

NIT - PENSION FUND
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2015

Note	31 December 2015 Unaudited					30 June 2015 Audited					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	
	(Rupees in '000)										
Assets											
Bank balances	5	8,739	4,282	4,267	72,798	90,086	47,682	75,459	75,110	75,005	273,256
Investments	6	60,938	74,726	74,726	-	210,390	28,002	-	-	-	28,002
Dividend and profit receivable		483	22	20	44	569	229	262	262	262	1,015
Preliminary expenses and floatation costs		50	51	50	50	201	61	61	60	60	242
Security deposits		2,600	100	-	4,000	6,700	12,600	100	-	-	12,700
Total assets		72,810	79,181	79,063	76,892	307,946	88,574	75,882	75,432	75,327	315,215
Liabilities											
Financial liabilities at fair value through profit or loss	7	-	-	-	1,174	1,174	-	-	-	-	-
Payable to National Investment Trust Limited - Pension Fund Manager	8	2,788	304	200	193	3,485	2,740	240	135	134	3,249
Payable to Central Depository Company of Pakistan Limited - Trustee	9	10	11	11	11	43	4	4	4	4	16
Payable to Securities and Exchange Commission of Pakistan		12	13	13	13	51	1	1	1	2	5
Payable to Pakistan Mercantile Exchange		-	-	-	223	223	-	-	-	-	-
Payable against purchase of investments		12	-	-	-	-	10,007	-	-	-	10,007
Payable against redemption of units		-	5	4	4	25	-	-	-	-	-
Accrued expenses and other liabilities	10	157	163	163	159	642	37	38	37	37	149
Total liabilities		2,979	496	391	1,777	5,643	12,789	283	177	177	13,426
Net assets		69,831	78,685	78,672	75,115	302,303	75,785	75,599	75,255	75,150	301,789
Participants' funds (as per statement attached)		69,831	78,685	78,672	75,115	302,303	75,785	75,599	75,255	75,150	301,789
Contingencies and commitments	11										
Number of units in issue	12	7,685,501	7,702,158	7,701,185	7,500,000		7,563,907	7,544,824	7,510,517	7,500,000	
Net assets value per unit	13	Rupees 9.0861	10.2160	10.2156	10.0153		10.0193	10.0200	10.0200	10.0200	

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

For National Investment Trust Limited
(Pension Fund Manager)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NIT - PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

Note	Six months period ended					Three months period ended					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	
	(Rupees in '000)										
Income											
Dividend income		1,997	-	-	-	1,997	889	-	-	-	889
Gain / (loss) on sale of investments - net		22	-	-	-	22	-	-	-	(207)	(207)
Income from government securities		-	2,165	2,165	927	5,257	-	1,184	1,184	927	3,295
Mark-up on bank deposits		182	281	266	1,352	2,081	27	170	163	120	480
Realised loss on gold contracts		-	-	-	(207)	(207)	-	-	-	-	-
Net unrealised loss on futures contracts of gold	7.1	-	-	-	(1,174)	(1,174)	-	-	-	(1,174)	(1,174)
Total income		2,201	2,446	2,431	898	7,976	916	1,354	1,347	(334)	3,283
Expenses											
Impairment loss on equity securities classified as 'available for sale'		4,171	-	-	-	4,171	4,171	-	-	-	4,171
Remuneration of National Investment Trust Limited - Pension Fund Manager		555	584	586	572	2,297	270	296	300	287	1,153
Sindh Sales Tax on remuneration of Pension Fund Manager		90	95	95	93	373	44	48	49	47	188
Federal Excise Duty on remuneration of Pension Fund Manager		89	93	94	92	368	44	47	48	46	185
Remuneration of Central Depository Company of Pakistan Limited - Trustee		58	60	60	58	236	24	25	25	23	97
Sindh Sales Tax on remuneration of Trustee		7	8	8	9	32	4	4	4	4	16
Annual fee - Securities and Exchange Commission of Pakistan		12	13	13	13	51	6	7	7	7	27
Custodian charges of Central Depository Company of Pakistan Limited		6	3	-	-	9	2	-	-	-	2
Auditors' remuneration		42	42	42	42	168	20	21	21	21	83
Amortisation of preliminary expenses and floatation costs		11	10	10	10	41	5	5	5	5	20
Securities transaction costs		-	-	-	17	17	-	-	-	-	9
Settlement and bank charges		36	14	12	8	70	17	7	7	5	36
Other expenses		18	20	19	19	76	10	10	11	10	41
Total expenses		5,095	942	939	933	7,909	4,617	470	477	464	6,028
Net (loss) / income from operating activities		(2,894)	1,504	1,492	(35)	67	(3,701)	884	870	(798)	(2,745)
Provision for Workers' Welfare Fund	10.2	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period		(2,894)	1,504	1,492	(35)	67	(3,701)	884	870	(798)	(2,745)
		(Rupees)				(Rupees)					
(Loss) / earnings per unit - basic and diluted	13	(0.38)	0.20	0.20	(0.01)		(0.66)	0.16	0.16	(0.14)	

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

For National Investment Trust Limited
(Pension Fund Manager)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NIT - PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

Note	Six months period ended					Three months period ended					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	
	(Rupees in '000)										
Net (loss) / income for the period	(2,894)	1,504	1,492	(35)	67	(3,701)	884	870	(798)	(2,745)	
Other comprehensive income for the period											
Items to be reclassified to income statement in subsequent periods:											
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'available for sale'	6.4	(4,283)	(18)	(18)	-	(4,319)	3,288	(15)	(15)	-	3,258
Total comprehensive income for the period	(7,177)	1,486	1,474	(35)	(4,252)	(413)	869	855	(798)	513	

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

**For National Investment Trust Limited
(Pension Fund Manager)**

**Sd/-
Managing Director**

**Sd/-
Director**

**Sd/-
Director**

NIT - PENSION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT
IN PARTICIPANTS' FUND (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2015

Note	Six months period ended					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	
	(Rupees in '000)					
Net assets at beginning of the period	75,785	75,599	75,255	75,150	301,789	
Amount received on issue of units	12	1,252	1,609	1,947	4	4,812
Amount paid on redemption of units		(29)	(9)	(4)	(4)	(46)
Net unrealised diminution on re-measurement of investments classified as 'available for sale'	(4,283)	(18)	(18)	-	-	(4,319)
Gain on sale of investments - net	22	-	-	-	-	22
Realised loss on gold contracts	-	-	-	(207)	-	(207)
Net unrealised loss on futures contracts of gold	-	-	-	(1,174)	-	(1,174)
Other net (loss) / income for the period	(2,916)	1,504	1,492	1,346	-	1,426
Total comprehensive income for the period	(7,177)	1,486	1,474	(35)	(4,252)	
Net assets at end of the period	69,831	78,685	78,672	75,115	302,303	

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

**For National Investment Trust Limited
(Pension Fund Manager)**

**Sd/-
Managing Director**

**Sd/-
Director**

**Sd/-
Director**

NIT - PENSION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2015

Note	Six months period ended				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
	(Rupees in '000)				
CASH FLOW FROM OPERATING ACTIVITIES					
Net (loss) / income for the period	(2,894)	1,504	1,492	(35)	67
Adjustments:					
Amortisation of preliminary expenses and floatation costs	11	10	10	10	41
Impairment loss on equity securities classified as 'available for sale'	4,171	-	-	-	4,171
	1,288	1,514	1,502	(25)	4,279
(Increase) / decrease in assets					
Investments - net	(41,390)	(74,744)	(74,744)	-	(190,878)
Dividend and profit receivable	(254)	240	242	218	446
Security deposits	10,000	-	-	(4,000)	6,000
	(31,644)	(74,504)	(74,502)	(3,782)	(184,432)
(Decrease) / increase in liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	1,174	1,174
Payable to National Investment Trust Limited - Pension Fund Manager	48	64	65	59	236
Payable to Central Depository Company of Pakistan Limited - Trustee	6	7	7	7	27
Payable to Securities and Exchange Commission of Pakistan	11	12	12	11	46
Payable to Pakistan Mercantile Exchange	-	-	-	223	223
Payable against purchase of investments	(10,007)	-	-	-	(10,007)
Payable against redemption of units	12	5	4	4	25
Accrued expenses and other liabilities	120	125	126	122	493
	(9,810)	213	214	1,600	(7,783)
Net cash (used in) operating activities	(40,166)	(72,777)	(72,786)	(2,207)	(187,936)
CASH FLOWS FROM FINANCING ACTIVITIES					
Amount received on issue of units	1,252	1,609	1,947	4	4,812
Amount paid on redemption of units	(29)	(9)	(4)	(4)	(46)
Net cash flows from financing activities	1,223	1,600	1,943	-	4,766
Net decrease in cash and cash equivalents	(38,943)	(71,177)	(70,843)	(2,207)	(183,170)
Cash and cash equivalents at beginning of the period	47,682	75,459	75,110	75,005	273,256
Cash and cash equivalents at end of the period	8,739	4,282	4,267	72,798	90,086

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

For National Investment Trust Limited
(Pension Fund Manager)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

1. LEGAL STATUS AND NATURE OF BUSINESS

NIT Pension Fund ("the Fund") was established under a Trust Deed executed between National Investment Trust Limited as Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) on 30 April 2015 and the Trust Deed was executed on 14 May 2015.

National Investment Trust Limited has been licensed to act as a Pension Fund Manager under the Voluntary Pension Scheme Rules, 2005 through a certificate of registration issued by SECP. The registered office of the Pension Fund Manager is situated at 6th floor, National Bank of Pakistan Building I.I. Chundrigar Road, Karachi.

The Fund is an unlisted pension scheme and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in VPS Rules and can be redeemed by surrendering to the Fund. Further, as per the offering document, no distribution of income or dividend is allowed from any of the sub-funds.

The objective of the Fund is to provide individuals with a portable, individualised, funded (based on defined contribution), flexible pension scheme, assisting and facilitating them to plan and provide for their retirement. The Fund comprises of four sub-funds namely equity sub-fund, debt sub-fund, money market sub-fund & commodities sub-funds. Participants are offered various investment allocation schemes depending on their investment horizon, return requirements, risk tolerance and unique circumstances. Allocation schemes can be selected at the time of opening of account and subsequently at anniversary of the account. The contributions from participants are invested in various instruments belonging to different asset classes to get full benefits of risk minimisation through diversification.

The Fund received Seed Money from Pension Fund Manager amounting to Rs. 300 million (i.e. Rs. 75 million in each Sub-Fund) on 12 June 2015 against which 30 million units at the offer price of Rs. 10 each unit were issued (i.e. 75 million of each Sub-fund). Accordingly, the Fund commenced its operations from 12 June 2015.

PACRA has maintained an asset manager rating of "AM2" to the Pension Fund Manager while the fund is not currently rated.

Title of the assets of the fund are held in the name of CDC as the trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, the Voluntary Pension Rules, 2005 (the VPS Rules), and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the VPS Rules or directives issued by the SECP differ with the requirements of the IFRS, the requirements of the VPS Rules or the directives issued by the SECP shall prevail.

2.2 The 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 financial statements of the Fund for the year ended 30 June 2015.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest thousand of rupees except otherwise stated.

2.4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year, ended 30 June 2015, except for the following standards which became effective during the period.

2.4.1 New, Amended And Revised Standards And Interpretations of IFRSs

IFRS 10 'Consolidated Financial Statements', IFRS 11 'Joint Arrangements', IFRS 12 'Disclosure of Interests in Other Entities', IFRS 13 'Fair Value Measurements'. These standards became applicable from 1 January 2015, as per the adoption status of IFRS in Pakistan.

The application of IFRS 10, IFRS 11 and IFRS 12 did not have any impact on the financial statements of the Fund.



NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

IFRS 13 Fair Value Measurement, consolidates the guidance on how to measure fair value, which was spread across various IFRS, into one comprehensive standard. It introduces the use of an exit price, as well as extensive disclosure requirements, particularly the inclusion of non-financial instruments into the fair value hierarchy. The application of IFRS 13 did not have an impact on the financial statements of the Fund, except certain additional disclosures.

3 ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgements, estimates and assumption that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual result may differ from these estimates.

The significant judgements made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2015.

4 FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended 30 June 2015.

5 BANK BALANCES

	31 December 2015					30 June 2015				
	Unaudited					Audited				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
	(Rupees in '000)									
Savings accounts	8,739	4,282	4,267	72,798	90,086	47,682	75,459	75,110	75,005	273,256
	<u>8,739</u>	<u>4,282</u>	<u>4,267</u>	<u>72,798</u>	<u>90,086</u>	<u>47,682</u>	<u>75,459</u>	<u>75,110</u>	<u>75,005</u>	<u>273,256</u>

5.1 These accounts carry rates ranging from 5.00% to 6.25% per annum (30 June 2015: 5.00% to 6.70% per annum).

6 INVESTMENTS

	31 December 2015					30 June 2015				
	Unaudited					Audited				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
	(Rupees in '000)									
Investments by category										
Available for sale investments										
Listed equity securities	6.1	60,938	-	-	60,938	28,002	-	-	-	28,002
Government securities - Market Treasury Bills	6.3	-	74,726	74,726	149,452	-	-	-	-	-
		<u>60,938</u>	<u>74,726</u>	<u>74,726</u>	<u>210,390</u>	<u>28,002</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,002</u>

6.1 Listed equity securities

Held by Equity Sub-Fund

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

Name of the Investee Company	As at 1 July 2015	Purchases during the period	Bonus / rights issue	Sales during the period	As at 31 December 2015	Cost / carrying value as at 31 December 2015	Market value as at 31 December 2015	Market value as a percentage of total investment of sub-fund	Market value as a percentage of net assets of sub-fund	Par value as a percentage of issued capital of the investee company held
Oil and Gas Marketing Companies										
Pakistan State Oil Company Limited	16,500	7,500	-	5,000	19,000	7,449	6,190	10.16	8.86	0.23
Pakistan Petroleum Limited	12,500	25,000	-	-	37,500	4,568	4,568	7.50	6.54	0.02
	<u>29,000</u>	<u>32,500</u>	<u>-</u>	<u>5,000</u>	<u>56,500</u>	<u>12,017</u>	<u>10,758</u>	<u>17.66</u>	<u>15.40</u>	
Fertilizer										
Fauji Fertilizer Company Limited	40,000	5,000	-	-	45,000	5,309	5,309	8.71	7.60	0.04
Fauji Fertilizer Bin Qasim Limited	85,000	20,000	-	-	105,000	5,875	5,531	9.08	7.92	0.06
Engro Fertilizers Limited	-	20,000	-	-	20,000	1,884	1,683	2.76	2.41	0.01

NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

Name of the Investee Company	As at 1 July 2015	Purchases during the period	Bonus / rights issue	Sales during the period	As at 31 December 2015	Cost / carrying value as at 31 December 2015	Market value as at 31 December 2015	Market value as a percentage of total investment of sub-fund	Market value as a percentage of net assets of sub-fund	Par value as a percentage of issued capital of the investee company held
Engro Corporation Limited	12,000	7,500	-	-	19,500	5,971	5,448	8.94	7.80	0.11
	<u>137,000</u>	<u>52,500</u>	<u>-</u>	<u>-</u>	<u>189,500</u>	<u>19,039</u>	<u>17,971</u>	<u>29.49</u>	<u>25.73</u>	
Cement										
D.G Khan Cement Limited	-	20,000	-	-	20,000	3,213	2,952	4.84	4.23	0.07
Fauji Cement Company Limited	-	100,000	-	-	100,000	3,731	3,682	6.04	5.27	0.03
Lucky Cement Limited	5,000	5,000	-	-	10,000	5,355	4,950	8.12	7.09	0.15
	<u>5,000</u>	<u>125,000</u>	<u>-</u>	<u>-</u>	<u>130,000</u>	<u>12,299</u>	<u>11,584</u>	<u>19.00</u>	<u>16.59</u>	
Power Generation and Distribution										
Hub Power Company Limited	10,000	30,000	-	-	40,000	3,899	4,104	6.73	5.88	0.04
Kot Addu Power Company Limited	-	35,000	-	-	35,000	3,047	2,835	4.65	4.06	0.03
	<u>10,000</u>	<u>65,000</u>	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>6,946</u>	<u>6,939</u>	<u>11.38</u>	<u>9.94</u>	
Food and Personal Care Products										
Engro Foods Limited	-	10,000	-	-	10,000	1,617	1,466	2.41	2.10	0.02
	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>1,617</u>	<u>1,466</u>	<u>2.41</u>	<u>2.10</u>	
Automobile Assemblers										
Indus Motors Company Limited	-	5,000	-	-	5,000	5,058	5,058	8.30	7.24	0.64
	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,058</u>	<u>5,058</u>	<u>8.30</u>	<u>7.24</u>	
Commercial Banks										
Bank Al Habib Limited	10,000	20,000	-	-	30,000	1,324	1,248	2.05	1.79	0.01
Habib Metropolitan Bank Limited	-	8,000	-	-	8,000	242	244	0.40	0.35	0.01
MCB Bank Limited	5,500	13,500	-	-	19,000	4,909	4,120	6.76	5.90	0.04
United Bank Limited	-	10,000	-	-	10,000	1,741	1,550	2.54	2.22	0.01
	<u>15,500</u>	<u>51,500</u>	<u>-</u>	<u>-</u>	<u>67,000</u>	<u>8,216</u>	<u>7,162</u>	<u>11.75</u>	<u>10.26</u>	
Total	<u>196,500</u>	<u>341,500</u>	<u>-</u>	<u>5,000</u>	<u>533,000</u>	<u>65,190</u>	<u>60,938</u>	<u>100.00</u>	<u>87.26</u>	

6.2 Investments include shares with market value of Rs. 4.381 million which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

6.3 Investment in Government securities - Market Treasury bills

6.3.1 Held by Debt sub-fund

Issue date	Tenor	Face value			Carrying value as at 31 December 2015	Market value as at 31 December 2015	Market value as a percentage of	
		As at 1 July 2015	Purchases during the period	Sales / matured during the period			Total investments of sub-fund	Net assets of sub fund
		(Rupees in '000)					(%)	
30 April 2015	6 months	-	75,000	75,000	-	-	-	-
23 July 2015	3 months	-	75,000	75,000	-	-	-	-
29 October 2015	3 months	-	75,000	-	75,000	74,745	74,726	100.00
		<u>-</u>	<u>225,000</u>	<u>150,000</u>	<u>75,000</u>	<u>74,745</u>	<u>74,726</u>	<u>100.00</u>

6.3.2 Held by Money Market sub-fund

Issue date	Tenor	Face value			Carrying value as at 31 December 2015	Market value as at 31 December 2015	Market value as a percentage of	
		As at 1 July 2015	Purchases during the period	Sales / matured during the period			Total investments of sub-fund	Net assets of sub fund
		(Rupees in '000)					(%)	
30 April 2015	6 months	-	75,000	75,000	-	-	-	-
23 July 2015	3 months	-	75,000	75,000	-	-	-	-
29 October 2015	3 months	-	75,000	-	75,000	74,745	74,726	100.00
		<u>-</u>	<u>225,000</u>	<u>150,000</u>	<u>75,000</u>	<u>74,745</u>	<u>74,726</u>	<u>100.00</u>

NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

6.3.3 Held by Commodities Sub-Fund

Issue date	Tenor	Face value				Carrying value as at 31 December 2015	Market value as at 31 December 2015	Market value as a percentage of	
		As at 1 July 2015	Purchases during the period	Sales / matured during the period	As at 31 December 2015			Total investments of sub-fund	Net assets of sub fund
1 October 2015	3 months	-	70,000	70,000	-	-	-	-	-
		-	70,000	70,000	-	-	-	-	-

6.4 Net unrealised diminution on re-measurement of investments classified as 'available for sale'

	31 December 2015
Market value of investments	210,390
Less: Cost / carrying value of investments	(214,680)
Less: Net unrealised appreciation at beginning of the period	(29)
	(4,319)

7 FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

Held-For-Trading - derivative instruments	31 December 2015					30 June 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
- Future Gold Contracts	-	-	-	1,174	1,174	-	-	-	-	-

7.1 This represents net fair value of gold future contracts entered into by the Fund at the Pakistan Mercantile Exchange. The details of contracts are given below:

Commodity contracts - matured	Maturity date	Quantity ounces	Value of Gold in futures market US \$	Value of Gold in futures market equivalent (Pak Rupees in '000)	Market value as a percentage of net assets
Gold 10 oz - Dec 15	27 November 2015	40 oz	-	-	-
Commodity Contracts - outstanding					
Gold 10 oz - Feb16	26 January 2016	420 oz	10,616	46,701	-
Liabilities against gold futures at contracted rates-USDS				47,875	
Unrealised loss on future contracts of gold				(1,174)	

8 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - PENSION FUND MANAGER

	31 December 2015					30 June 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
Remuneration of Pension Fund Manager	88	102	107	96	393	59	59	59	59	236
Sindh Sales Tax on Pension Fund Manager's remuneration	14	16	17	16	63	10	10	10	10	40
Preliminary expenses and floatation costs	61	61	61	60	243	61	61	61	60	243
Security deposit	2,600	100	-	-	2,700	2,600	100	-	-	2,700
Others	25	25	15	21	86	10	10	5	5	30
	2,788	304	200	193	3,485	2,740	240	135	134	3,249

8.1 As per rule 11 of the Voluntary Pension System Rules, 2005, the Pension Fund Manager has charged its remuneration at the rate of 1.5 percent per annum of the average annual net assets of each of the Sub-Fund for the current period. The remuneration is paid on a monthly basis in arrears.

NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 15% on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011, effective from 1 July 2014. However, the rate has been revised from 15% to 14% effective from 1 July 2015.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	31 December 2015					30 June 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
Trustee remuneration	9	10	10	10	39	4	4	4	4	16
Sindh Sales Tax on Trustee remuneration	1	1	1	1	4	-	-	-	-	-
	10	11	11	11	43	4	4	4	4	16

9.1 As per the requirement of Finance Act 2015, Sindh Sales Tax (SST) at the rate of 14% on the remuneration of the Trustee has been applied effective from 1 July 2015.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

	31 December, 2015					30 June 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
Auditors' remuneration	38	37	38	37	150	25	25	25	25	100
Federal Excise Duty	99	103	103	101	406	10	10	9	9	38
Provision for Workers' Welfare Fund	2	3	3	3	11	2	3	3	3	11
Others	18	20	19	18	75	-	-	-	-	-
	157	163	163	159	642	37	38	37	37	149

10.1 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 12 June 2015. 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. In 2014, the Honourable High Court of Sindh in a Constitutional petition relating to levy of FED on Mutual Funds has granted a stay order for the recovery of FED. As a matter of abundant caution, the Management Company has made a provision with effect from 12 June 2015, aggregating to Rs. 0.099 million, 0.103 million, 0.103 million and 0.101 million for Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Commodities Sub-Fund respectively. Had the provision not been made, the net assets value (NAV) per unit of the Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Commodities Sub-Fund as at 31 December 2015 would have been higher by Rs. 0.0127, Rs. 0.0133, 0.0134 and Rs. 0.0135 per unit respectively (30 June 2015: Rs. 0.0013, Rs. 0.0013, Rs. 0.0012 and Rs. 0.0012 for Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Commodities Sub-Fund respectively).

10.2 There has been no change in the status of litigation relating to Workers' Welfare Fund as reported in annual financial statements of the Fund for the year ended 30 June 2015.

However, after the exclusion of the Mutual Funds from federal statute on Workers Welfare Fund, from 1st July 2015, the Fund has discontinued making the provision in this regard. Had the provision not been maintained the Net Assets Value (NAV) per unit of Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Commodities Sub-Fund as at 31 December 2015 would have been higher by Rs 0.0002, Rs. 0.0004, Rs. 0.0004 and Rs. 0.0004 per unit respectively (30 June 2015: Rs. 0.0003, Rs. 0.0004, Rs. 0.0004 and Rs 0.0004 for Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Commodities Sub-Fund respectively).

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at 31 December 2015.

12 NUMBER OF UNITS IN ISSUE

	31 December, 2015					30 June 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
Opening units in issue	7,563,907	7,544,824	7,510,517	7,500,000	30,119,248	-	-	-	-	-
Units issued against Seed Capital	-	-	-	-	-	7,500,000	7,500,000	7,500,000	7,500,000	30,000,000
Units issued during the period	124,754	158,263	191,056	373	474,446	63,907	44,824	10,517	-	119,248
Units redeemed during the period	(3,160)	(929)	(388)	(373)	(4,850)	-	-	-	-	-
Total units in issue at end of the period	7,685,501	7,702,158	7,701,185	7,500,000	30,588,844	7,563,907	7,544,824	7,510,517	7,500,000	30,119,248



NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

13 (LOSS) / EARNINGS PER UNIT - BASIC AND DILUTED

	Six months period ended					Three months period ended				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodities Sub-Fund	Total
	(Rupees in '000)									
Net income for the period	(2,894)	1,504	1,492	(35)	67	(3,701)	884	870	(798)	(2,745)
	(Units)									
Weighted average number of units in issue during the period	7,671,510	7,605,897	7,548,832	7,500,269		5,590,678	5,578,201	5,576,228	5,569,935	
	(Rupees in '000)									
(Loss) / earnings per unit	(0.38)	0.20	0.20	(0.005)		(0.66)	0.16	0.16	(0.14)	

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

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

Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

Remuneration payable to Pension Fund Manager and the Trustee is determined in accordance with the provisions of the Voluntary Pension System Rules and the Trust Deed respectively.

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

14.1 Transactions during the period:

	Six months period ended 31 December 2015					Three months period ended 31 December 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
	(Rupees in 000)									
National Investment Trust Limited - Pension Fund Manager										
Remuneration of Pension Fund Manager	555	584	586	572	2,297	270	296	300	287	1,153
Sindh Sales Tax on Pension Fund Manager's remuneration	90	95	95	93	373	44	48	49	47	188
Central Depository Company of Pakistan Limited - Trustee										
Trustee remuneration	58	60	60	58	236	24	25	25	23	97
Sindh sales tax on remuneration of Trustee	7	8	8	9	32	4	4	4	4	16
Custodian charges of Central Depository Company of Pakistan Limited	6	3	-	-	9	2	-	-	-	2

14.2 Amount outstanding as at period / year end

	31 December, 2015					30 June 2015				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
	(Rupees in 000)									
National Investment Trust Limited - Pension Fund Manager										
Units held	7,500,000	7,500,000	7,500,000	7,500,000	30,000,000	7,500,000	7,500,000	7,500,000	7,500,000	30,000,000
Amount of units held	68,146	76,620	76,617	75,115	296,498	75,145	75,150	75,150	75,150	300,595
Pension Fund Manager's Remuneration	88	102	107	96	393	59	59	59	59	236
Sindh Sales Tax payable	14	16	17	16	63	10	10	10	10	40

NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

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

- Quoted prices (unadjusted) in active markets for identical assets or Liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

	31 December 2015					Fair value				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Level 1	Level 2	Level 3	Total	
	(Rupees in '000)									
On-balance sheet financial instruments										
Financial assets measured at fair value										
Equity securities - listed	-	65,190	-	-	65,190	60,938	-	-	60,938	
Government Securities - Market treasury bills	-	149,490	-	-	149,490	-	149,452	-	149,452	
	-	214,680	-	-	214,680	60,938	149,452	-	210,390	
Financial assets not measured at fair value	15.1									
Bank balances	-	-	90,086	-	90,086	-	-	-	-	
Dividend and profit receivable	-	-	569	-	569	-	-	-	-	
Security deposits	-	-	6,700	-	6,700	-	-	-	-	
	-	-	97,355	-	97,355	-	-	-	-	
Financial liabilities measured at fair value										
Financial liabilities at fair value through profit or loss	-	-	-	1,174	1,174	1,174	-	-	1,174	
	-	-	-	1,174	1,174	1,174	-	-	1,174	

NIT - PENSION FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE SIX AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2015

		31 December 2015							
		Unaudited				Fair value			
		Carrying amount				Fair value			
Financial assets at fair value through profit or loss	Available-for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000)									
Financial liabilities not measured at fair value	15.1								
Payable to National Investment Trust Limited - Pension Fund Manager	-	-	-	3,485	3,485	-	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	43	43	-	-	-	-
Payable to Pakistan Mercantile Exchange	-	-	-	223	223	-	-	-	-
Payable against redemption of units	-	-	-	25	25	-	-	-	-
Accrued expenses and other liabilities	-	-	-	631	631	-	-	-	-
	-	-	-	4,407	4,407	-	-	-	-
30 June 2015									
Audited									
		Carrying amount			Fair Value				
Financial assets at fair value through profit or loss	Available-for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000)									
On-balance sheet financial instruments									
Financial assets measured at fair value									
Equity securities	-	27,973	-	-	27,973	28,002	-	-	28,002
	-	27,973	-	-	27,973	28,002	-	-	28,002
Financial assets not measured at fair value									
Bank balances	-	-	273,256	-	273,256	-	-	-	-
Dividend and Profit receivable	-	-	1,015	-	1,015	-	-	-	-
Security deposits	-	-	12,700	-	12,700	-	-	-	-
	-	-	286,971	-	286,971	-	-	-	-
Financial liabilities not measured at fair value									
Payable to National Investment Trust Limited - Pension Fund Manager	-	-	-	3,249	3,249	-	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	16	16	-	-	-	-
Payable against purchase of investments	-	-	-	10,007	10,007	-	-	-	-
Accrued expenses and other liabilities	-	-	-	138	138	-	-	-	-
	-	-	-	13,410	13,410	-	-	-	-

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

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 29th February 2016 by the Board of Directors of the Management Company.

**For National Investment Trust Limited
(Pension Fund Manager)**

**Sd/-
Managing Director**

**Sd/-
Director**

**Sd/-
Director**

