NATIONAL INVESTMENT TRUST LIMITED

Invest in Trust

NATIONAL INVESTMENT TRUST LIMITED

Corporate Affairs Department

Form-3

No. NIT/CAD/BOD-343/2019-20/041
September 25, 2019

The General Manager
Pakistan Stock ExchangeLimited
Stock Exchange Building
Stock Exchange Road
Karachi.

SUBJECT: **BOARD OF DIRECTORS MEETING**

Dear Sir,

Please refer to our letter No. NIT/CAD/BOD-343/2019-20/035 dated September 20, 2019 on the captioned matter.

We are attaching herewith Audited Income Statements for the National Investment (Unit) Trust Fund – (NI(U)T), NIT-Islamic Equity Fund (NIT-IEF), NIT Government Bond Fund (NIT-GBF), NIT Income Fund (NIT-IF), NIT Money Market Fund (NIT-MMF) and NIT Islamic Income Fund (NIT-IIF) for the year ended June 30, 2019.

We are also attaching herewith Statement(s) of Comprehensive Income of the above mentioned Fund(s).

Yours faithfully,

Abdul Rashid
Abdul Rashid
Company Secretary

Copy to:

1. The General Manager, Pakistan Stock Exchange Limited, 19, Khayaban-e-Aiwan-e-Iqbal, Lahore.
2. The General Manager, Pakistan Stock Exchange Limited, 55-B, Jinnah Avenue, Blue Area, Islamabad.

55 YEARS 1962 - 2017

NATIONAL INVESTMENT (UNIT) TRUST
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		------------(Rupees in '000)	----------
Income			
Dividend income		2,678,424	3,219,181
Gain on sale of investments - net		3,427	2,078,365
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.8	(219,997)	(1,524,546)
Profit on bank deposits		113,442	95,300
Total income		2,575,296	3,868,300
Expenses			
Impairment loss on equity securities classified as 'available for sale'	5.9.1	-	88,193
Remuneration of National Investment Trust Limited - Management Company	9.1	751,043	886,339
Sindh sales tax on remuneration of Management Company	9.2	97,636	115,224
Selling and marketing expenses	9.4	56,394	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	27,017	29,273
Sindh sales tax on remuneration of Trustee	10.2	3,512	3,805
Annual fee for the Securities and Exchange Commission of Pakistan	11	59,398	70,099
Allocation of expenses related to registrar services, accounting, operation and valuation services	9.3	62,637	73,884
Central Depository Charges		155	2,667
Settlement and bank charges		1,422	2,088
Financial charges		2,127	7,125
Auditors' remuneration	16	956	1,088
Legal and professional charges		1,070	1,860
Printing and other charges		588	177
Others		347	241
Total expenses		1,064,302	1,282,063
Net income from operating activities		1,510,994	2,586,237
Provision for Sindh Workers' Welfare Fund (SWWF)		(30,220)	(51,725)
Net income for the year before taxation		1,480,774	2,534,512
Taxation	17	-	-
Net income for the year after taxation		1,480,774	2,534,512
Allocation of net income for the year after taxation			
Net income for the year after taxation		1,480,774	2,534,512
Income already paid on units redeemed		(55,578)	(54,953)
		1,425,196	2,479,559
Accounting income available for distribution:			
-Relating to capital gains		-	542,436
-Excluding capital gains		1,425,196	1,937,123
		1,425,196	2,479,559

The annexed notes from 1 to 31 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	Director	Director

NATIONAL INVESTMENT (UNIT) TRUST
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		----------(Rupees in '000)----------	
Net income for the year after taxation		1,480,774	2,534,512
Other comprehensive income / (loss) for the year			
Items that will be reclassified to income statement:			
Net unrealised diminution on re-measurement of investments classified as 'available for sale'	5.9	-	(12,142,430)
Items that will not be reclassified to income statement:			
Changes in the fair value of investments classified as 'financial assets at 'FVOCI'	5.10	(18,000,959)	-
Total comprehensive loss for the year		(16,520,185)	(9,607,918)

The annexed notes from 1 to 31 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	**Director**	**Director**

NIT - ISLAMIC EQUITY FUND
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		-----------(Rupees in '000)----------	
Income			
Dividend income		174,079	198,874
Gain on sale of investments - net		291	171,508
Net unrealised diminution on re-measurement of investments classified as financial assets at 'fair value through profit or loss'	6.5	(11,800)	-
Mark-up / return on bank deposits		21,465	31,582
Total income		184,035	401,964
Expenses			
Impairment loss on equity securities classified as 'available for sale'	6.6.1	-	368,691
Remuneration of National Investment Trust Limited - Management Company	10.1	72,779	86,868
Sindh sales tax on remuneration of the Management Company	10.2	9,461	11,293
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	4,639	5,343
Sindh sales tax on remuneration of the Trustee	11.2	603	695
Annual fee for the Securities and Exchange Commission of Pakistan	12	3,454	4,122
Allocation of expenses related to registrar services, accounting, operation and valuation services	10.3	3,641	4,347
Selling and marketing expense	10.4	3,178	-
Custodian charges of Central Depository Company of Pakistan Limited		79	108
Securities transaction costs		142	-
Settlement and bank charges		548	769
Auditors' remuneration	16	460	475
Amortisation of preliminary expenses and floatation costs		1,000	1,000
Shariah advisory fee		634	657
Charity expense		3,663	3,583
Printing charges		162	193
Legal and professional charges		125	149
Total expenses		104,568	488,293
Net income / (loss) from operating activities		79,467	(86,329)
Provision for Sindh Workers' Welfare Fund (SWWF)	13.1	(1,589)	-
Net income / (loss) for the year before taxation		77,878	(86,329)
Taxation	17	-	-
Net income / (loss) for the year after taxation		77,878	(86,329)
Allocation of net income / (loss) for the year after taxation			
Net income / (loss) for the year after taxation		77,878	(86,329)
Income already paid on units redeemed		(628)	-
		77,250	(86,329)
Accounting income available for distribution:			
-Relating to capital gains		-	-
-Excluding capital gains		77,250	-
		77,250	-

The annexed notes from 1 to 31 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	Director	Director	Chief Financial Officer

NIT - ISLAMIC EQUITY FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		-----------(Rupees in '000)----------	
Net income / (loss) for the year after taxation		77,878	(86,329)
Other comprehensive income / (loss) for the year			
Items that will be reclassified to income statement:			
Net unrealised diminution on re-measurement of investments classified as 'available for sale'	6.6	-	(697,038)
Items that will not be reclassified to income statement:			
Changes in the fair value of investments classified as 'financial assets at 'FVOCI'	6.7	(1,096,828)	-
Total comprehensive loss for the year		(1,018,950)	(783,367)

The annexed notes from 1 to 31 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	Director	Director	Chief Financial Officer

NIT - GOVERNMENT BOND FUND
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		(Rupees in '000)	
Income			
Income / mark-up from government securities		259,473	194,316
Profit on bank deposits		91,755	59,229
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5	(3,118)	-
(Loss) / Gain on sale of investments - net		(2,524)	65
Total income		345,586	253,610
Expenses			
Remuneration of National Investment Trust Limited - Management Company	7.1	33,478	25,526
Sindh sales tax on remuneration of Management Company	7.2	4,352	3,318
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	3,579	3,874
Sindh sales tax on remuneration of Trustee	8.2	465	504
Annual fee for the Securities and Exchange Commission of Pakistan	9	2,827	3,121
Allocation of expenses related to registrar services, accounting, operation and valuation services	7.3	3,771	4,163
Auditors' remuneration	13	695	799
Mutual fund rating fee		332	300
Annual listing fee		35	35
Settlement and bank charges		159	348
Printing charges		127	181
Legal and professional charges		1,157	1,173
Total expenses		50,977	43,342
Net income from operating activities		294,609	210,268
Provision for Sindh Workers' Welfare Fund (SWWF)	10.1	(5,892)	(4,205)
Net income for the year before taxation		288,717	206,063
Taxation	14	-	-
Net income for the year after taxation		288,717	206,063
Allocation of net income for the year after taxation			
Net income for the year		288,717	206,063
Income already paid on units redeemed		(29,311)	(16,825)
		259,406	189,238
Accounting income available for distribution:			
-Relating to capital gains		-	41
-Excluding capital gains		259,406	189,197
		259,406	189,238

The annexed notes from 1 to 28 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director **Director** **Director** **Chief Financial Officer**

NIT - GOVERNMENT BOND FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		(Rupees in '000)	
Net income for the year after taxation		288,717	206,063
Other comprehensive income / (loss) for the year			
Net unrealised (diminution) on re-measurement of investments classified as 'available for sale'	5.4	-	(577)
Total comprehensive income for the year		288,717	205,486

The annexed notes from 1 to 28 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	Director	Director	Chief Financial Officer

NIT - INCOME FUND
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		------------(Rupees in '000)-----------	
Income			
Income from Government securities		92,886	52,357
Income from term finance certificates and sukuks		119,922	48,443
Income from certificates of investment		12,335	5,135
Income from letters of placement		12,188	244
Income from MTS		15,917	7,708
Profit on bank deposits		186,932	212,223
Loss on sale of investments - net		(4,090)	(269)
Amortisation of premium on term finance certificates - net		-	(1,345)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.14	(5,218)	-
Other income		454	-
Total income		431,326	324,496
Expenses			
Impairment loss on term finance certificates	10	35,449	-
Remuneration of National Investment Trust Limited - Management Company	11.1	44,313	32,915
Sindh sales tax on remuneration of Management Company	11.2	5,761	4,279
Remuneration of Central Depository Company of Pakistan Limited - Trustee	12.1	4,771	5,125
Sindh sales tax on remuneration of Trustee	12.2	620	666
Annual fee for the Securities and Exchange Commission of Pakistan	13	3,461	3,806
Allocation of expenses related to registrar services, accounting, operation and valuation services	11.3	4,621	5,072
Central Depository Charges		11	283
Auditors' remuneration	17	684	795
Mutual fund rating fee		327	300
Annual listing fee		35	35
Laga and levy charges		1,736	1,038
Settlement and bank charges		475	158
Securities transaction costs		695	257
Printing charges		124	176
Legal and professional charges		660	1,231
Total expenses		103,743	56,136
Net income from operating activities		327,583	268,360
Provision for Sindh Workers' Welfare Fund (SWWF)	14.1	(6,552)	(5,367)
Net income for the year before taxation		321,031	262,993
Taxation	18	-	-
Net income for the year after taxation		321,031	262,993
Allocation of net income for the year after taxation			
Net income for the year after taxation		321,031	262,993
Income already paid on units redeemed		(59,782)	(20,888)
		261,249	242,105
Accounting income available for distribution:			
- Relating to capital gains		-	-
- Excluding capital gains		261,249	242,105
		261,249	242,105

The annexed notes from 1 to 32 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	**Director**	**Director**	**Chief Financial Officer**

NIT - INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
		(Rupees in '000)	
Net income for the year after taxation		321,031	262,993
Other comprehensive income for the year			
Net unrealised diminution on re-measurement of investments classified as 'available for sale'	5.13	-	(4,210)
Total comprehensive income for the year		321,031	258,783

The annexed notes from 1 to 32 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	Director	Director	Chief Financial Officer

NIT - MONEY MARKET FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

	Note	June 30, 2019	June 30, 2018
		------- (Rupees in '000) -------	
INCOME			
Income from government securities		66,259	66,271
Income from letter of placements		3,505	-
Profit on bank deposits		124,784	21,570
Loss on sale of investments - net		(2,731)	(55)
Net unrealized diminution on re-measurement of investments classified as' financial assets at fair value through profit or loss'	7.4	-	(284)
Total income		191,817	87,502
EXPENSES			
Remuneration to National Investment Trust Limited - Management Company	10.1	11,714	6,578
Sindh Sales Tax on remuneration to Management Company	10.2	1,523	855
Remuneration to Central Depository Company of Pakistan Limited - Trustee	11.1	2,148	1,828
Sindh Sales Tax on remuneration to Trustee	11.2	279	238
Annual fee - Securities and Exchange Commission of Pakistan	12	1,397	1,078
Allocation of expenses related to registrar services, accounting, operation and valuation services	10.3	1,869	1,435
Amortisation of preliminary expenses and floatation costs		225	225
Securities transaction costs		5	20
Auditors' remuneration	16	263	233
Legal and professional charges		173	82
Settlement and bank charges		211	462
Listing fee		153	-
Trust deed registration fee		99	-
Printing charges		52	123
Mutual fund rating fee		225	206
Total expenses		20,336	13,363
Net income from operating activities		171,481	74,139
Provision for Sindh Workers' Welfare Fund	13	(3,430)	(1,483)
Net income for the year before taxation		168,051	72,656
Taxation	17	-	-
Net income for the year		168,051	72,656
Allocation of net income for the year after taxation			
Net income for the year		168,051	72,656
Income already paid on units redeemed		(38,753)	(20,163)
		129,298	52,493
Accounting income available for distribution:			
- Relating to capital gains		-	-
- Excluding capital gains		129,298	52,493
		129,298	52,493

The annexed notes from 1 to 30 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	**Director**	**Director**	**Chief Financial Officer**

NIT - MONEY MARKET FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2019

	June 30, 2019	June 30, 2018
	------ (Rupees in '000) ------	
Net income for the year after taxation	168,051	72,656
Other comprehensive income for the year	-	-
Total comprehensive income for the year	168,051	72,656

The annexed notes from 1 to 30 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director | **Director** | **Director** | **Chief Financial Officer**

NIT - ISLAMIC INCOME FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

	Note	June 30, 2019	June 30, 2018
		---------- Rupees in '000 ----------	
INCOME			
Income from commercial papers		2,674	-
Income from sukuks		11,866	3,184
Profit on bank deposits		35,966	29,341
		50,506	32,525
EXPENSES			
Remuneration of National Investment Trust Limited - Management Company	11.1	3,730	2,460
Sindh Sales Tax on remuneration to Management Company	11.2	485	320
Remuneration of Central Depository Company of Pakistan Limited - Trustee	12.1	900	1,007
Sindh Sales Tax on remuneration to Trustee	12.2	117	131
Annual fee - Securities and Exchange Commission of Pakistan	13	397	444
Allocation of expenses related to registrar services, accounting, operation and valuation services	11.3	529	591
Amortisation of preliminary expenses and floatation costs		204	203
Auditors' remuneration	17	269	260
Legal and professional charges		160	146
Settlement and bank charges		438	470
Listing fee		216	-
Shariah advisory fee		72	37
Printing charges		83	126
Mutual fund rating fee		137	124
Total expenses		7,737	6,319
Net income from operating activities		42,769	26,206
Provision for Sindh Workers' Welfare Fund	14.1	(855)	(524)
Net income for the year before taxation		41,914	25,682
Taxation	18	-	-
Net income for the year		41,914	25,682
Allocation of net income for the year after taxation			
Net income for the period		41,914	25,682
Income already paid on units redeemed		(6,676)	(8,481)
		35,239	17,201
Accounting income available for distribution:			
- Relating to capital gains		-	-
- Excluding capital gains		35,239	17,201
		35,239	17,201

The annexed notes 1 to 29 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	**Director**	**Director**	**Chief Financial Officer**

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NIT - ISLAMIC INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2019

	Note	June 30, 2019	June 30, 2018
		Rupees in '000	
Net income for the year after taxation		41,914	25,682
Other comprehensive income for the year			
Items to be reclassified to income statement in subsequent years			
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'fair value through other comprehensive income' (FVOCI)	7.6	372	(1)
Total comprehensive income for the year		42,286	25,681

The annexed notes 1 to 29 form an integral part of these financial statements.

For National Investment Trust Limited
(Management Company)

Managing Director	**Director**	**Director**	**Chief Financial Officer**