



**NIT Islamic Income Fund
Condensed Interim Financial
Statements (Unaudited)
for the Nine Months Period
Ended
31 March 2023**

**NIT - ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023**

	March 31, 2023	June 30, 2022
Note	(Unaudited)	(Audited)
	-----Rupees in '000-----	
ASSETS		
Bank balances	4 349,582	318,638
Investments	5 424,616	499,703
Profit Receivable	32,368	16,129
Security deposits	100	100
Total assets	806,666	834,570
LIABILITIES		
Payable to National Investment Trust Limited - Management Company	6 1,474	2,064
Payable to Central Depository Company of Pakistan Limited - Trustee	7 88	62
Payable to Securities and Exchange Commission of Pakistan	135	180
Payable against redemption of units	781	-
Accrued expenses and other liabilities	8 1,886	902
Dividend Payable	892	877
Total liabilities	5,256	4,085
NET ASSETS	801,410	830,485
Unit holders' fund (as per statement attached)	801,410	830,485
Contingencies and commitments	9	
	----- Number of units -----	
Number of units in issue	76,621,198	80,940,846
	-----Rupees-----	
Net asset value per unit	10.4594	10.2604

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

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

-sd-	-sd-	-sd-	-sd-
Managing Director	Director	Director	Chief Financial Officer

NIT - ISLAMIC INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE AND THREE MONTHS PERIOD ENDED MARCH 31, 2023

	Note	Nine months period ended		Three months period ended	
		2023	2022	2023	2022
INCOME					
-----Rupees in '000-----					
Income from Commercial Paper		-	11,784	-	3,396
Income from Ijarah Sukuk		19,174	5,841	7,600	9,624
Income from sukuks		39,307	17,068	10,681	16,518
Profit on bank deposits		47,552	23,268	21,514	17,461
Gain / (Loss) on sale of investments -net		116	(380)	116	671
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.4	1,417	63	804	157
		107,566	57,644	40,715	47,827
EXPENSES					
Remuneration of National Investment Trust Limited - Management Company	6.1	6,498	4,422	2,339	3,431
Sindh Sales Tax on remuneration to Management Company	6.2	845	575	304	446
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1	506	508	181	481
Sindh Sales tax on Trustee remuneration	7.2	66	66	24	63
Annual fee - Securities and Exchange Commission of Pakistan		135	135	48	128
Allocation of expenses related to registrar services, accounting, operation and valuation services	6.3	1,251	672	407	635
Securities transaction costs		-	13	-	20
Auditors' remuneration		313	270	82	331
Legal & Professional Charges		35	110	24	64
Settlement and bank charges		288	309	104	211
Listing fee		-	28	-	30
Shariah Advisory Fee		110	140	33	131
Mutual Fund Rating Fee		200	182	200	166
Total expenses		10,258	7,430	3,757	6,331
Net income from operating activities		97,308	50,214	36,958	41,496
Reversal of Provision for Sindh Workers' Welfare Fund		-	4,735	-	(830)
Net income for the period before taxation		97,308	54,949	36,958	40,666
Taxation	10	-	-	-	-
Net income for the period		97,308	54,949	36,958	40,666
Allocation of net income for the period after taxation					
Net income for the period		97,308	54,949		
Income already paid on units redeemed		(28,488)	(18,872)		
		68,820	36,077		
Accounting income available for distribution:					
-Relating to capital gains		-	-		
-Excluding capital gains		68,820	36,077		
		68,820	36,077		

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

-sd-
Managing Director

-sd-
Director

-sd-
Director

-sd-
Chief Financial Officer

NIT - ISLAMIC INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE AND THREE MONTHS PERIOD ENDED MARCH 31, 2023

	Note	Nine months period ended		Three months period ended	
		2023	2022	2023	2022
-----Rupees in '000-----					
Net income for the period after taxation		97,308	54,949	36,958	40,666
Other comprehensive income for the period					
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'fair value through other comprehensive income' (FVOCI)	5.5	(2,045)	288	(175)	(3,002)
Total comprehensive income for the period		95,263	55,237	36,783	37,664

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For National Investment Trust Limited
(Management Company)

-sd-
Managing Director

-sd-
Director

-sd-
Director

-sd-
Chief Financial Officer

**NIT - ISLAMIC INCOME FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

Note	2023				2022			
	Capital value	Undistributed income	Cumulative change in 'Fair value through other comprehensive income' (FVOCI)	Total	Capital value	Undistributed income	Cumulative change in 'Fair value through other comprehensive income' (FVOCI)	Total
	Rupees in '000							
Net assets at the beginning of the period	821,133	13,696	(4,344)	830,485	815,922	7,953	(6,294)	817,581
Issue of 639,220,930 units (2022: 125,114,672 units)								
Capital value	6,023,289	-	-	6,023,289	1,170,510	-	-	1,170,510
Element of income / (loss)	441,646	-	-	441,646	33,054	-	-	33,054
Amount received on issuance of units	6,464,935	-	-	6,464,935	1,203,564	-	-	1,203,564
Issue of 1,352,094 units in lieu of refund of capital (2022: 1,350,610 units)	12,741	-	-	12,741	12,636	-	-	12,636
Redemption of 649,391,602 units (2022: 121,743,941 units)								
Capital value	(6,119,217)	-	-	(6,119,217)	(1,138,975)	-	-	(1,138,975)
Element of income / (loss)	(428,922)	(28,488)	-	(457,410)	(16,116)	(18,872)	-	(34,988)
Amount paid / payable on redemption of units	(6,548,139)	(28,488)	-	(6,576,627)	(1,155,091)	(18,872)	-	(1,173,963)
Issue of 4,498,931 units under CIP (2022: 4,210,180 units)	42,393	-	-	42,393	39,388	-	-	39,388
Final distribution for the year ended June 30, 2022: Rs 0.8374 per unit [(Date of Distribution: 5 July 2022)](2021: Rs 0.8071 per unit [(Date of Distribution: 7 July 2021)])	-	(55,039)	-	(55,039)	-	(52,296)	-	(52,296)
Refund of capital	(12,741)	-	-	(12,741)	(12,636)	-	-	(12,636)
Total comprehensive income / (loss) for the period	-	97,308	(2,045)	95,263	-	54,949	288	55,237
Net assets at the end of the period	780,322	27,477	(6,389)	801,410	903,783	(8,266)	(6,006)	889,511
Net assets at the end of the period								
Undistributed income brought forward								
-Realized income		13,630				7,953		
-Unrealized income		66				-		
		13,696				7,953		
Accounting income available for distribution								
-Relating to capital gains		-				-		
-Excluding capital gains		68,820				36,077		
		68,820				36,077		
Final distribution for the year ended June 30, 2022: Rs 0.8374 per unit [(Date of Distribution: 5 July 2022)](2021: Rs 0.8071 per unit [(Date of Distribution: 7 July 2021)])								
		(55,039)				(52,296)		
Accumulated (loss) carried forward		27,477				(8,266)		
Accumulated (loss) carried forward comprising								
-Realized income		25,994				(8,329)		
-Unrealized income		1,483				63		
		27,477				(8,266)		
Net assets value per unit at beginning of the period				(Rupees) 10.2604				(Rupees) 10.1626
Net assets value per unit at end of the period				10.4594				9.9518

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

-sd-
Managing Director

-sd-
Director

-sd-
Director

-sd-
Chief Financial Officer

**NIT - ISLAMIC INCOME FUND
CASH FLOW STATEMENT
FOR THE NINE AND THREE MONTHS PERIOD ENDED MARCH 31, 2023**

	<u>2023</u>	<u>2022</u>
	-----Rupees in '000-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	97,308	54,949
decrease / (Increase) in assets		
Investments	73,042	(210,906)
Accrued income	(16,239)	(5,810)
	56,803	(216,716)
(decrease) / Increase in liabilities		
Payable to National Investment Trust Limited - Management Company	(590)	249
Payable to Central Depository Company of Pakistan Limited - Trustee	26	3
Payable to Securities and Exchange Commission of Pakistan	(45)	(38)
Payable against redemption of units	781	3,634
Accrued expenses and other liabilities	984	(4,786)
	1,156	(938)
Net cash generated / (used in) from operating activities	<u>155,267</u>	<u>(162,705)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issue of units-including CIP	6,507,328	1,242,952
Payments on redemption of units	(6,576,627)	(1,173,963)
Dividend paid	(55,024)	(52,217)
Net cash (used in) / generated from financing activities	<u>(124,323)</u>	<u>16,772</u>
Net (decrease) / increase in cash and cash equivalents during the period	<u>30,944</u>	<u>(145,933)</u>
Cash and cash equivalents at the beginning of the period	318,638	454,754
Cash and cash equivalents at the end of the period	<u><u>349,582</u></u>	<u><u>308,821</u></u>

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

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

-sd-	-sd-	-sd-	-sd-
Managing Director	Director	Director	Chief Financial Officer

NIT - ISLAMIC INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE NINE AND THREE MONTHS PERIOD ENDED MARCH 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 The NIT - Islamic Income 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/324/ 2016 dated 01 March 2016 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Trust Deed was executed on 14 March 2016 under the Trust Act, 1882. The Fund is categorized as Shariah Compliant Income Scheme as per criteria for categorization of open end collective investment scheme as specified by SECP and other allied matters.

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.

1.2 The Management Company of the Fund has been classified as a Non-Banking Finance Company (NBFC) under the NBFC Rules, 2003 and has obtained the requisite license from the SECP to undertake Asset Management Services. The registered office of the Management Company is situated at 6th floor, National Bank of Pakistan Building, I. I. Chundrigar Road, Karachi.

1.3 The Fund is an open-ended mutual fund listed on Pakistan Stock Exchange. 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 initial price of Rs. 10 on 04 July 2016 and received Rs. 159.518 million against initial public offer from various investors including Management Company and accordingly the Fund commenced its business activities on the same date.

1.4 The objective of the Fund is to generate a stable shariah compliant income stream, while seeking maximum possible preservation of capital, over the medium to long term period, by investing in a diversified portfolio of Shariah Compliant fixed income and money market instruments. The Management Company has appointed Mufti Zeeshan Abdul Aziz as Shariah Advisor to the Fund to ensure the activities are in compliance with the principles of Shariah.

1.5 Pakistan Credit Rating Agency Limited (PACRA) has assigned "AA-(f)" rating to the Fund dated March 09, 2023 and has assigned an asset manager rating of "AM1" dated May 24, 2022 and VIS Credit Rating Company has reaffirmed asset manager rating of 'AM1' to the Management Company on December 29, 2022.

1.6 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017 along with part and the requirements VIII A of the repealed Companies Ordinance, 1984 and the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (the NBFC Regulations). Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations 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, 2022.

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).

2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

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 the of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

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, 2020. 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, 2022.

4 BANK BALANCES

These accounts carry return at rates ranging from 5.50 % to 18% per annum. (June 30, 2022: 5.5 % to 15.50% per annum)

5 INVESTMENTS

March 31,
2023
(Un audited) June 30,
2022
(Audited)
-----Rupees in '000-----

Fair Value through Other Comprehensive income

Debt securities:

- Sukuk-listed	5.1.1	7,494	10,554
- Sukuk-unlisted	5.1.2	10,668	33,485
- Privately Placed Short term Sukuk-unlisted		-	19,727
- Government securities	5.1.3	161,155	161,923

Fair Value through Profit or Loss

- Sukuk - listed	5.2.1	245,299	225,619
- Sukuk - unlisted		-	48,395
		<u>424,615</u>	<u>499,703</u>

5.1.1 Investment in Fair Value through Comprehensive income

5.1.1 Sukuks-Listed

Name of the investee company	Number of certificates				Balance as at March 31, 2023		Market value as a percentage of net assets	Market value as a percentage of total investments
	As at 01 July 2022	Purchased during the period	Sales / matured during the period	As at 31 March 2023	Carrying value	Market value		
					Rupees in '000		----- (%)-----	
Masood Textile Mills Limited	15	-	-	15	7,500	7,494	0.94	1.76
Total - 31 March 2023	15	-	-	15	7,500	7,494	0.94	1.76

5.1.2 Sukuks-unlisted

Dubai Islamic Bank Limited	25	-	25	-	-	-	-	-
Ghani Gases Corporation Ltd	285	-	-	285	4,956	4,370	0.55	1.03
Hub Power Company Limited	250	-	-	250	6,250	6,298	0.79	1.48
Total - 31 March 2023	560	-	25	535	11,206	10,668	1.34	2.51

5.1.3 Investment in Government Securities - Ijarah Sukuks

Ijarah Sukuks	167,000	-	-	167,000	167,000	161,155	20.11	37.95
Total - 31 March 2023	167,000	-	-	167,000	167,000	161,155	20.11	37.95

5.2 Investment in Fair Value through Profit or Loss

5.2.1 Sukuks-Listed

K Electric Limited	12,217	-	-	12,217	56,143	55,961	6.98	13.18
K Electric Limited	-	40	-	40	40,000	40,000	4.99	9.42
K Electric Limited	-	5	-	5	5,000	5,000	0.62	1.18
K Electric Limited	-	9	-	9	9,000	9,000	1.12	2.12
K Electric Limited	-	5	-	5	5,000	5,000	0.62	1.18
Pak Elektron Limited	50	-	50	-	-	-	-	-
Masood Textile Mills Limited	25	-	-	25	12,287	12,490	1.56	2.94
Hub Power Holding Company Ltd	500	-	-	500	50,000	50,995	6.36	12.01
OBS AGP Private Limited	460	-	-	460	40,451	40,854	5.10	9.62
Lucky Electric Power Company Limited	50	-	50	-	-	-	-	-
Lucky Electric Power Company Limited		11	-	11	11,000	11,000	1.37	2.59
Lucky Electric Power Company Limited		15	-	15	15,000	15,000	1.87	3.53
Total - 31 March 2023	13,302	85	100	13,287	243,882	245,299	30.59	57.77

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

Name of security	Number of certificates	Unredeemed face value (Rupees)	Mark-up rate (per annum)	Issue date	Tenor	Secured / Unsecured	Rating
Sukuk - listed							
Masood Textile Mills Limited	40	500,000	3-months KIBOR + 2.00%	17 December 2019	5 years	Secured	A
K-Electric Limited	12,217	5,000	3-months KIBOR + 1.7%	03 August 2020	7 years	Secured	AA+
K-Electric Limited	40	1,000,000	6-months KIBOR + 1.35%	26 October 2022	6 months	Secured	AA+
K-Electric Limited	5	1,000,000	6-months KIBOR + 1.00%	10 February 2023	6 months	Secured	AA+
K-Electric Limited	9	1,000,000	6-months KIBOR + 0.75%	27 February 2023	6 months	Secured	AA+
K-Electric Limited	5	1,000,000	6-months KIBOR + 0.50%	21 March 2023	6 months	Secured	AA+
OBS AGP Limited	460	100,000	3-months KIBOR + 1.55%	15 July 2021	5 years	Secured	A+
Lucky Electric Power Company Limited	11	1,000,000	6-months KIBOR + 0.65%	14 February 2023	6 months	Unsecured	AA
Lucky Electric Power Company Limited	15	1,000,000	6-months KIBOR + 0.55%	27 March 2023	6 months	Unsecured	AA
Hub Power Holding Limited	500	100,000	6-months KIBOR + 2.5%	12 November 2020	5 years	Secured	AA+
Sukuk - unlisted							
Ghani Chemical Industries Limited	285	16,667	3-months KIBOR + 1.00%	02 February 2017	7 years	Secured	A
The Hub Power Company Limited	250	25,000	3-months KIBOR + 1%	22 August 2019	4 years	Secured	AA+
Government securities							
Ijarah sukuk	167,000	100	13.46%	30 April 2020	5 years	Secured	

Significant terms and conditions of commercial papers outstanding at the period end are as follows:

Name of security	Interest / mark-up rates	Issue Date	Maturity Date	Carrying value as at March 31, 2023	Carrying value as a %age of net assets
Lucky Electric Power Co Ltd	9.62%	November 9, 2021	May 9, 2022	(Rupees in '000)	

5.4 Net unrealised appreciation on re-measurement of investments classified as 'fair value through profit or loss'

Market value of investments

Less: Carrying value of investments

March 31	
2023	2022
----- (Unaudited) -----	
----- Rupees in '000 -----	
245,299	177,441
(243,882)	(177,379)
<u>1,417</u>	<u>63</u>

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

Market value of investments

Less: carrying value of investments

Less: net unrealised appreciation / (diminution) at the beginning of the period

March 31	
2023	2022
----- (Unaudited) -----	
----- Rupees in '000 -----	
114,938	333,368
(121,327)	(339,374)
(6,389)	(6,006)
(4,344)	(6,294)
<u>(2,045)</u>	<u>288</u>

6 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - MANAGEMENT COMPANY

Management remuneration

Sindh Sales Tax on management remuneration

Preliminary expenses and flotation costs

Allocation of expenses related to registrar services, accounting, operation and valuation services

Others

March 31,		June 30,	
2023		2022	
(Un audited)		(Audited)	
----- Rupees in '000 -----			
6.1	1,045	737	
6.2	136	96	
	-	1,018	
6.3	148	68	
	<u>145</u>	<u>145</u>	
	<u>1,474</u>	<u>2,064</u>	

- 6.1 The Management Company has charged its remuneration at the rate of 7.5% (30 June 2022: 7.5 percent) of gross earning with a minimum of 0.25% (30 June 2022: 0.25 percent) and maximum of 1 % (30 June 2022: 1 percent) of average annual net assets.
- 6.2 During the period, Sindh Sales Tax at the rate of 13% (June 30, 2022: 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 fee.

7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	March 31, 2023 (Un audited)	June 30, 2022 (Audited)
	-----Rupees in '000-----	
Trustee remuneration	7.1	78
Sales tax payable on trustee remuneration	7.2	55
	<u>10</u>	<u>7</u>
	<u>88</u>	<u>62</u>

7.1 The Fund has charged trustee remuneration at the rate of 0.075% p.a. (30 June 2022: 0.075%) of net assets.

7.2 During the period, Sindh Sales Tax at the rate of 13% (30 June 2022: 13%) was charged on trustee remuneration.

8 ACCRUED EXPENSES AND OTHER LIABILITIES	March 31, 2023 (Un audited)	June 30, 2022 (Audited)
	-----Rupees in '000-----	
Capital gain tax	1,637	550
Auditors' remuneration	200	235
Legal and Professional Charges	-	8
Printing charges	1	33
Settlement charges	20	30
Shariah Advisory Fee	22	12
Zakat payable	6	6
	<u>1,886</u>	<u>902</u>

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2022 and March 31, 2023.

10 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 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 2023 as reduced by accumulated losses and capital gains (whether realised or unrealised) to its unit holders in the form of cash.

11 Total Expense Ratio

Total Expense Ratio of the Fund is 1.51% as on March 31, 2023 and this includes 0.15% representing Government Levy, Sindh Workers' Welfare Fund (SWWF) and SECP fee. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations 60(5) for a collective investment scheme categorised as an Income Scheme.

12 TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

12.4 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:

	Nine months period ended		Three months period ended	
	2023	2022	2023	2022
------(Unaudited)-----				
-----Rupees in '000-----				
National Investment Trust Limited - Management Company				
Issue of 1,321,237 units under CIP (2022: 1,194,990 units)	12,450	11,180	-	-
Remuneration of the Management Company	6,498	4,422	2,339	3,431
Sindh Sales Tax on Management remuneration	845	575	304	446
Allocation of expenses related to registrar services, accounting, operation and valuation services	1,251	672	407	635
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	506	508	181	481
Sindh Sales Tax on Trustee Remuneration	66	66	24	63
Directors and Key management personnel				
Issue of 7,764,892 units (2022: 727,348 units)	77,200	7,067	21,644	2,600
Issue of 3,631 units under CIP (2022: 27,449 units)	34	257	-	257
Additional units: 1,044 as refund of capital (2022: 19,100 units)	-	-	-	-
Redemption of 7,244,394 units (2022: 1,309,787 units)	71,944	12,869	16,069	1,613
Bulk Management (Pakistan) Private Limited				
Issue of 289,737,115 units (2022: Nil units)	2,924,168	-	1,187,360	-
Redemption of 109,377,738 units (2022: Nil units)	2,929,190	-	1,774,888	-
Shakoo (Pvt) Limited				
Issue of 109,377,738 units (2022: Nil units)	1,103,893	-	448,236	-
Redemption of 109,377,738 units (2022: Nil units)	1,105,789	-	670,032	-

12.5 Amounts outstanding as at period end:

	December 31,	June 30,
	2022	2022
(Un audited) (Audited)		
Rupees in '000		
National Investment Trust Limited - Management Company		
18,812,372 Units held (30 June 2022: 17,491,135 units)	196,766	179,466
Management remuneration	1,045	737
Sindh Sales Tax on Management remuneration	136	96
Preliminary expenses & floatation costs	-	1,018
Allocation of expenses related to registrar services, accounting, operation and valuation services	148	68
Others	145	145
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	78	55
Sindh Sales Tax on Trustee remuneration	10	7
Key management personnel		
584,998 Units held (30 June 2022: 59,824 units)	6,119	614

13 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 11 April, 2023 by the Board of Directors of the Management Company.

14 GENERAL

Figures have been rounded off to the nearest thousand rupees.

For National Investment Trust Limited
(Management Company)

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Managing Director

Director

Director

Chief Financial Officer