

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2012

	Note	March 31, 2012	June 30, 2011
-----Rupees in '000-----			
ASSETS			
Bank balances		138,943	1,422,430
Investments	4	20,724,562	24,844,876
Receivable against sale of investments		29,778	50,263
Dividend and profit receivable		576,247	288,385
Unamortised formation costs		358	507
Total assets		21,469,888	26,606,461
LIABILITIES			
Payable to National Investment Trust Limited - Management Company		34,687	16,444
Payable to Central Depository Company of Pakistan Limited - Trustee		632	683
Payable to Securities and Exchange Commission of Pakistan		17,460	25,427
Formation costs payable to management company		1,000	1,000
Accrued expenses and other liabilities		206,580	196,763
Total liabilities		260,359	240,317
NET ASSETS		21,209,529	26,366,144
Unit holders' fund (as per statement attached)		21,209,529	26,366,144
CONTINGENCIES AND COMMITMENTS			
	5	-----Number of units-----	
Number of units in issue		233,199,152	275,478,665
		------(Rupees)-----	
Net asset value per unit		90.95	95.71

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

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

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

Note	Nine months ended March 31,		Quarter ended March 31,	
	2012	2011	2012	2011
	-----Rupees in '000-----			
INCOME				
Dividend income	1,119,225	1,033,666	670,175	596,247
Capital gains	1,057,988	851,130	566,860	371,978
Income from government securities	284,937	358,504	32,748	133,789
Profit on bank deposits	230,459	150,015	123,625	36,890
Total income	2,692,609	2,393,315	1,393,408	1,138,904
EXPENSES				
Impairment loss on equity securities classified as 'available for sale'	351,154	-	-	-
Remuneration of National Investment Trust Limited - Management Company	165,377	150,263	72,601	51,534
Sindh Sales Tax on remuneration of Management Fee	26,460	-	11,616	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	5,754	6,275	1,902	2,149
Annual fee - Securities and Exchange Commission of Pakistan	17,460	19,157	5,741	6,570
Custodian charges of Central Depository Company of Pakistan Limited	31	73	13	35
Settlement and bank charges	243	281	86	112
Amortisation of formation costs	150	199	50	199
Legal & Professional charges	51	-	-	-
Auditors' remuneration	185	178	10	3
Printing and stationery expenses	75	75	25	25
Total expenses	566,940	176,501	92,044	60,627
Net income from operating activities	2,125,669	2,216,814	1,301,364	1,078,277
Element of income/ (loss) and capital gains/ (losses) included in prices of units issued less those in units redeemed	(1,607,154)	801,197	(2,492,878)	(158,366)
Provision for Workers' Welfare Fund	10,167	58,982	(24,037)	21,700
Net income for the period before taxation	508,348	2,959,029	(1,167,477)	898,211
Taxation	-	-	-	-
Net income for the period after taxation	508,348	2,959,029	(1,167,477)	898,211

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

Note	Nine months ended March 31,		Quarter ended March 31,	
	2012	2011	2012	2011
	-----Rupees in '000-----			
Earnings per unit (in Rupees)				
9				
With Impairment loss on equity shares classified as 'available for sale'	1.71	10.21	(4.10)	3.16
Without Impairment loss on equity shares classified as 'available for sale'	2.89	10.21	(4.10)	3.16

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

For National Investment Trust Limited
 (Management Company)

Sd/-
 Managing Director

Sd/-
 Director

Sd/-
 Director

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE
INCOME (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

Note	Nine months ended March 31,		Quarter ended March 31,	
	2012	2011	2012	2011
-----Rupees in '000-----				
Net Income for the period after taxation	508,348	2,959,029	(1,167,477)	898,211
Other comprehensive income for the period				
Unrealised (diminution)/appreciation in the value of investments classified as available for sale	4.3 (382,984)	1,121,163	1,695,238	(2,802,657)
Total comprehensive income for the period	<u>125,364</u>	<u>4,080,192</u>	<u>527,761</u>	<u>(1,904,446)</u>

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

For National Investment Trust Limited
(Management Company)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

Note	Nine months ended March 31,		Quarter ended March 31,	
	2012	2011	2012	2011
-----Rupees in '000-----				
Undistributed income brought forward comprising:				
Realised income	3,606,555	4,059,357	2,114,375	2,114,774
Unrealised income	-	-	-	-
	<u>3,606,555</u>	<u>4,059,357</u>	<u>2,114,375</u>	<u>2,114,774</u>
Final distribution for the year ended June 30, 2011: Rs 11.50 per unit (2010: 15.00 per unit)	(3,168,005)	(3,778,198)	-	-
Net Income for the period after taxation	508,348	2,959,029	(1,167,477)	898,211
Undistributed income carried forward	<u>946,898</u>	<u>3,240,188</u>	<u>946,898</u>	<u>3,012,985</u>
Undistributed income comprising:				
Realised income	946,898	3,240,188	946,898	3,240,188
Unrealised income	-	-	-	-
	<u>946,898</u>	<u>3,240,188</u>	<u>946,898</u>	<u>3,240,188</u>

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

For National Investment Trust Limited
(Management Company)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN
UNIT HOLDERS' FUND (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

Note	Nine months ended March 31, 2012	March 31, 2011	Quarter ended March 31, 2012	Quarter ended March 31, 2011
-----Rupees in '000-----				
Net assets at the beginning of the period	26,366,144	24,786,265	23,932,661	28,619,354
Issue of 28,383,234 units (2011:20,136,931 units) and Nil units (2011: Nil units) for the nine months and quarter respectively	2,370,000	2,000,000	-	-
Redemption of 108,283,036 units (2011: 36,648,077 units) and 65,017,871 units (2011: 7,728,267) units for the nine months and quarter respectively	(9,259,133)	(3,537,723)	(5,743,771)	(345,737)
	(6,889,133)	(1,537,723)	(5,743,771)	(345,737)
Issue of 37,620,290 (2011:45,296,699) and nil unit (2010:nil units) as bonus units for the nine months and quarter ended March 31, 2012	3,168,005	3,778,198	-	-
	22,645,016	27,026,740	18,188,890	28,273,617
Element of (income)/ loss and capital (gains)/losses included in prices of units issued less those in units redeemed - transferred to income statement	1,607,154	(801,197)	2,492,878	158,366
Net unrealised (diminution)/appreciation in the value of investments classified as 'available for sale'	4.3 (382,984)	1,121,163	1,695,238	(2,802,657)
Capital gains	1,057,988	851,130	566,860	371,978
Other net income for the period after taxation	(549,640)	2,107,899	(1,734,337)	526,233
Final distribution by issue of bonus shares: Rs 11.50 per unit [2010: Rs 15.00 per unit]	(3,168,005)	(3,778,198)	-	-
	(2,659,657)	(819,169)	(1,167,477)	898,211
Net assets at the end of the period	21,209,529	26,527,537	21,209,529	26,527,537

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

For National Investment Trust Limited
 (Management Company)

Sd/-
 Managing Director

Sd/-
 Director

Sd/-
 Director

NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

	Nine months ended March 31, 2012	March 31, 2011	Quarter ended March 31, 2012	Quarter ended March 31, 2011
-----Rupees in '000-----				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Income for the period before taxation	508,348	2,959,029	(1,167,477)	898,211
Adjustments:				
Dividend income	(1,119,225)	(1,033,666)	(670,175)	(596,247)
Profit on bank deposits	(230,459)	(150,015)	(123,625)	(36,890)
Element of (income)/ loss and capital (gains) / losses included in prices of units issued less those in units redeemed	1,607,154	(801,197)	2,492,878	158,366
Remuneration of National Investment Trust Limited - Management Company	165,377	150,263	72,601	51,534
Sindh Sales Tax on Management Fee	26,460	-	11,616	-
	957,655	1,124,414	615,818	474,974
Decrease/(increase) in assets				
Investments	3,737,330	(5,663,610)	603,703	(903,684)
Receivable against sale of investments	20,485	-	(13,591)	-
Unamortised formation cost	150	-	50	-
	3,757,965	(5,663,610)	590,162	(903,684)
Increase/(decrease) in liabilities				
Payable to Central Depository Company of Pakistan Limited - Trustee	(51)	57	4	(16)
Payable to Securities and Exchange Commission of Pakistan	(7,967)	(1,447)	5,741	6,570
Payable to National Clearing Company of Pakistan Limited	-	(58,313)	(13)	(547)
Accrued expenses and other liabilities	9,817	58,412	(24,168)	21,497
	1,799	(1,291)	(18,436)	27,504
Remuneration paid to National Investment Trust Limited - Management Company inclusive of sales tax	(173,594)	(149,843)	(67,314)	(52,286)
Profit received on Bank Deposit	210,246	202,527	138,062	37,122
Dividend received	851,575	723,714	189,923	226,198
Net cash inflow/ (outflow) from operating activities	5,605,646	(3,764,089)	1,448,215	(190,172)

**NIT - STATE ENTERPRISE FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

	Nine months ended March 31,		Quarter ended March 31,	
	2012	2011	2012	2011
	-----Rupees in '000-----			
CASH FLOWS FROM FINANCING ACTIVITIES				
Net receipts from issue / (redemption) of units	(6,889,133)	(2,387,936)	(5,743,771)	(345,737)
Dividend paid	-	-	-	-
Net cash (outflow)/ inflow from financing activities	(6,889,133)	(2,387,936)	(5,743,771)	(345,737)
Net decrease in cash and cash equivalents during the period	(1,283,487)	(6,152,025)	(4,295,556)	(535,909)
Cash and cash equivalents at the beginning of the period	1,422,430	6,737,141	4,434,499	1,121,025
Cash and cash equivalents at the end of the period	138,943	585,116	138,943	585,116

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

For National Investment Trust Limited
(Management Company)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

**NIT - STATE ENTERPRISE FUND
NOTES TO AND FORMING PART OF THE FINANCIAL
INFORMATION (UNAUDITED)**

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** The NIT - State Enterprise Fund (the Fund) was established under a Trust deed executed between National Investment Trust Limited (NIT) 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) on October 22, 2008 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the trust deed was executed on October 24, 2008. The units of the Fund were initially issued at Rs 50 per unit.
- 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 Securities and Exchange Commission of Pakistan (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. Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. Currently, all units of the Fund are owned by NIT.
- 1.4** JCR-VIS assigned a "5 star" rating to the Fund based on the performance during the twelve months ended December 31, 2010. JCR-VIS assigned as asset management rating of "AM2-" to the management Company. However, JCR-VIS withdrawn due to non-renewal of agreement and Pakistan Credit Rating Agency (PACRA) has been assigned the task for rating of the Fund and Management Company.
- 1.5** The core objective of the Fund is to take advantage of market conditions, creating an opportunity for investors to achieve superior returns in the long run by acquiring a selection of equity securities of the Eligible Stocks and write Put Options in favour of foreign investors and / or local investors as may be allowed by the Securities and Exchange Commission of Pakistan, on the guarantee of the Government of Pakistan. The Eligible Stocks comprise of the following companies:
- National Bank of Pakistan
 - Kot Addu Power Company Limited
 - Pakistan State Oil Company Limited
 - Oil & Gas Development Company Limited
 - Pakistan Petroleum Limited
 - Sui Southern Gas Company Limited
 - Sui Northern Gas Pipelines Limited
 - Pakistan Telecommunication Company Limited

2 BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34: 'Interim Financial Reporting', the Trust Deed, Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), Non Banking Finance Companies and Notified Entities Regulations 2008 (NBFC Regulations) and the directives issued by the SECP. In cases where requirements differ, the requirements of the Trust Deed, NBFC Rules, NBFC Regulations or the said directives take precedence.

- 2.2** This condensed interim financial information is unaudited. However, a limited review has been performed by the statutory auditors in accordance with the requirements of Code Corporate Governance. This condensed interim financial information is being circulated to the unit holders as required under the NBFC Regulations.

NIT - STATE ENTERPRISE FUND
NOTES TO AND FORMING PART OF THE FINANCIAL
INFORMATION (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended June 30, 2011.

4 INVESTMENTS

Available for sale

Government securities - Market Treasury Bills
 Equity securities - listed

Note	March 31, 2011 Unaudited	June 30, 2011 Audited
	----- Rupees in '000 -----	
4.1	987,356	4,182,410
4.2	19,737,206	20,662,466
	<u>20,724,562</u>	<u>24,844,876</u>

4.1 Government Securities - Market Treasury Bills

Issue date	Tenor	Face value			Balance as at March 31, 2012			Market value as a percentage of net assets	Market value as a percentage of investments
		As at July 1, 2011	Purchases during the period	Sales/matured during the period	As at March 31, 2012	Book value	Market value		
-----Rupees in '000-----									

Market Treasury Bills

April 21, 2011	03 Months	1,937,000		1,937,000	-	-	-	-	-
May 5, 2011	03 Months		385,000	385,000	-	-	-	-	-
May 19, 2011	03 Months	950,000		950,000	-	-	-	-	-
June 2, 2011	03 Months		825,000	825,000	-	-	-	-	-
June 16, 2011	03 Months	825,000		825,000	-	-	-	-	-
June 30, 2011	03 Months	125,000		125,000	-	-	-	-	-
July 14, 2011	03 Months		1,725,000	1,725,000	-	-	-	-	-
July 25, 2011	03 Months		800,000	800,000	-	-	-	-	-
August 11, 2011	03 Months		625,000	625,000	-	-	-	-	-
August 25, 2011	03 Months		425,000	425,000	-	-	-	-	-
November 17, 2011	03 Months		300,000	300,000	-	-	-	-	-
December 10, 2011	03 Months		980,000	980,000	-	-	-	-	-
January 27, 2011	06 Months	-	90,000	90,000	-	-	-	-	-
February 10, 2011	06 Months	400,000	100,000	500,000	-	-	-	-	-
February 24, 2011	06 Months	-	100,000	100,000	-	-	-	-	-
March 10, 2011	06 Months	-	200,000	200,000	-	-	-	-	-
April 21, 2011	06 Months	-	300,000	300,000	-	-	-	-	-
May 5, 2011	06 Months	-	1,175,000	1,175,000	-	-	-	-	-
May 19, 2011	06 Months	-	700,000	700,000	-	-	-	-	-
June 2, 2011	06 Months	-	1,050,000	1,050,000	-	-	-	-	-
November 3, 2011	06 Months	-	630,000	100,000	530,000	524,696	524,400	2.47	2.53
February 24, 2011	12 Months	-	70,000	70,000	-	-	-	-	-
May 19, 2012	12 Months	-	470,000	-	470,000	463,261	462,956	2.18	2.23
		<u>4,237,000</u>	<u>10,950,000</u>	<u>14,187,000</u>	<u>1,000,000</u>	<u>987,958</u>	<u>987,356</u>	<u>4.66</u>	<u>4.76</u>

NIT - STATE ENTERPRISE FUND
NOTES TO AND FORMING PART OF THE FINANCIAL
INFORMATION (UNAUDITED)
 FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

4.2 Shares of listed companies - Fully paid up ordinary shares of Rs 10 each unless otherwise stated

Name of the investee Company	As at July 1, 2011	Purchases during the period	Bonus shares received during the period	Sales during the period	As at March 31, 2012	Cost as at March 31, 2012	Market value as at March 31, 2012	Market value as a percentage of net assets	Market value as a percentage of investments	Percentage of paid-up capital of the investee company held
Oil and Gas										
Oil & Gas Development Co.	46,242,299	-	-	8,140,620	38,101,679	1,882,229	6,388,128	30.12	30.82	0.89
Pakistan Petroleum Ltd.	22,106,720	1,344,955	2,209,690	1,115,533	24,545,831	2,825,023	4,486,733	21.15	21.65	1.87
Pakistan State Oil Co. Ltd.	10,258,329	349,336	-	516,606	10,091,059	1,708,563	2,515,903	11.86	12.14	5.88
	<u>78,607,348</u>	<u>1,694,291</u>	<u>2,209,690</u>	<u>9,772,759</u>	<u>72,738,569</u>	<u>6,415,815</u>	<u>13,390,764</u>	<u>63.13</u>	<u>64.61</u>	
Fixed Line Telecommunication										
Pakistan Telecommunication Company	55,312,149	2,496,954	-	-	57,809,103	601,579	711,630	3.35	3.43	1.53
	<u>55,312,149</u>	<u>2,496,954</u>	<u>-</u>	<u>-</u>	<u>57,809,103</u>	<u>601,579</u>	<u>711,630</u>	<u>3.35</u>	<u>3.43</u>	
Electricity										
Kot Addu Power Company Ltd.	13,418,997	316,072	-	743,285	12,991,784	480,727	568,780	2.68	2.74	1.48
	<u>13,418,997</u>	<u>316,072</u>	<u>-</u>	<u>743,285</u>	<u>12,991,784</u>	<u>480,727</u>	<u>568,780</u>	<u>2.68</u>	<u>2.74</u>	
Gas, Water and Multiutilities										
Sui Northern Gas Pipelines Ltd.	20,609,143	1,298,016	1,066,064	-	22,973,223	361,210	484,046	2.28	2.34	3.98
Sui Southern Gas Co. Ltd.	53,072,409	2,216,806	2,764,460	-	58,053,675	710,384	1,224,933	5.77	5.91	6.59
	<u>73,681,552</u>	<u>3,514,822</u>	<u>3,830,524</u>	<u>-</u>	<u>81,026,898</u>	<u>1,071,594</u>	<u>1,708,979</u>	<u>8.05</u>	<u>8.25</u>	
Banks										
National Bank of Pakistan	66,980,052	2,541,175	6,617,145	2,551,042	73,587,330	2,563,745	3,357,054	15.83	16.20	3.98
	<u>66,980,052</u>	<u>2,541,175</u>	<u>6,617,145</u>	<u>2,551,042</u>	<u>73,587,330</u>	<u>2,563,745</u>	<u>3,357,054</u>	<u>15.83</u>	<u>16.20</u>	
	<u>288,000,098</u>	<u>10,563,314</u>	<u>12,657,359</u>	<u>13,067,086</u>	<u>298,153,684</u>	<u>11,133,460</u>	<u>19,737,206</u>	<u>93</u>	<u>95</u>	

Investments include securities with market value aggregating to Rs 1,082.420 million (June 30, 2011: Rs. 1108.210 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular No. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

4.3 Net Unrealised Appreciation on remeasurement of investments classified as "available for sale"

	March 31, 2012 Unaudited	June 30, 2011 Audited
	-----Rupees in '000-----	
Market Value of Investments	20,724,562	24,844,876
Less: Carrying Value Net of Impairment	12,121,419	15,858,749
	8,603,143	8,986,127
Net unrealised appreciation in fair value of investments at the beginning of the year	8,986,127	8,133,387
	<u>(382,984)</u>	<u>852,740</u>

5 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2012 and June 30, 2011.

NIT - STATE ENTERPRISE FUND NOTES TO AND FORMING PART OF THE FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

6 WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs. 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh, challenging the applicability of WWF to the CISs, which is pending adjudication. However, without prejudice to the above, the Management Company made a provision for WWF contribution in the annual financial statements for the year ended June 30, 2010.

Subsequent to the year ended June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute WWF on the basis of their income. However, on December 14, 2010 the Ministry filed its response against the Constitutional petition requesting the court to dismiss the petition. According to the legal counsel who is handling the case, there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in Court.

Subsequent to the year ended June 30, 2011, the Honourable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional and struck them down. The Management Company is hopeful that the decision of the LHC, will lend further support to the Constitutional Petition which is pending in the SHC. However, pending the decision of the said constitutional petition, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 206.480 million (including Rs 10.167 million for the current period) in this condensed interim financial information.

7 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 if not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. The Fund has not recorded provision for taxation as the management company intends to distribute at least 90 percent of the Fund's accounting income for the current period as reduced by capital gains (whether realised or unrealised) to its unit holders every year.

8 MANAGEMENT FEE

During the current period, the management fee for the Fund has revised from 0.75% to 1.50% with effect from February 06, 2012.

NIT - STATE ENTERPRISE FUND NOTES TO AND FORMING PART OF THE FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

9 EARNINGS PER UNIT

	Nine months ended March 31,		Quarter ended March 31,	
	2012	2011	2012	2011
	-----Rupees in '000-----		-----Rupees in '000-----	
Net Income for the period after taxation	508,348	2,959,029	(1,167,477)	898,211
Impairment loss on equity securities classified as 'available for sale'	351,154	-	-	-
	<u>859,502</u>	<u>2,959,029</u>	<u>(1,167,477)</u>	<u>898,211</u>
	-----Number of units-----		-----Number of units-----	
Weighted Average number of units outstanding	<u>297,429,656</u>	<u>289,952,012</u>	<u>284,904,603</u>	<u>283,954,804</u>
	-----Rupees-----		-----Rupees-----	
Earnings per unit (in Rupees)				
With Impairment loss on equity shares classified as 'available for sale'	<u>1.71</u>	<u>10.21</u>	<u>(4.10)</u>	<u>3.16</u>
Without Impairment loss on equity shares classified as 'available for sale'	<u>2.89</u>	<u>10.21</u>	<u>(4.10)</u>	<u>3.16</u>

10 TRANSACTIONS WITH CONNECTED PERSONS

- 10.1** Connected persons include the Management Company (National Investment Trust Limited), other collective investment schemes managed by the Management Company and directors and officers of the Management Company and the Trustee.
- 10.2** The transactions with connected persons are in the normal course of business, at contracted terms determined in accordance with the market rates.
- 10.3** Remuneration to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 10.4** Details of the transactions with connected persons are as follows:

	----- (Unaudited) -----			
	Nine months ended March 31 2012	March 31 2011	Quarter ended March 31 2012	Quarter ended March 31 2011
	-----Rupees in '000-----			
National Investment Trust Limited				
- Management Company				
Investment made by the sponsor in the fund [Issue of 28,383,233 units (2010: 20,136,931 units)]	2,370,000	2,000,000	-	2,000,000
Issue of 37,620,290 bonus units (2010: 45,296,699 units)	3,168,005	3,778,198	-	-
Redemption of 43,265,165 units (2010: 32,900,953 units)	9,259,133	3,537,723	5,743,771	-
Management fee expense for the period	165,377	150,263	72,601	51,250
Sindh Sales Tax on Management Fee	26,460	-	11,616	-
Central Depository Company of Pakistan Limited				
- Trustee				
Remuneration	5,754	6,275	1,902	2,139
Custodian charges	31	73	13	22

NIT - STATE ENTERPRISE FUND
NOTES TO AND FORMING PART OF THE FINANCIAL
INFORMATION (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2012

NIT

NIT SEF

NIT EMOF

NIT GBF

NIT IF

NIT BRANCHES

	(Unaudited) March 31 2012	(Audited) June 30 2011
	-----Rupees in '000-----	
10.5 Amounts outstanding as at period/ year end		
National Investment Trust Limited - Management Company		
Investment held by the Sponsor in the Fund [Units held 298,217,024 (June 30, 2011: 275,478,665 units)]	21,209,529	26,366,144
Management Fee Payable	34,687	16,444
Formation cost payable	1,000	1,000
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	632	683
Custodian charges payable	7	3
Others		
Shares of National Bank of Pakistan [Shares held 73,587,330 (June 30, 2011: 66,980,052 shares)]	3,357,054	3,377,134

11 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified wherever necessary, for the purpose of comparison. No significant reclassification were made during the current period.

12 DATE OF AUTHORISATION FOR ISSUE

This financial information was authorised for issue on **April 11, 2012** by the Board of Directors of the Management Company.

13 GENERAL

Figures have been rounded off to the nearest thousand Rupees.

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

**Sd/-
Managing Director**


**Sd/-
Director**


**Sd/-
Director**

MINIMUM INVESTMENT


DIVERSIFIED PORTFOLIO

EQUAL PROFIT RATE





- Pakistan's First, Oldest & Largest Asset Manager
- Funds under management of Rs. 67.96 Billion (as on 31.12.11)
- Minimum Investment from Rs.5000/-
- Competitive Return
- Benefits & Tax Credits (as per applicable tax laws)
- Redemption of Units through ATM



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All investments in mutual funds are subject to market risks. NIT's Unit price is neither guaranteed nor administered / managed. It is based on Net Asset Value and the NAV of the Unit may go up or down depending upon the factors and forces affecting the financial markets. Past performance is not necessarily indicative of the future results. Investors should consult their financial advisors to understand investment policies and risks involved of the relevant scheme prior to making investment.