bank Limited*	4,659	152	84	4,659	94	84
Mari Petroleum Company Limited **	4,887	10,244	-	4,887	7,402	-
Mari Petroleum Company Limited *****	1,028	2,155	-	1,028	1,557	-
Pakistan State Oil Company Limited ****	16,307	2,882	-	16,307	1,810	-
Pakistan State Oil Company Limited *****	7,175	1,268	-	7,175	796	-
Synthetic Product Enterprise Limited ****	2,550	34	-	2,550	27	-
Synthetic Product Enterprise Limited *****	314	4	-	314	3	-
The Searle Company Limited ****	768	40	-	768	29	-
The Searle Company Limited***	223	11	122	223	9	122
The Searle Company Limited*****	969	50	-	969	37	-
		16,946	206		11,830	206

* Faysal Bank Limited has released the above mentioned bonus shares and has retained the payment.

** Mari Petroleum Company Limited has returned the payment on January 14, 2015 and has not released the shares due to the court order. The amount has been recorded as liability (refer note 10).

*** Faysal Bank Limited and The Searle Company Limited have not released the bonus shares and retained the payment due to the court order.

**** Synthetic Products Enterprise Limited, Pakistan State Oil Company Limited, The Searle Company Limited and Faysal Bank Limited have not released the bonus shares due to court order and the Fund has recorded liability (refer note 10).

***** These represent shares further accumulated due to bonus announced and the Fund is not required to record any liability against the same.

5.4 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'at fair value through profit or loss'	Note	December 31,	
		2023	2022
		------(Unaudited)-----	
		------(Rupees in '000)-----	
Market value of investments	5.1	7,441	7,927
Less: Carrying value of investments	5.1	4,943	8,608
		2,498	(681)

	Note	December 31,	
		2023	2022
		------(Unaudited)-----	
		------(Rupees in '000)-----	
5.5 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'at fair value through other comprehensive income'			
Market value of investments	5.2	8,460,512	5,738,410
Less: Carrying value of investments	5.2	5,147,141	5,045,542
		3,313,371	692,868
Add: Changes in fair value of investments disposed of during the period		99,305	(2,791)
Less: Net unrealised appreciation in the fair value of investments at the beginning of the period		501,169	1,405,835
Amount of unrealised diminution pertaining to disposed of securities		58,739	34,416
		442,430	1,371,419
Net unrealised appreciation / (diminution) during the period		2,970,246	(681,342)

	Note	December 31,		June 30,	
		2023	2023	2023	(Audited)
		(Unaudited)		(Audited)	
		------(Rupees in '000)-----		------(Rupees in '000)-----	
6 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - MANAGEMENT COMPANY					
Management remuneration payable	6.1	15,176		9,576	
Sindh Sales Tax on management remuneration	6.2	1,968		1,240	
Payable against allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	963		801	
		18,107		11,617	

6.1 The Management Company has charged its remuneration at the rate of 2% per annum (30 June 2023: 2% per annum) of the average net assets for the current period. The remuneration is payable to the management company in arrears.

6.2 During the period, Sindh sales tax at the rate of 13% (June 30, 2023: 13%) was charged on the management remuneration.

6.3 In accordance with Regulation 60(3)(s) of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company, based on its own discretion, while keeping in view the overall return and the total expense ratio limit of the fund as defined under the NBFC Regulations, 2008, has charged its fees.

	Note	December 31,		June 30,	
		2023	2023	2023	(Audited)
		(Unaudited)		(Audited)	
		------(Rupees in '000)-----		------(Rupees in '000)-----	
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE					
Trustee remuneration payable	7.1	248		164	
Sindh Sales Tax payable on Trustee remuneration	7.2	61		50	
		309		214	

7.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at December 31, 2023 is as follows:

Average net asset value	Tariff per annum
Up to Rs. 1,000 million	0.2% p.a. of Net Asset Value.
Over Rs. 1,000 million	Rs. 2 million plus 0.1% p.a. of net assets, exceeding Rs. 1,000 million.

The Trustee has agreed to receive remuneration at the rate of 30% of the applicable tariff. Accordingly the Management Company has charged and paid the Trustee's remuneration on the same basis. The remuneration is paid to the Trustee monthly in arrears.

7.2 During the period, Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) was charged on Trustee remuneration.

8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay fee to the Securities and Exchange Commission of Pakistan (SECP). The Commission vide S.R.O 592(1)/2023 dated, May 17, 2023 has revised the rate of fee at 0.095% of average daily net assets, payable monthly to the Commission (June 30, 2023: 0.02%).

9 PROVISION FOR TAXATION

This represents provision for taxation acquired by the Fund upon transfer of assets held under trust by the Management Company on behalf of the participants of the proposed NIT - Equity Market Opportunity Fund. The total provision transferred amounted to Rs 43.101 million out of which Rs 0.705 million and Rs. 36.275 million have been paid against tax liability for tax years 2012 and 2011 respectively.

Additional Commissioner Inland Revenue (ACIR) has passed an order under section 205(1 B) of the Income Tax Ordinance, 2001 whereby default surcharge of Rs. 3.013 million in respect of tax year 2009 has been levied. Payment of the tax demand of Rs. 3.013 million has been made by the Fund. The Fund filed an appeal before the Commissioner Inland Revenue (Appeals) on January 8, 2016 against the impugned order passed by ACIR under section 205 (1B) of the Income Tax Ordinance, 2001. The CIR(A) has passed an order dated January 22, 2021 whereby, the levy of default surcharge has been deleted and the matter has been disposed of in favour of the Fund. Since the demand has been vacated after the CIR(A)'s order, the amount of Rs. 3.013 million has now become refundable to the Fund.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
10 ACCRUED EXPENSES & OTHER LIABILITIES			
Provision for Federal Excise Duty	10.1	77,739	77,739
Auditors' remuneration		584	659
Payable against bonus shares		8,328	8,328
Brokerage		865	175
		<u>87,516</u>	<u>86,901</u>

- 10.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013, a constitutional petition was filed with the Honourable Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Honourable Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 77.74 million has been retained in these condensed interim financial statements as the matter is pending before the Honourable Supreme Court of Pakistan whereas an amount of Rs. 4.103 million has been paid to the Management Company. Had the provision not been made (and the amount is refunded by the Management Company), the net asset value per unit of the Fund as at December 31, 2023 would have been higher by Rs. 2.09 (June 30, 2023: Rs. 2.09) per unit.

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

12 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 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since, the Management Company intends to distribute the income earned by Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements during the

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on funds as per Section 4B of the Income Tax Ordinance, 2001.

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 is 2.57% which includes 0.36% representing government levies on the Fund such as provision for sales taxes, federal excise duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

- 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 ten percent or more units of the Fund.
- 14.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates as approved by the Board of Directors.
- 14.3 Remuneration to the Management Company is determined in accordance with the provisions of the NBFC Regulations.
- 14.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.5 The details of significant transactions carried out by the Fund with connected persons and balances with them at the period end are as follows:

	Half Year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	------(Unaudited)-----			
	------(Rupees in '000)-----			
Transactions during the year				
National Investment Trust Limited - Management Company				
Remuneration to the Management Company	70,836	63,443	39,416	31,330
Sindh sales tax on remuneration to the Management Company	9,209	8,248	5,124	4,073
Allocation of expenses related to registrar services, accounting, operation and valuation services	5,570	4,885	2,770	2,443
Central Depository Company of Pakistan Limited - Trustee				
Remuneration to the Trustee	1,212	1,102	666	545
Central depository charges	15	8	9	4
Sindh sales tax on remuneration to Central Depository Company of Pakistan Limited - Trustee	158	143	87	71
			December 31, 2023	June 30, 2023
			(Unaudited)	(Audited)
			------(Rupees in '000)-----	
14.6 Amounts outstanding as at period / year end				
National Investment Trust Limited - Management Company				
Management remuneration payable			15,176	9,576
Sindh sales tax payable on management remuneration			1,968	1,240
Payable against allocation of expenses related to registrar services accounting, operations and valuation services			963	801
Central Depository Company of Pakistan Limited - Trustee				
Trustee remuneration payable			248	164
Sindh sales tax payable on Trustee remuneration			61	50
National Bank of Pakistan				
10,045,493 units held (2023: 10,045,493)			2,268,071	1,436,611
3,830,731 shares held by the Fund (2023: 3,830,731)			123,005	74,623
State Life Insurance Corporation of Pakistan				
10,179,666 units held (2023: 10,179,666)			2,298,365	1,455,800
Employees Old Age Benefit Institution				
14,631,007 units held (2023: 14,631,007)			3,303,389	2,092,387
National Insurance Company Limited				
4,324,703 units held (2023: 4,324,703)			976,431	618,479

15 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

ASSETS	As at December 31, 2023 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets at fair value through profit or loss				
Investments				
Listed equity securities	7,441	-	-	7,441
Financial assets at fair value through other comprehensive income				
Investments				
Listed equity securities	8,460,512	-	-	8,460,512
	8,467,953	-	-	8,467,953
ASSETS	As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets at fair value through profit or loss				
Investments				
Listed equity securities	7,805	-	-	7,805
Financial assets at fair value through other comprehensive income				
Investments				
Listed equity securities	5,625,576	-	-	5,625,576
	5,633,381	-	-	5,633,381

16 GENERAL

Figures have been rounded off to the nearest thousand rupees unless otherwise specified.


17 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 23 FEB 2024 by the Board of Directors of the Management Company.

For National Investment Trust Limited
(Management Company)



Managing Director



Director



Director