



**FINANCIAL STATEMENTS
OF
NIT MONEY MARKET FUND
FOR THE HALF YEAR ENDED
DECEMBER 31, 2023**

BDO Ebrahim & Co. Chartered Accountants

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TRUSTEE REPORT TO THE UNIT HOLDERS

NIT 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 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

DRAFT**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS****Report on review****Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NIT - MONEY MARKET FUND** ("the Fund") as at December 31, 2023 and the related condensed interim income statement, condensed interim comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flows, together with notes to the financial statements for the half year ended then added (here-in-after referred to as "interim financial statement"). Management is responsible for the preparation and fair presentation of this condensed interim financial statement 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 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 condensed interim financial statement 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 statement as at and for the half year ended December 31, 2023 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent audit's report is Zulfikar Ali Causer.

KARACHI**DATED:****UDIN:****BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS**

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

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	-----Rupees in '000-----	
ASSETS		
Bank balances	4 18,037,428	757,377
Mark-up receivable	216,659	167,916
Investments	5 16,948,762	26,904,923
Security deposit	100	100
Total assets	35,202,949	27,830,316
LIABILITIES		
Payable to National Investment Trust Limited - Management Company	6 16,007	10,582
Payable to Central Depository Company of Pakistan Limited - Trustee	7 1,666	1,363
Payable to Securities and Exchange Commission of Pakistan	8 1,993	3,547
Payable against redemption of units	27,198	59,226
Accrued expenses and other liabilities	9 15,399	9,715
Dividend payable	2	2
Total liabilities	62,265	84,435
NET ASSETS	<u>35,140,684</u>	<u>27,745,881</u>
REPRESENTED BY:		
Unit Holders' Fund (as per statement attached)	<u>35,140,684</u>	<u>27,745,881</u>
Contingencies and commitments	10	
	-----Number of units-----	
Number of units in issue	<u>3,614,359,960</u>	<u>2,861,641,957</u>
	-----Rupees-----	
Net asset value per unit	<u>9.7225</u>	<u>9.6958</u>

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

CHIEF FINANCIAL OFFICER

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

	Note	Half year ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
(Rupees in '000)					
INCOME					
Income from government securities		1,834,757	597,764	1,119,863	469,488
Income from letter of placements		377,258	69,816	144,933	17,033
Mark-up on sukuks		308,296	154,538	123,381	83,383
Profit on bank deposits		406,269	355,766	166,712	46,833
Realised loss on sale of investments -net		(3,659)	(2,320)	(45)	(3,817)
Net unrealised loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(13,188)	(8,482)	(11,718)	(9,663)
Total income		2,909,733	1,167,082	1,543,126	603,257
EXPENSES					
Remuneration of National Investment Trust Limited Management Company	6.1	67,331	22,987	35,712	13,539
Sindh Sales Tax on remuneration to Management Company	6.2	8,753	2,988	4,643	1,760
Remuneration of Central Depository Company of Pakistan Limited - Trustee		7,406	4,213	3,928	2,134
Sindh Sales Tax on remuneration of Trustee		963	548	511	278
Annual fee - Securities and Exchange Commission of Pakistan		10,092	1,532	5,353	776
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	4,002	2,305	2,127	1,181
Securities transaction costs		569	275	328	130
Auditors' remuneration		145	231	86	117
Legal and professional charges		22	39	-	34
Settlement and bank charges		436	201	432	199
Listing fee		31	53	-	27
Printing charges		33	25	33	25
Mutual fund rating fee		245	253	245	126
Total expenses		100,028	35,650	53,398	20,326
Net income before taxation		2,809,705	1,131,432	1,489,728	582,931
Taxation	11	-	-	-	-
Net income for the period		2,809,705	1,131,432	1,489,728	582,931
Allocation of net income for the period					
Net income for the period		2,809,705	1,131,432		
Income already paid on units redeemed		(533,312)	(192,670)		
		<u>2,276,393</u>	<u>938,762</u>		
Accounting income available for distribution:					
-Relating to capital gains		-	-		
-Excluding capital gains		2,276,393	938,762		
		<u>2,276,393</u>	<u>938,762</u>		

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

CHIEF FINANCIAL OFFICER

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

	Half year ended		Quarter ended	
	December 31,		December 31,	
	2023	2022	2023	2022
	-----Rupees in '000-----			
Net income for the period	2,809,705	1,131,432	1,489,728	582,931
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>2,809,705</u>	<u>1,131,432</u>	<u>1,489,728</u>	<u>582,931</u>

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


 CHIEF FINANCIAL OFFICER

**NIT - MONEY MARKET 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 / (loss)	Total	Capital value	Undistributed income / (loss)	Total
Note	(Rupees in '000)			(Rupees in '000)		
Net assets at the beginning of the period	27,749,967	(4,086)	27,745,881	18,708,026	(125,384)	18,582,642
Issue of 5,726,591,490 units (2022: 3,531,777,684 units)						
Capital Value	55,523,886	-	55,523,886	34,094,722	-	34,094,722
Element of income	517,799	-	517,799	155,132	-	155,132
Amount received on issuance of units	56,041,685	-	56,041,685	34,249,854	-	34,249,854
Issue of 46,742,262 units in lieu of refund of capital (2022: 11,990,530 units)	453,204	-	453,204	115,753	-	115,753
Redemption of 5,149,701,492 units (2022: 3,265,465,994 units)						
Value	(49,930,476)	-	(49,930,476)	(31,523,829)	-	(31,523,829)
Element of income						
- Income already paid	-	(533,312)	(533,312)	-	(192,670)	(192,670)
- Refund / adjustment on units	(63,051)	-	(63,051)	(37,476)	-	(37,476)
Amount paid / payable on redemption of units	(49,993,527)	(533,312)	(50,526,839)	(31,561,305)	(192,670)	(31,753,975)
Total comprehensive income for the period	-	2,809,705	2,809,705	-	1,131,432	1,131,432
Issue of 129,085,743 units under CIP (2022: 43,637,968 units)	1,251,590	-	1,251,590	421,268	-	421,268
Interim distribution for the period	15	(2,181,338)	(2,181,338)		(896,965)	(896,965)
Refund of capital	(453,204)	-	(453,204)	(115,753)	-	(115,753)
Net assets at the end of the period	<u>35,049,715</u>	<u>90,969</u>	<u>35,140,684</u>	<u>21,817,843</u>	<u>(83,587)</u>	<u>21,734,256</u>
Undistributed loss brought forward						
- Realized loss		(4,086)			(125,384)	
- Unrealized income		-			-	
Accounting income available for distribution		(4,086)			(125,384)	
- Relating to capital gains		-			-	
- Excluding capital gains		2,276,393			938,762	
		2,276,393			938,762	
Interim distribution for the period	15	(2,181,338)			(896,965)	
Undistributed loss carried forward		<u>90,969</u>			<u>(83,587)</u>	
Undistributed loss carried forward comprising:						
- Realized loss		90,969			(83,587)	
- Unrealized income		-			-	
		<u>90,969</u>			<u>(83,587)</u>	
			(Rupees)		(Rupees)	
Net assets value per unit at beginning of the period			(Per Unit)		(Per Unit)	
Net assets value per unit at end of the period			<u>9.6958</u>		<u>9.6537</u>	
			<u>9.7225</u>		<u>9.6731</u>	


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


CHIEF FINANCIAL OFFICER

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

	December 31,	
	2023	2022
	----- (Un-Audited) -----	
	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	2,809,705	1,131,432
Decrease / (increase) in assets		
Investments	9,956,161	(16,192,507)
Accrued income	(48,743)	(44,066)
	9,907,418	(16,236,573)
(Decrease) / increase in liabilities		
Payable to National Investment Trust Limited - Management Company	5,425	1,465
Payable to Central Depository Company of Pakistan Limited - Trustee	303	204
Payable to Securities and Exchange Commission of Pakistan	(1,554)	(1,111)
Payable against purchase of investments	-	990,389
Payable against redemption of units	(32,028)	211
Accrued expenses and other liabilities	5,684	(3,144)
	(22,170)	988,014
Net cash generated from / (used in) operating activities	12,694,953	(14,117,127)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issue of units-including CIP	57,293,275	34,671,122
Payments on redemption of units	(50,526,839)	(31,753,975)
Dividend paid	(2,181,338)	(896,965)
Net cash generated from financing activities	4,585,098	2,020,182
Net increase / (decrease) in cash and cash equivalents during the period	17,280,051	(12,096,945)
Cash and cash equivalents at the beginning of the period	757,377	16,672,441
Cash and cash equivalents at the end of the period	18,037,428	4,575,496

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


CHIEF FINANCIAL OFFICER

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

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The NIT 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. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter no. SCD/AMCW/NITL/78/ 2015 dated September 02, 2015 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Trust Deed was executed on September 09, 2015.

Subsequently, the first supplemental trust deed of NIT Money Market Fund has been approved by SECP vide its letter no SCD/AMCW/NITL/NIT-GTF/319/2018 dated 28 March 2018 and registered on 11 June 2018 subject to the condition that the Management Company shall mention the former name (NIT-GTF) along with the new name NIT Money Market Fund for a period of one year from the date of registration of the supplemental Trust Deed.

The Fund is categorised as 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. 10 per unit.

- 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 were introduced as part of this act. The Management Company after fulfilling the requirement for registration of Trust Deed under Sindh Trusts Act, 2020, submitted Collective Investment Scheme Trust Deed to Registrar acting under Sindh Trusts Act, 2020 for registration. Subsequently on November 18, 2021 Trust Deed of the fund has been registered under Sindh Trusts 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 has received Rs.759 million against IPO from various investors on January 22, 2016 and, accordingly commenced its business activities from January 25, 2016.

- 1.5 The Fund is an open-ended mutual fund and is listed on Pakistan Stock Exchange and units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The units of the Fund were initially offered for public subscription at par from 22 January 2016.

The objective of the Fund is to invest primarily in fixed income securities issued by the Government of Pakistan (GoP), which are highly liquid and have low credit risk. After registration of first supplemental Trust Deed this has now been changed to invest in low risk, short tenor fixed income securities / money market instruments.

- 1.6 Pakistan Credit Rating Agency Limited (PACRA) has assigned "AAA(f)" rating to the Fund dated September 01, 2023 and has assigned an asset manager rating of "AM1" dated May 24, 2023 and VIS Credit Rating Company has reaffirmed an asset manager rating of 'AM1' to the Management Company on December 28, 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 PREPARATION

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. Such accounting and reporting standards as applicable in Pakistan comprise of:

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

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 requirements of Trust Deed 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 and requirements of the Trust Deed have been followed.

- 2.1.2 These condensed interim financial statements do 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 These condensed interim financial statements are 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 These condensed interim financial statements are un-audited but subject to limited scope review by the auditors. Figures for the quarter ended December 31, 2023 as reported in these condensed interim financial statements have not been subject to limited scope review by the external auditors.

2.1.5 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 Basis of measurement

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

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistan rupee ('Rupees' or 'Rs. '), which is the Fund's functional and presentational currency.

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

3.1 The accounting policies adopted in the preparation of this 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.

3.3 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2023 but are considered not to be relevant or do not have any material effect on the Fund's operations and therefore not detailed in these financial statements.

3.4 There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan, effective for the first time in these condensed interim financial statements and are mandatory for the Fund's accounting period beginning on or after July 01, 2022. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on these condensed interim condensed interim financial statements.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements of the Fund for the year ended June 30, 2023.

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

4 BANK BALANCES

In saving accounts	4.1	<u>18,037,428</u>	<u>757,377</u>
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4.1 These represent balances with banks in savings accounts carrying mark-up rates ranging from 5.5% to 21.85% per annum (June 30, 2023: 5.50% to 20% per annum).

5 INVESTMENTS

Investment by category

Fair value through profit or loss

- Market Treasury Bills	5.1	13,711,762	20,770,923
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At Amortized cost:

- Sukuks - unlisted	5.2	1,437,000	3,134,000
- Letter of placement	5.3	<u>1,800,000</u>	<u>3,000,000</u>
		<u>16,948,762</u>	<u>26,904,923</u>

5.1 Market Treasury Bills

Issue date	Tenor	Face value				Balance as at December 31, 2023		Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value		
----- (Rupees in '000) ----- (%) -----									
April 20, 2023	3 Months	3,950,000		3,950,000	-	-	-	-	-
May 4, 2023	3 Months	4,000,000	7,500,000	11,500,000	-	-	-	-	-
May 18, 2023	3 Months	-	2,000,000	2,000,000	-	-	-	-	-
June 1, 2023	3 Months	-	5,000,000	5,000,000	-	-	-	-	-
June 15, 2023	3 Months	7,500,000	9,835,000	17,335,000	-	-	-	-	-
June 22, 2023	3 Months	6,000,000	5,280,500	11,280,500	-	-	-	-	-
July 13, 2023	3 Months	-	2,200,000	2,200,000	-	-	-	-	-
July 25, 2023	3 Months	-	5,700,000	5,700,000	-	-	-	-	-
August 10, 2023	3 Months	-	7,345,000	7,345,000	-	-	-	-	-
August 24, 2023	3 Months	-	2,509,620	2,509,620	-	-	-	-	-
September 7, 2023	3 Months	-	3,400,000	3,400,000	-	-	-	-	-
September 21, 2023	3 Months	-	13,075,000	13,075,000	-	-	-	-	-
October 5, 2023	3 Months	-	3,340,000	3,340,000	-	-	-	-	-
October 19, 2023	3 Months	-	4,000,000	2,800,000	1,200,000	1,130,240	1,128,823	0.03	0.07
November 2, 2023	3 Months	-	3,907,900	-	3,907,900	3,854,381	3,853,326	0.11	0.23
November 16, 2023	3 Months	-	500,000	-	500,000	489,708	489,398	0.01	0.03
November 30, 2023	3 Months	-	2,500,000	-	2,500,000	2,427,928	2,426,200	0.07	0.14
December 14, 2023	3 Months	-	500,000	-	500,000	481,594	481,433	0.01	0.03
November 2, 2023	6 Months	-	500,000	-	500,000	467,082	466,723	0.01	0.03
November 16, 2023	6 Months	-	2,300,000	-	2,300,000	2,136,451	2,130,584	0.06	0.13
November 30, 2023	6 Months	-	2,975,265	-	2,975,265	2,737,564	2,735,274	0.08	0.16
October 20, 2022	12 Months	-	501,900	501,900	-	-	-	-	-
Total December 31, 2023		21,450,000	84,870,185	91,937,020	14,383,165	13,724,950	13,711,762	0.39	0.81
Total June 30, 2023		-	143,671,040	122,221,040	21,450,000	20,795,586	20,770,923	74.86	77.19
Pakistan Investment Bond									
October 22, 2020	3 Years	-	1,000,000	1,000,000	-	-	-	-	-
Total December 31, 2023		-	1,000,000	1,000,000	-	-	-	-	-
Total June 30, 2023		-	-	-	-	-	-	-	-

5.2 Sukuks

Name of Investee Company	Number of certificates				Balance as at December 31, 2023		Market value as a percentage of net assets	Market value as a percentage of total investments
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value		
K Electric Limited	94	-	94	-	-	-	-	-
K Electric Limited	291	-	291	-	-	-	-	-
K Electric Limited	238	-	238	-	-	-	-	-
K Electric Limited	250	-	250	-	-	-	-	-
K Electric Limited	500	-	500	-	-	-	-	-
K Electric Limited	-	500	-	500	500,000	500,000	0.01	0.03
K Electric Limited	-	183	-	183	183,000	183,000	0.01	0.01
Lucky Electric Power Company Limited	116	-	116	-	-	-	-	-
Lucky Electric Power Company Limited	157	-	157	-	-	-	-	-
Lucky Electric Power Company Limited	148	-	148	-	-	-	-	-
Lucky Electric Power Company Limited	600	-	600	-	-	-	-	-
Lucky Electric Power Company Limited	140	-	140	-	-	-	-	-
Lucky Electric Power Company Limited	-	444	-	444	444,000	444,000	0.01	0.03
Lucky Electric Power Company Limited	-	146	-	146	146,000	146,000	0.00	0.01
Hub Power Company Limited	600	-	600	-	-	-	-	-
Hub Power Company Limited	-	164	-	164	164,000	164,000	0.00	0.01
Total December 31, 2023	3,134	1,437	3,134	1,437	1,437,000	1,437,000	0.04	8.48
Total June 30, 2023	1,293	5,173	3,332	3,134	3,134,000	3,134,000	11.29	11.64

5.2.1 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)					
K Electric Limited	23.49%	September 22, 2023	March 22, 2024	500	0.00
K Electric Limited	22.51%	October 24, 2023	April 24, 2024	183	0.00
Lucky Electric Power Company Limited	23.53%	August 15, 2024	March 22, 2024	444	0.00
Lucky Electric Power Company Limited	21.74%	December 28, 2024	June 28, 2024	146	0.00
Hub Power Company Limited	21.96%	November 8, 2024	May 8, 2024	164	0.00

5.3 Certificate of Investment/Clean Placements

Name of Investee Company	Face Value				Balance as at June 30, 2023		Market value as a percentage of net assets	Market value as a percentage of total investments
	As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at Dec 31, 2023	Carrying value	Market value		
	----- (Rupees in '000) -----						----- (%) -----	
Pak Kuwait Investment Company Limited	1,000,000	34,000,000	33,200,000	1,800,000	1,800,000	1,800,000	5.12	10.62
Pak Brunei Investment Company Limited	2,000,000	13,100,000	15,100,000	-	-	-	-	-
Pak Oman Investment Company Limited	-	23,500,000	23,500,000	-	-	-	-	-
Saudi Pak Industrial & Agricultural Investment	-	12,570,000	12,570,000	-	-	-	-	-
Zarai Taraqiati Bank Limited	-	45,025,000	45,025,000	-	-	-	-	-
Total December 31, 2023	3,000,000	128,195,000	129,395,000	1,800,000	1,800,000	1,800,000	5.12	10.62
Total June 30, 2023	-	173,380,000	170,380,000	3,000,000	3,000,000	3,000,000	10.81	11.15

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

**6 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED
MANAGEMENT COMPANY**

Management remuneration	6.1	13,430	8,812
Sindh sales tax	6.2	1,746	1,146
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	697	490
Trust Deed registration fee and others		134	134
		16,007	10,582

6.1 The Management Company has charged its remuneration at the rate of upto 5% of gross earnings subject to a minimum fee of 0.25% per annum of average net assets, and a maximum fee of 0.75% per annum of average annual net assets.

6.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

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 as the total expense ratio limit as defined under NBFC Regulations, 2008, has charged its fees.

**7 PAYABLE TO CENTRAL DEPOSITORY
COMPANY OF PAKISTAN LIMITED - TRUSTEE**

Trustee remuneration	7.1	1,474	1,206
Sales tax payable on trustee remuneration	7.2	192	157
		1,666	1,363

7.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. Accordingly, the Fund has charged Trustee remuneration at 0.055% of net assets (June 30, 2023: 0.055%)

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

8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the NBFC Regulations, a collective investment scheme is required to pay annual fee to the Securities and Exchange Commission of Pakistan a revised amount equal to 0.075% (June 30, 2023: 0.02%) of average annual assets of the Fund as per S.R.O 592(1)/2023 dated, May 17, 2023.

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

9 ACCRUED EXPENSES AND OTHER LIABILITIES

Federal excise duty	9.1	291	291
Capital gain tax		14,069	8,912
Auditors' remuneration		199	235
Legal and professional charges		16	16
Brokerage		449	140
Listing fee		28	28
Rating fee		245	-
Withholding tax payable		102	89
Zakat payable		-	4
		<u>15,399</u>	<u>9,715</u>

- 9.1 As per the requirement of Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company has been applied effective June 13, 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law, hence a petition was collectively filed by the Mutual Fund Association of Pakistan with the Honorable Sindh High Court (SHC) on September 04, 2013.

The Honorable Sindh High Court (SHC) through its order dated June 02, 2016, in CPD-3184 of 2014 (and others) filed by various taxpayers, has inter alia declared that Federal Excise Act, 2005 (FED Act) is on services, other than shipping agents and related services, is ultra vires to the Constitution from July 01, 2011. However, the declaration made by the Honorable Court, as directed, will have affect in the manner prescribed in the judgment. The Sindh High Court in its decision dated July 16, 2016 in respect of constitutional petition filed by management companies of mutual funds maintained the previous order on the FED.

Sindh Revenue Board and Federal Board of Revenue have filed appeals before Honourable Supreme Court against the Sindh High Court's decision dated June 02, 2016, which is pending for the decision. However, after the exclusion of the mutual funds from federal statute on FED from July 01, 2016, the Fund has discontinued making the provision in this regard.

Since the appeal is pending in the Supreme Court of Pakistan, the Management Company as a matter of abundant caution has retained provision for FED on management fee aggregating to Rs. 0.291 million. Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Rs. 0.0001 (June 30, 2023: Rs. 0.0002) per unit.

10 CONTINGENCIES AND COMMITMENTS

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

11 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 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 June 30, 2024 as reduced by accumulated losses and capital gains (whether realised or unrealised) to its unit holders.

12 TOTAL EXPENSE RATIO

Total Expenses Ratio of the Fund is 0.74% as on December 31, 2023 (December 31, 2022: 0.47%) and this includes 0.15% (December 31, 2022: 0.07%) representing Government Levy, Sindh Workers' Welfare Fund (SWWF) and SECP fee. This ratio is within the maximum limit of 2.0% prescribed under the NBFC Regulations 60(5) for a collective investment scheme categorised as a Money Market Scheme.

13 TRANSACTIONS WITH CONNECTED PERSONS

- 13.1 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.
- 13.2 The transactions with connected persons are in the normal course of business, at contracted terms determined in accordance with the market rates.

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

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

13.4.1 Details of the transactions with connected persons are as follows:

Transactions during the period	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	(Un audited)		(Un audited)	
	(Rupees in '000)		(Rupees in '000)	
National Investment Trust Limited - Management Company				
Issue of Nil units (2022: 7,730,604 units)	-	75,000	-	75,000
Issue of 2,008,211 units under CIP (2022: 1,099,556 units)	19,471	10,615	12,462	7,464
Remuneration of the Management Company	67,331	22,987	35,712	13,539
Sindh Sales Tax on Management remuneration	8,753	2,988	4,643	1,760
Allocation of expenses related to registrar services, Allocation of expenses related to registrar services, accounting, operation and valuation services	4,002	2,305	2,127	1,181
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	7,406	4,213	3,928	2,134
Sindh Sales Tax on Trustee Remuneration	963	548	511	278
Mari Petroleum Company Limited				
Issue of 178,188,070 units (2022: 128,201,791 units)	1,750,000	1,250,000	800,000	250,000
Additional units: 2,302,452 as refund of capital (2022: 1,271,629 units)	-	-	-	-
Key Management Personnel				
Issue of 47,992,510 units (2022: 89,241,120 units)	466,356	861,773	314,975	617,360
Issue of 8,262 units under CIP (2022: Nil units)	80	-	52	-
Redemption of 39,656,310 units (2022: 89,718,868 un Additional units issued as refund of capital : 167 (2022: Nil units)	77,052	875,860	1,619	639,323
	-	-	-	-
National Investment Trust Limited- Pension Fund				
Issue of 3,004,555 units (2022: 5,140,120 units)	29,421	50,000	29,421	50,000
Issue of 4,371,249 units under CIP (2022: 2,625,533 units)	42,383	25,346	23,780	16,519
Redemption of 41,921,742 units (2022: Nil units)	411,000	-	211,000	-
Additional 29,822 units issued as refund of capital (2022: Nil units)	-	-	-	-
National Investment Trust Limited- Employees Provident Fund				
Issue of 1,064 units under CIP (2022: 205,306 units)	10	1,982	6	971
Redemption of Nil units (2022: 5,737,954 units)	-	55,592	-	55,592

	December 31, 2023 (Un audited)	June 30, 2023 (Audited)
	-----Rupees in '000-----	
13.4.2 Amounts outstanding as at period end:		
National Investment Trust Limited - Management Company		
24,122,845 units held (June 30, 2023: 22,114,634 units)	234,534	214,419
Management remuneration	13,430	8,812
Sindh Sales Tax	1,746	1,146
Preliminary expenses & floatation costs	-	-
Allocation of expenses related to registrar services, accounting, operation and valuation services	697	490
Others	134	134
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	1,474	1,206
Sindh Sales Tax on Trustee remuneration of Trustee	192	157
Mari Petroleum Company Limited		
593,805,482 units held (June 30, 2023: 413,314,960 units)	5,773,274	4,007,419
Key Management Personnel		
8,344,629 units held (June 30, 2023: Nil units)	81,131	-
National Investment Trust Limited- Pension Fund		
28,148,158 units held (June 30, 2023: 62,664,273 units)	273,670	607,580
National Investment Trust Limited- Employees Provident Fund		
15,383 units held (June 30, 2023: 14,319 units)	150	139

14. 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);

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 and June 30, 2023, the Fund held the following instruments measured at fair values:

	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
December 31, 2023 (Un-audited)				
At fair value through profit or loss				
- Market Treasury Bills	-	13,711,762	-	13,711,762
At Amortized cost:				
- Sukuks - unlisted	-	1,437,000	-	1,437,000
- Letter of placement	-	1,800,000	-	1,800,000
	-	16,948,762	-	16,948,762

	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
June 30, 2023 (Audited)				
At fair value through profit or loss				
- Market Treasury Bills	-	20,770,923	-	20,770,923
At Amortized cost:				
- Sukuks - unlisted	-	3,134,000	-	3,134,000
- Letter of placement	-	3,000,000	-	3,000,000
	-	26,904,923	-	26,904,923

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 reporting 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.

	Declaration Date	Rs. Per Unit	December 31, 2023 (Un audited) -Rupees in '000-
15. INTERIM DISTRIBUTION DURING THE PERIOD			
For the month ended July 31, 2023	July 31, 2023	0.1728	358,563
For the month ended August 31, 2023	September 4, 2023	0.1971	394,007
For the month ended September 30, 2023	October 2, 2023	0.1544	312,752
For the month ended October 31, 2023	November 6, 2023	0.2017	430,477
For the month ended November 30, 2023	December 5, 2023	0.1535	361,638
For the month ended December 31, 2023	December 26, 2023	0.1194	323,901
			<u>2,181,338</u>

16 DATE OF AUTHORISATION FOR ISSUE


23 FEB 2024

These condensed interim financial statements were authorised for issue on -----
by the Board of Directors of the Management Company.

17 GENERAL

Figures have been rounded off to the nearest thousand Rupees, unless stated otherwise.

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


MANAGING DIRECTOR


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER