

**NIT Islamic Money Market Fund**  
*Condensed Interim Financial Statements*  
*For the half year ended December 31, 2023*

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**TRUSTEE REPORT TO THE UNIT HOLDERS**

**NIT ISLAMIC MONEY MARKET 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 Islamic Money Market 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

# **INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS' OF NIT ISLAMIC MONEY MARKET FUND**

## **Report on review of Interim Financial Statements**

### **Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NIT Islamic Money Market Fund** (the Fund) as at **December 31, 2023**, and the related condensed interim income statement, condensed interim statement of other comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim statement of cash flows and notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management Company (National Investment Trust Limited) is responsible for the preparation and presentation of the interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statement 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 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 interim financial information is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### **Other Matters**

1. The figures of the condensed interim income statement and the condensed interim statement of other comprehensive income for the three months' period ended December 31, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the six months' period ended December 31, 2023.

2. The engagement partner on the review resulting in this independent auditors' review report is **Muhammad Shaukat Naseeb**.

**Grant Thornton Anjum Rahman**  
Chartered Accountants  
Karachi

Date:  
UDIN:

DRAFT



**NIT - ISLAMIC MONEY MARKET FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UNAUDITED)**  
**AS AT DECEMBER 31, 2023**

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
Balances with bank	4	5,589,052	5,878,922
Investments	5	1,042,000	1,446,000
Profit receivable	6	158,472	177,970
Preliminary expenses and floatation costs		350	415
Security Deposits with Central Depository Company of Pakistan Limited-Trustee		100	100
Receivable against sale of units		20,414	2,498
<b>Total assets</b>		<b>6,810,388</b>	<b>7,505,905</b>
<b>LIABILITIES</b>			
Payable to National Investment Trust Limited - Management Company	7	6,108	5,692
Payable to Central Depository Company of Pakistan Limited - Trustee	8	388	358
Payable to Securities and Exchange Commission of Pakistan	9	462	1,190
Payable against redemption of units		16,985	429
Accrued expenses and other liabilities	10	8,305	11,509
<b>Total liabilities</b>		<b>32,248</b>	<b>19,178</b>
<b>NET ASSETS</b>		<b>6,778,140</b>	<b>7,486,727</b>
<b>Unit holders' fund (as per statement attached)</b>		<b>6,778,140</b>	<b>7,486,727</b>
Contingencies and commitments	11		
		<b>Number of units</b>	
<b>Number of units in issue</b>		<b>67,165,812</b>	<b>74,353,989</b>
		-----Rupees-----	
<b>Net asset value per unit</b>		<b>100.9165</b>	<b>100.6903</b>


The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

efm

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

  
**Managing Director**

  
**Director**

  
**Director**

**NIT - ISLAMIC MONEY MARKET FUND  
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**


	Note	Half Year Ended December 31 (Unaudited)		Quarter Ended December 31 (Unaudited)	
		2023	2022	2023	2022
----- (Rupees in '000) -----					
<b>INCOME</b>					
Income from sukuks		132,957	50,889	53,599	33,045
Income from letter of placements		47,869	-	46,060	-
Profit on bank deposits		561,485	249,482	284,173	160,557
Loss on sale of investments -net		(140)	-	(50)	-
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		-	-	50	-
<b>Total income</b>		<b>742,171</b>	<b>300,371</b>	<b>383,832</b>	<b>193,602</b>
<b>EXPENSES</b>					
Remuneration of National Investment Trust Limited Management Company	7.1	26,660	6,007	13,608	3,872
Sindh Sales Tax on remuneration to Management Company	7.2	3,466	781	1,769	503
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,955	1,096	998	699
Sindh Sales Tax on remuneration of Trustee		254	142	130	90
Annual fee - Securities and Exchange Commission of Pakistan		2,664	398	1,360	253
Amortisation of preliminary expenses and floatation costs		65	65	33	33
Central depository charges		101	3	99	1
Securities transaction costs		10	-	10	-
Auditors' remuneration		206	240	133	122
Legal & Professional charges		22	-	22	-
Settlement and bank charges		197	50	112	36
Listing fee		-	28	-	14
Shariah advisory fee		313	185	176	112
Printing charges		20	-	20	-
Mutual fund rating fee		103	92	103	46
<b>Total expenses</b>		<b>36,036</b>	<b>9,087</b>	<b>18,573</b>	<b>5,781</b>
<b>Net income for the period before taxation</b>		<b>706,135</b>	<b>291,284</b>	<b>365,259</b>	<b>187,821</b>
Taxation	12	-	-	-	-
<b>Net income for the period</b>		<b>706,135</b>	<b>291,284</b>	<b>365,259</b>	<b>187,821</b>
<b>Allocation of net income for the period after taxation</b>					
Net income for the period		706,135	291,284		
Income already paid on units redeemed		(210,782)	(37,685)		
		<b>495,353</b>	<b>253,599</b>		
Accounting income available for distribution:					
-Relating to capital gains		-	-		
-Excluding capital gains		<b>495,353</b>	<b>253,599</b>		
		<b>495,353</b>	<b>253,599</b>		


The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

CFM

For National Investment Trust Limited  
(Management Company)

  
Managing Director

  
Director

  
Director

**NIT - ISLAMIC MONEY MARKET FUND  
CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half Year Ended December 31 (Unaudited)		Quarter Ended December 31 (Unaudited)	
	2023	2022	2023	2022
	----- (Rupees in '000) -----			
Net income for the period after taxation	706,135	291,284	365,259	187,821
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>706,135</b>	<b>291,284</b>	<b>365,259</b>	<b>187,821</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

*o/m*

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

  
\_\_\_\_\_  
Managing Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director





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

	December 31	
	2023	2022
	----- (Unaudited) -----	
	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	706,135	291,284
<b>(Increase) / decrease in assets</b>		
Investments	404,000	(519,000)
Accrued income	19,498	(84,786)
Amortization of preliminary expenses and floatation costs	65	65
Receivable against sale of units	(17,916)	-
	405,647	(603,721)
<b>(Decrease) / increase in liabilities</b>		
Payable to National Investment Trust Limited - Management Company	416	965
Payable to Central Depository Company of Pakistan Limited - Trustee	30	161
Payable to Securities and Exchange Commission of Pakistan	(728)	108
Payable against redemption of units	16,556	2,027
Accrued expenses and other liabilities	(3,204)	4,641
	13,070	7,902
<b>Net cash generated from / (used in) operating activities</b>	1,124,852	(304,535)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units-including CIP	23,692,328	10,610,513
Payments on redemption of units	(24,626,894)	(6,909,383)
Dividend paid	(480,156)	(240,568)
<b>Net cash (used in) / generated from financing activities</b>	(1,414,722)	3,460,562
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>	(289,870)	3,156,027
Cash and cash equivalents at the beginning of the period	5,878,922	2,302,473
<b>Cash and cash equivalents at the end of the period</b>	5,589,052	5,458,500

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

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For National Investment Trust Limited  
(Management Company)

  
\_\_\_\_\_  
Managing Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

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**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** The NIT Islamic Money Market 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 under the Trust Act, 1882. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 9, 2021 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the trust deed was executed on August 16, 2021 under Sindh Trust Act, 2020.
- 1.2** The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Sindh Trusts Act, 2020 have been introduced as part of this act. The Management Company after fulfilling the requirement for registration of Trust Deed under Sindh Trusts Act, 2020, has submitted Collective Investment Scheme Trust Deed to Registrar acting under Sindh Trusts Act, 2020 for registration. Subsequently on November 01, 2021 trust deed of the fund has been registered under Sindh Trust Act, 2020.
- 1.3** 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 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.
- 1.4** The Fund is an open-end mutual fund and units are offered for public subscription on a continuous basis on 20 September, 2021 through initial public offering (IPO). The units are transferable and can be redeemed by surrendering them to the Fund. The objective of the Fund is to invest primarily in low risk and highly liquid Shariah compliant money market & debt instruments.
- 1.5** The Fund is categorised as Shariah compliant Islamic Money Market Scheme as per criteria for categorisation of open end collective investment scheme as specified by SECP and other allied matters. The units of the Fund were initially issued at Rs.100 per unit.
- 1.6** VIS has assigned Fund stability rating of AAA(f) to the Fund dated: December 22, 2023. The Management Company has been assigned a quality rating of 'AM1' by VIS dated December 28, 2023 and PACRA has assigned an asset manager rating of 'AM1' with 'stable outlook' to the Management Company on May 24, 2023.
- 1.7** 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**

- 2.1.1** 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
  - 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.



**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

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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 and the requirements of the Trust Deed differ with the requirements of IAS 34, 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 and the requirements of the Trust Deed have been followed.

- 2.1.2** This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual financial statements of the Fund as at and for the year ended June 30, 2023.
- 2.1.3** This condensed interim financial information is being submitted to the unit holders as required under Regulation 38 (2)(f) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations).
- 2.1.4** In compliance with schedule V of the NBFC Regulations, the Directors of the Management Company, hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2023.

**2.2 Functional and presentation currency**

This condensed interim financial information is presented in Pak Rupees, which is the fund's functional and presentational currency.

**2.3 Basis of measurement**

These financial statements have been prepared under the historical cost convention except for certain investments which are measured at fair value.

**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 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, 2023. 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, 2023.

**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

		<b>December 31, 2023</b>	June 30, 2023
		<b>(Unaudited)</b>	(Audited)
	Note	----- (Rupees in '000) -----	
<b>4 BALANCES WITH BANK</b>			
In saving account	4.1	<u>5,589,052</u>	<u>5,878,922</u>
		<u>5,589,052</u>	<u>5,878,922</u>

4.1 The balances in saving accounts carry profit rates ranging from 5.50% to 21.25% per annum (June 30, 2023: 5.50% to 19.75% per annum).

		<b>December 31, 2023</b>	June 30, 2023
		<b>(Unaudited)</b>	(Audited)
	Note	----- (Rupees in '000) -----	
<b>5 INVESTMENTS</b>			
<b>Investment by category</b>			
<b>Fair value through profit or loss</b>			
- Privately placed Sukuk-Unlisted	5.1	<u>1,042,000</u>	<u>1,446,000</u>
		<u>1,042,000</u>	<u>1,446,000</u>

**5.1 Sukuk- Fair value through profit or loss**

Name of security	As at July 01, 2023	Purchased during the period	Sold / Matured during the period	Balance as at December 31, 2023		Carrying value as a percentage of net assets	Carrying value as a percentage of total investment
	Face value			Carrying value	Market value		
	----- (Rupees in '000) -----				----- (%) -----		
Hub Power Company Limited	-	174,000	-	174,000	174,000	2.57	16.70
K Electric Limited	132,000	-	132,000	-	-	-	-
K Electric Limited	320,000	-	320,000	-	-	-	-
K Electric Limited	192,000	-	192,000	-	-	-	-
K Electric Limited	400,000	-	400,000	-	-	-	-
K Electric Limited	-	350,000	-	350,000	350,000	5.16	33.59
K Electric Limited	-	250,000	-	250,000	250,000	3.69	23.99
K Electric Limited	-	147,000	-	147,000	147,000	2.17	14.11
Lucky Electric Power Company Limited	22,000	-	22,000	-	-	-	-
Lucky Electric Power Company Limited	157,000	-	157,000	-	-	-	-
Lucky Electric Power Company Limited	148,000	-	148,000	-	-	-	-
Lucky Electric Power Company Limited	75,000	-	75,000	-	-	-	-
Lucky Electric Power Company Limited	-	121,000	-	121,000	121,000	1.79	11.61
	<u>1,446,000</u>	<u>1,042,000</u>	<u>1,446,000</u>	<u>1,042,000</u>	<u>1,042,000</u>	<u>15.37</u>	<u>100</u>

**5.1.1 Significant terms and conditions of sukuk outstanding at the period end are as follows:**

Name of security	Interest / mark-up rates	Issue Date	Maturity Date	Carrying value as at December 31, 2023	Carrying value as a %age of net assets
(Rupees in '000)					
Hub Power Company Limited	21.96%	November 8, 2023	May 8, 2024	174,000	2.57
K Electric Limited	23.61%	August 28, 2023	February 28, 2024	350,000	5.16
K Electric Limited	23.49%	September 22, 2023	March 22, 2024	250,000	3.69
K Electric Limited	22.51%	October 24, 2023	April 24, 2024	147,000	2.17
Lucky Electric Power Company Limited	21.74%	December 28, 2023	June 28, 2024	121,000	1.79
				<u>1,042,000</u>	<u>15.37</u>



**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

**5.2 Letter of placement- Fair value through profit or loss**

Name of security	As at July 01, 2023	Purchased during the period	Sold / Matured during the period	Balance as at December 31, 2023		Carrying value as a percentage of net assets	Carrying value as a percentage of total investment
	Face value			Carrying value	Market value		
	(Rupees in '000)					----- (%) -----	
Pak Kuwait Investment Company Limited	-	441,468	441,468	-	-	-	-
Pak Kuwait Investment Company Limited	-	443,352	443,352	-	-	-	-
United Bank Limited - Ameen	-	2,000,000	2,000,000	-	-	-	-
	-	<b>2,884,820</b>	<b>2,884,820</b>	-	-	-	-

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
<b>6 PROFIT RECEIVABLE</b>			
Profit on saving account		101,499	89,052
Mark-up on income securities		56,973	88,918
		<u>158,472</u>	<u>177,970</u>

**7 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - MANAGEMENT COMPANY**

On account of:

- Management remuneration	7.1	4,742	4,373
- Sindh Sales Tax	7.2	616	569
- Preliminary expenses & floatation costs		643	643
- Trust Deed registration fee & others		107	107
		<u>6,108</u>	<u>5,692</u>

7.1 The Management Company has charged its remuneration at the rate of upto 4% of Gross Earnings subject to a floor of 0.05% per annum and a cap of 0.75% per annum of Average Annual Net Assets.

7.2 During the period, Sindh Sales Tax at the rate of 13% is charged on the management remuneration.

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- (Rupees in '000) -----	----- (Rupees in '000) -----
<b>8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>			
Trustee remuneration	8.1	343	317
Sales tax payable on trustee remuneration	8.2	45	41
		<u>388</u>	<u>358</u>

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the tariff has been a flat rate of 0.055% p.a. (30 June, 2023: 0.055%) of net assets.

8.2 During the period, Sindh Sales Tax at the rate of 13% is charged on trustee remuneration.

**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

**9 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

SECP vide S.R.O 592(1)/2023 dated: 17th May 2023 has revised rate of fee at 0.75% of average net assets with effect from July 01, 2023, payable monthly to the Commission (30 June 2023: 0.02% of average annual net assets). The Fund has charged SECP Fee as per revised rates.

	<b>December 31, 2023</b>	June 30, 2023
	<b>(Unaudited)</b>	(Audited)
<b>10 ACCRUED EXPENSES AND OTHER LIABILITIES</b>	----- (Rupees in '000) -----	
Capital gain tax	7,332	10,589
Auditors' remuneration	249	292
Shariah fee payable	18	35
Brokerage	10	-
Listing fee	592	592
Mutual fund rating fee	103	-
Withholding tax	1	-
Zakat payable	-	1
	<u>8,305</u>	<u>11,509</u>

**11 CONTINGENCIES AND COMMITMENTS**

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

**12 TAXATION**

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains whether realised or unrealised is distributed amongst the unit holders. Provided that for the purpose of determining distribution of at least 90% of accounting income, the income distributed through bonus shares, units or certificates as the case may be, shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains / loss to the unit holders. The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash at least 90 percent of the Fund's accounting income for the year ending 30 June 2024 as reduced by accumulated losses capital gains (whether realised or unrealised) to its unit holders in the form of cash.

**13 TOTAL EXPENSE RATIO**

Total Expense Ratio of the Fund is 1.01% as on December 31, 2023 and this includes 0.18% representing Government Levy and SECP fee. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations 60(5) for a collective investment scheme categorised as an Money Market Scheme.

**14 TRANSACTIONS WITH CONNECTED PERSONS**

**14.1** Connected persons include National Investment Trust Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of Fund and the directors and officers of the Management Company and the Trustee and unit holders holding 10 percent or more units of the Fund.

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

**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

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

**14.4** The details of significant transactions carried out by the Fund with connected persons and balances with them at the period end are as follows:

Details of the transactions with connected persons are as follows:	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
<b>Transactions during the period</b>	----- (Unaudited) -----			
<b>National Investment Trust Limited - Management Company</b>	----- (Rupees in '000) -----			
Issue of Nil units (2022: 4,878,541)	-	492,676	-	492,676
Issue of 160,934 units under CIP ( 2022: 106,323 units)	16,205	10,662	10,409	7,107
Redemption of Nil units ( 2022: 4,878,541 units)	-	489,221	-	489,221
Remuneration of the Management Company	26,660	6,007	13,608	3,872
Sindh Sales Tax on Management remuneration	3,466	781	1,769	503
Preliminary expenses and floatation costs	-	65	65	33
<b>Central Depository Company of Pakistan Limited - Trustee</b>				
Remuneration of the Trustee	1,955	1,096	998	699
Sindh Sales Tax on Trustee Remuneration	254	142	130	90
<b>Pakistan Defence Officers Housing Authority</b>				
Issue of Nil units (2022: 13,051,028 units)	-	1,316,000	-	500,000
<b>Bulk Management (Pakistan) Private Limited</b>				
Issue of 57,003,510 units (2022: Nil units)	4,358,563	-	1,668,484	-
Redemption of 67,117,378 units (2022: Nil units)	6,860,569	-	4,163,310	-
Issue of 32,846 units under CIP ( 2022: Nil units)	3,307	-	3,307	-
<b>Mari Petroleum Company Limited</b>				
Issue of Nil units (2022: 4,981,761 units)	-	500,000	-	500,000
<b>Key Management Personnel</b>				
Issue of 4,365,578 units (2022: 5,879,014 units)	443,293	580,762	421,065	518,360
Issue of 6,874 units (2022: 426 units) under CIP	693	233	523	190
Redemption of 4,314,349 units (2022: 578,279 units)	438,688	508,173	421,590	449,966
Additional units issued as refund of capital : 1,375 (2022: Nil units)	-	-	-	-



**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

14.5 Amounts outstanding as at period end:	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- (Rupees in '000) -----	
<b>National Investment Trust Limited - Management Company</b>		
2,023,006 units held (June 30, 2023: 1,862,072 units)	204,155	187,493
Management remuneration	4,742	4,373
Sindh Sales Tax	616	569
Preliminary expenses & floatation costs	643	643
Others	107	107
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee fee payable	343	317
Sindh Sales Tax on Trustee remuneration of Trustee	45	41
<b>Mari Petroleum Company Limited</b>		
7,486,034 units held (June 30, 2023: 7,486,034 units)	755,464	753,771
<b>Key Management Personnel</b>		
100,476 units held (June 30, 2023: 40,996 units)	10,140	4,128
<b>Receivable from Fund to Fund Conversion</b>		
Receivable from NIT Islamic Equity Fund	20,414	-
Receivable from NIT Income Fund	-	2,498

**15 FAIR VALUE OF FINANCIAL INSTRUMENTS**

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as 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 (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognized at fair value, analyzed between those whose fair value is based on:

- Level 1:** quoted prices in active markets for identical assets or liabilities;
- Level 2:** those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3:** those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at December 31, 2023, the Fund held the following instrument measured at fair values:

December 31, 2023 (Un-audited)	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
At fair value through profit or loss	-	1,042,000	-	1,042,000

The Fund has not disclosed the fair values of its financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their fair values.

During the period ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.



**NIT - ISLAMIC MONEY MARKET FUND**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

16 INTERIM DISTRIBUTION DURING THE PERIOD	December 31	
	2023	2022
	----- (Unaudited) -----	
	----- (Rupees in '000) -----	
For the month ended July 31, 2023: Rs. 1.7409 per unit (2022: 1.2428 per unit)	77,551	30,537
For the month ended August 31, 2023: Rs. 1.8931 per unit (2022: 1.3624 per unit)	89,441	34,482
For the month ended September 30, 2023: Rs. 1.5193 per unit (2022: 1.1494 per unit)	74,515	32,724
For the month ended October 31, 2023: Rs. 1.5988 per unit (2022: 1.1544 per unit)	74,924	47,333
For the month ended November 30, 2023: Rs. 1.8314 per unit (2022: 1.3665 per unit)	87,738	56,122
For the month ended December 31, 2023: Rs. 1.3053 per unit (2022: 0.8786 per unit)	75,986	39,370
	<b>480,156</b>	<b>240,568</b>

**17 RECLASSIFICATION**

The following reclassification have been made on account of prior errors in the amounts reported in financial statement for the year ended June 30, 2023 as identified during the year in the financial statements. No adjustment were related to the year prior to June 30, 2023 and hence the opening of the prior year has not been restated.

Effect of prior period error adjustment on the financial statements for the year ended June 30, 2023	Note	As previously reported	Effects of reclassification	Amount after reclassification
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**Statement of financial position**

Balances with banks	4	5,881,420	(2,498)	5,878,922
Receivable against sale of units		-	2,498	2,498

**18 DATE OF AUTHORISATION FOR ISSUE**

**23 FEB 2024**

These financial statements were authorised for issue on \_\_\_\_\_ by the Board of Directors of the Management Company.

**19 GENERAL**

Figures have been rounded off to the nearest thousand rupees.

072

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

  
**Managing Director**

  
**Director**

  
**Director**