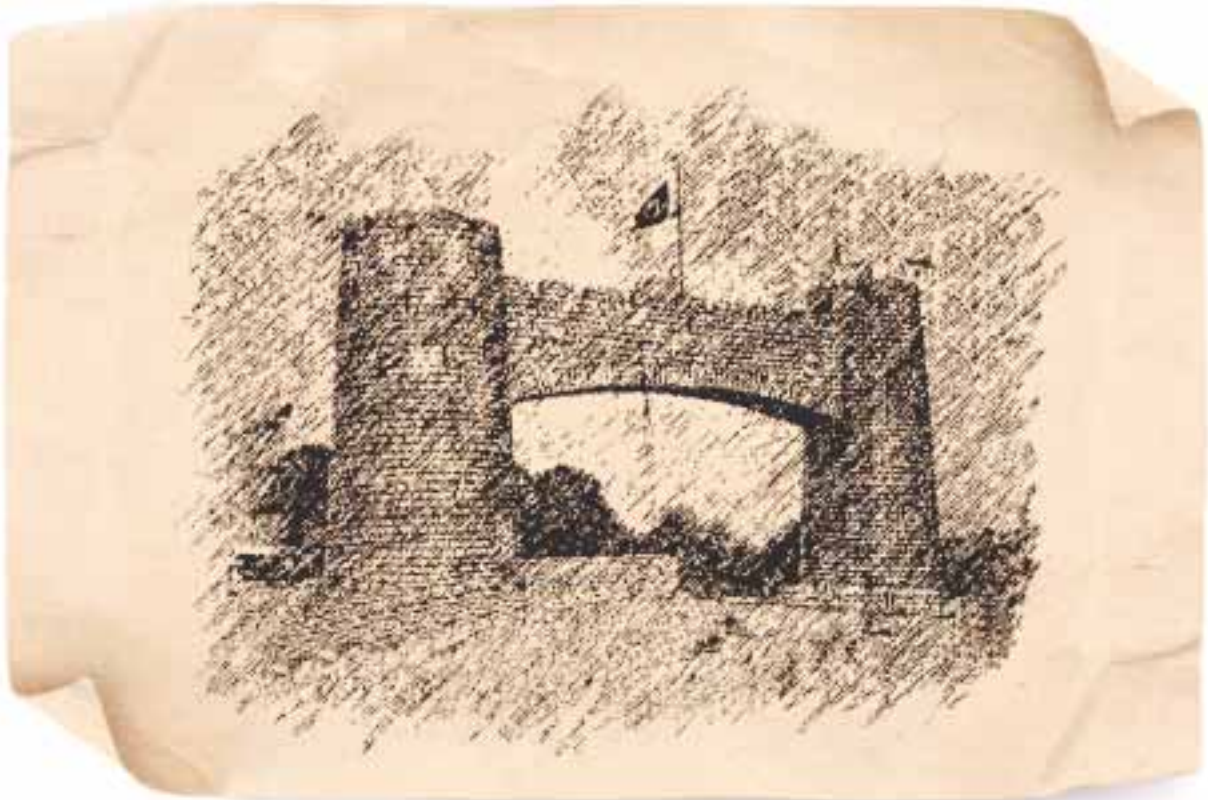


Khyber Pass Peshawar



Issued on 27 May 2006, the note features the famous Khyber Pass which has served as the corridor connecting the Asian sub-continent with Central Asia through Afghanistan. The location of the pass has given the Khyber Agency and its people worldwide recognition and has made it the focus of attention for historians exploring this part of the world.



Corporate Information

Trustee

Central Depository Company
of Pakistan Limited

Auditor

A.F Ferguson & CO.
Chartered Accountants

Bankers

United Bank Ltd
Bank Al Habib Ltd
Allied Bank Ltd

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

As at September 30, 2009

	Note	30 September 2009 Unaudited	30 June 2009 Audited
-----Rupees in '000-----			
Assets			
Bank balances		448,778	490,108
Investments	3	19,856,624	14,864,085
Dividend and profit receivable		215,606	131,485
Unamortised formation costs		907	907
Total assets		20,521,915	15,486,585
Liabilities			
Payable to National Investment Trust Limited - Management Company		32,674	9,833
Payable to Central Depository Company of Pakistan Limited - Trustee		945	365
Payable to Securities and Exchange Commission of Pakistan		4,139	4,671
Formation costs payable		1,000	1,000
Payable to National Clearing Company of Pakistan Limited		51,841	221,153
Accrued expenses and other liabilities		1,857	3,263
Total liabilities		92,456	240,285
Net assets		20,429,459	15,246,300
Unit holders' funds (As per statement attached)		20,429,459	15,246,300
Number of units			
Number of units in issue		216,907,124	196,988,025
Rupees			
Net asset value per unit		94.19	77.40

The annexed notes form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Sd/-

Managing Director

Sd/-

Director

Sd/-

Director

CONDENSED INTERIM INCOME STATEMENT

For the quarter ended September 30, 2009

	Note	30 September 2009 Unaudited Rupees in '000
INCOME		
Dividend income		290,287
Proft on bank deposits		10,339
Total income		300,626
EXPENSES		
Remuneration of National Investment Trust Limited - Management Company		32,674
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,369
Annual fee - Securities and Exchange Commission of Pakistan		4,139
Custodian charges of Central Depository Company of Pakistan Limited		33
Settlement and bank charges		41
Total expenses		38,256
Net income from operating activities		262,370
Element of income and capital gains included in prices of units issued less those in units redeemed		704,045
Net income for the period before taxation		966,415
Taxation	4	-
Net income for the period after taxation		966,415
Earnings per unit (in Rupees)	5	4.70

The annexed notes form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Sd/-

Managing Director

Sd/-

Director

Sd/-

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the quarter ended September 30, 2009

	Note	30 September 2009 Unaudited Rupees in '000
Net income for the period after taxation		966,415
Other comprehensive income		
Unrealised appreciation in the value of available for sale investments	3.2	4,383,018
Total comprehensive income for the period		<u>5,349,433</u>

The annexed notes form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Sd/-

Managing Director

Sd/-

Director

Sd/-

Director

CONDENSED INTERIM DISTRIBUTION STATEMENT

For the quarter ended September 30, 2009

	30 September 2009 Unaudited Rupees in '000
Undistributed income brought forward	1,225,294
Final distribution for the year ended June 30, 2009: Rs 5.90 per unit	(1,162,229)
Net income for the period after taxation	966,415
Undistributed income carried forward	<u>1,029,480</u>
Undistributed income comprising:	
Realised income	722,077
Unrealised income	307,403
	<u>1,029,480</u>

The annexed notes form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Sd/-

Managing Director

Sd/-

Director

Sd/-

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS

For the quarter ended September 30, 2009

	30 September 2009 Unaudited Rupees in '000
Net assets at the beginning of the period	15,246,300
Issue of 19,919,099 units	1,700,000
Redemption of nil units	-
	16,946,300
Element of (income) and capital (gains) included in prices of units issued less those in units redeemed	(704,045)
Unrealised appreciation in the value of available for sale investments	4,383,018
Net income for the period after taxation	966,415
Final distribution for the year ended June 30, 2009: Rs 5.90 per unit	(1,162,229)
	4,187,204
Net assets at the end of the period	20,429,459

The annexed notes form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Sd/-

Managing Director

Sd/-

Director

Sd/-

Director

CONDENSED INTERIM CASH FLOW STATEMENT

For the quarter ended September 30, 2009

	30 September 2009 Unaudited Rupees in '000
CASH FLOW FROM OPERATING ACTIVITIES	
Net income for the period	966,415
Adjustments	
Prošt on bank deposits	(10,339)
Dividend income	(290,287)
Element of income and capital gains included in prices of units issued less those in units redeemed	(704,045)
	<u>(38,256)</u>
Increase in assets	
Investments	(609,521)
	<u>(609,521)</u>
Increase / (decrease) in liabilities	
Payable to National Investment Trust Limited - Management Company	22,841
Payable to Central Depository Company of Pakistan Limited - Trustee	580
Payable to Securities and Exchange Commission of Pakistan	(532)
Payable to National Clearing Company of Pakistan Limited	(169,312)
Accrued expenses and other liabilities	(1,406)
	<u>(147,829)</u>
Dividend received	205,683
Prošt received on placements	10,822
Net cash outflow on operating activities	<u>(579,101)</u>
CASH FLOW FROM FINANCING ACTIVITIES	
Net receipts from issue of units	1,700,000
Dividend paid	(1,162,229)
Net cash inflow from financing activities	537,771
Net increase in cash and cash equivalents during the period	<u>(41,331)</u>
Cash and cash equivalents at the beginning of the period	490,108
Cash and cash equivalents at the end of the period	<u><u>448,778</u></u>

The annexed notes form an integral part of these condensed interim financial statements.

For National Investment Trust Limited
(Management Company)

Sd/-

Managing Director

Sd/-

Director

Sd/-

Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended September 30, 2009

1 LEGAL STATUS AND NATURE OF BUSINESS

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 have been initially issued at Rs 50 per unit.

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.

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 favor 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 comprises 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

2.1.1 These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'.

2.1.3 These condensed interim financial statements have been prepared using the same accounting policies which were applied in the preparation of the annual financial statements of the Fund for the year ended 30 June 2009.

3 INVESTMENTS

Available for sale

Equity securities - listed

3.2

	30 September 2009	30 June 2009
	-----Rupees in '000-----	
	Unaudited	Audited
	19,856,624	14,864,085

3.1 Fair value reserves

Balance at the beginning of the period

4,171,605

-

Revaluation during the period

4,382,985

4,171,605

Balance at the end of period

8,554,590

4,171,605

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended September 30, 2009

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

Name of the investee company	----- Number of shares -----					Cost as at Sep 30, 2009	Market value as at September 30, 2009	Unrealized gain / (loss) as on September 30, 2009	Market value as a %age of net assets	Market value as a %age of investments	Percentage of paid-up capital of the investee company held
	As at July 01, 2009	Purchases during the period	Bonus shares received during the year	Sales during the period	As at September 30, 2009						
----- Rupees in '000 -----											
Commercial bank											
National Bank of Pakistan	36,500,360	4,160,294	-	-	40,660,654	2,251,073	3,393,945	1,142,872	16.61%	17.09%	4.53%
Power generation and distribution											
Kot Addu Power Company Limited	10,832,500	-	-	-	10,832,500	387,749	579,972	192,223	2.84%	2.92%	1.23%
Oil and gas marketing companies											
Pakistan State Oil Company Limited	10,361,100	-	-	-	10,361,100	1,246,376	3,244,164	1,997,788	15.88%	16.34%	6.04%
Sui Northern Gas Company Limited	10,346,400	1,183,550	-	-	11,529,950	347,793	323,300	(24,493)	1.58%	1.64%	2.10%
Sui Southern Gas Pipelines Limited	35,678,000	726,654	-	-	36,404,654	490,100	502,020	11,920	2.46%	2.53%	5.42%
Oil and gas exploration companies											
Oil & Gas Development Company Limited	66,501,200	-	-	-	66,501,200	3,285,170	7,140,899	3,855,729	34.95%	35.95%	1.55%
Pakistan Petroleum Limited	14,821,300	1,285,769	3,181,413	-	19,288,482	2,529,023	3,645,330	1,116,307	17.84%	18.36%	2.32%
Technology and communications											
Pakistan Telecommunication Company Limited	50,875,400	500,000	-	-	51,375,400	764,752	1,026,994	262,243	5.03%	5.17%	1.35%
						11,302,036	19,856,624	8,554,590			
						<hr/> <hr/>			100.00%		

The above investments include securities with fair value aggregating to Rs 1092.750 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 SECP.

4 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 subject to the condition that 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 period as reduced by capital gains (whether realised or unrealised) to its unit holders, every year.

5 EARNINGS PER UNIT

Net income for the period after taxation

966,415

Number of units, in 000

Weighted average number of units outstanding

205,800

Earnings per unit

Rupees

4.70

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended September 30, 2009

6 TRANSACTIONS WITH CONNECTED PERSONS

The significant transactions carried out by the Fund with related/connected parties during the period are given below:

	30 September 2009
	Rupees in '000
National Investment Trust Limited - Management Company	
Investment made by the Sponsor in the Fund (Issue of 19,919,099 units)	1,700,000
Management fee expense for the period	32,674
Central Depository Company of Pakistan Limited - Trustee	
Remuneration	1,369
Custodian charges	33
Others	
Purchase of shares of National Bank of Pakistan (4,160,294 shares)	306,814
	As at September 30, 2009
	Unaudited
	Rupees in '000
Amounts outstanding as at period end	
National Investment Trust Limited - Management Company	
Investment made by the Sponsor in the Fund (Issue of 19,919,099 units)	1,700,000
Management fee payable	32,674
Formation cost payable	1,000
Central Depository Company of Pakistan Limited - Trustee	
Remuneration payable	945
Others	
Shares of National Bank of Pakistan held (40,660,654 shares)	3,393,945

7 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 12, 2009.

8 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