

Operating as an Open-end Equity Fund Since 1962, NI(U)T is the flagship carrier of a diversified portfolio of Collective Investment Schemes managed by NITL with net assets of PKR 81.79 billion and 47,900 unit holders.



CORPORATE INFORMATION

FUND NAME

National Investment (Unit) Trust

NAME OF AUDITORS

KPMG Taseer Hadi & Co. Chartered Accountants

LIST OF BANKERS

Allied Bank Limited
Bank Al Falah Limited
Bank Al Habib Limited
Habib Bank Limited
National Bank of Pakistan
NIB Bank Limited
Summit Bank Limited
United Bank Limited
MCB Bank Limited
Soneri Bank Limited

NATIONAL INVESTMENT (UNIT) TRUST

FUND MANAGER REPORT

2016-2017

NI(U)T Objective

The core objective of NI(U)T is to maximize return for Unit holders, provide a regular stream of current income through dividends, while long term growth is achieved by the management of diversified portfolio and investments into growth and high yielding equity securities.

Profile of Investment Manager

National Investment Trust Ltd. (NITL) is the first and the largest Asset Management Company of Pakistan, formed in 1962. With approximately Rs. 109 billion in net assets as of June 30, 2017, the family of Funds of NIT comprises of 10 funds including 4 equity Funds, 2 fixed Income Funds, 1 money market Fund, 1 Islamic Income Fund, 1 conventional Pension Fund and 1 Islamic Pension Fund. NIT's tally of nationwide branches is 23 and a sales desk is also available in financial hub at Abbottabad, yet another milestone, as no other Mutual Fund in Pakistan has such a vast network of nationwide branches. Further, to cater to the matters relating to investments in NIT and day to day inquiries/issues of its unit holders, a state of the art Investors' Facilitation Centre is also in place. The Board of Directors of NITL consists of representatives of leading financial institutions, prominent industrialists and nominee of Govt. of Pakistan. The Company has been assigned an Asset Manager rating of "AM2++" by PACRA, which demonstrates that the Asset Manager meets high investment management industry standards and benchmarks with noted strengths in several of the rating factors. All Investment decisions are taken by the Investment Committee of NITL.

Fund Information - NI(U)T

| | | | |
|---------------------------------|----------------------|------------------------|---|
| • Launch date | 12th November 1962 | • Minimum Investment: | Rs. 5,000 |
| • Type | Open End Equity Fund | • Management Fee: | 1.20% |
| • Fund Manager | Manzoor Ahmed | • Front End Load*: | 3.00% |
| • Fund Size as on June 30, 2017 | Rs. 81.794 billion | • Back End Load: | 0.00% |
| • Par Value | Rs. 10 | • Auditors: | KPMG Taseer Hadi & Co. |
| • NAV/unit | Rs. 83.74 | • Trustee: | Central Depository Company of Pakistan Ltd. |
| • Pricing Mechanism | Forward Pricing | • Risk Profile | Moderate / High |
| • Benchmark | KSE 100 Index | • Asset Manager Rating | AM2++ (PACRA) |

*No load is charged if investor approaches directly.

Fund Performance Analysis:

| | 2016-17 | 2015-16 |
|--|---------|---------|
| Opening Net Assets (Rs. in billion) | 73.018 | 70.852 |
| Opening NAV /unit (Rs.) (Ex Div) | 65.15 | 63.75 |
| Ending Net Assets (Rs. in billion) | 81.794 | 66.830 |
| Ending NAV/unit (Rs.) | 83.74 | 65.15 |
| Cash Distribution / unit (Rs.) (Interim) | 4.50 | 4.50 |
| Total Return (%) | 35.44% | 9.59% |
| Maximum Funds under management during the year (Rs. in billion) | 94.429 | 73.018 |

NATIONAL INVESTMENT (UNIT) TRUST

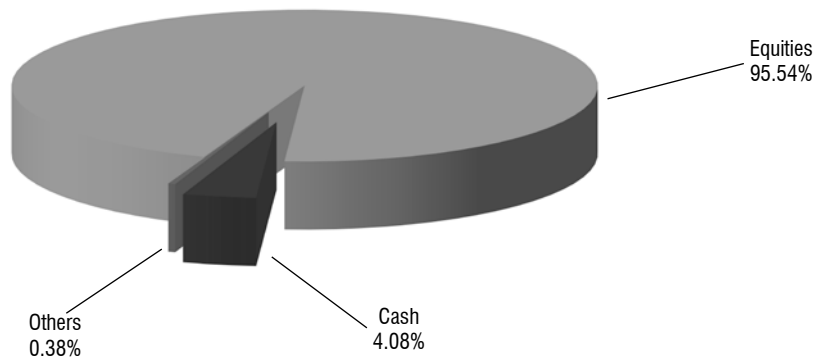
FUND MANAGER REPORT

2016-2017

Asset Allocation

Keeping in view the market conditions, the Fund has been changing its asset allocation during the year. As on 30th June 2017, the Fund was invested to the extent of 95.54% in Equities whereas the remaining exposure was in cash and others. The asset allocation position of the Fund as on 30-06-2017 is depicted in the chart below:

JUNE 2017



Sector Wise Breakdown of Equity Portfolio

Sector-wise breakdown of Fund's Equity portfolio as % of total assets as on 30-06-2017 is given below:



During the year, NI(U)T continued to remain substantially invested in the oil & gas marketing sector with an exposure of 13%. During the year oil & gas marketing sector posted a return of 61% as profitability of Multi-utilities increased and is expected to increase further due to likelihood of reduction in UFG losses and massive capex incurred /planned. It may be pertinent to mention that the Fund's holding in PSO and SNGPL which constitutes about 13% of the portfolio continued to remain frozen under the directive of the Government of Pakistan.

Exposure in the Banking sector reduced from 11% to 10% during the period. The fund prudently maneuvered its buying and selling strategies in this sector considering the industry dynamics and suitable opportunities available in the market.

Exposure in Pharmaceutical & Leather Sectors was reduced from 12% to 9% and from 8 % to 7% respectively. Keeping in view the higher sector multiples, your Fund took advantage of the high market prices and opted to off load its holdings particularly from the pharma sector where the sector

NATIONAL INVESTMENT (UNIT) TRUST

FUND MANAGER REPORT

2016-2017

weightage was reduced by 3%.

Exposure in the Automobile Assembling sector improved to 6%. Auto sector's commendable performance during the period was attributable to the increase in car sales on the back of introduction of new models and improving margins on favorable currency position and lower raw material prices.

The Fund also took buy / sell positions in other sectors during the year to benefit from short term trading opportunities available in the market.

Top Ten Holdings

Top ten holdings of the Fund's portfolio as % of total assets as on June 30th 2017 are as follows:

| | |
|---------------------------|------------------------------|
| Pakistan State Oil | Sui Northern Gas Pipelines |
| Mari Petroleum Ltd. | Packages. Ltd. |
| Bank Al-Habib Ltd. | International Industries |
| Bata Pakistan Ltd. | Abbott Laboratories Pakistan |
| Pakistan Tobacco Co. Ltd. | Service Industries |

Categorization of Unit Holders By Size - (JUNE 2017)

| Category | NI(U)T Unit Holders | % of Holding |
|-------------------------|---------------------|--------------|
| Institutional Investors | 900 | 62.17% |
| Individual | 47,000 | 37.83% |
| TOTAL | 47,900 | 100% |

Stock Market & Fund Performance Review

The fiscal year 2016-17 happened to be an eventful year for the Pakistan Stock Exchange (PSX). The KSE-100 Index concluded FY 2016-17 with a gain of 23.24%, closing at 46,565 points on June 30, 2017 versus 37,784 points on June 30, 2016. Market Capitalization increased from Rs. 7,589 billion to Rs. 9,522 billion. Average daily turnover increased by 68% from 208 million shares to 350 million shares. Average daily value traded also increased to Rs.19.25 billion from Rs.12.27 billion.

The benchmark KSE-100 had surged over 40% in the first eleven months, reaching an all-time high of 53,127 points during intra-day trading in the last week of May 2017. The staggering 11 month performance of the market was driven by factors such as anticipation of Pakistan market's up gradation to the MSCI Emerging Market status, soft inflation numbers and prevailing low interest rates which were at their lowest levels in a decade. The macro environment was thus, all set to boost and benefit the operating environment of majority of the sectors of the market. Also, during the year under review, a Chinese consortium led by the Shanghai Stock Exchange was successful in a bid to take over 40% strategic shareholding of PSX at a price of Rs. 28 per share. Another positive development was S&P upgrading Pakistan's sovereign rating from 'B-' to 'B' with a stable outlook during the year under review.

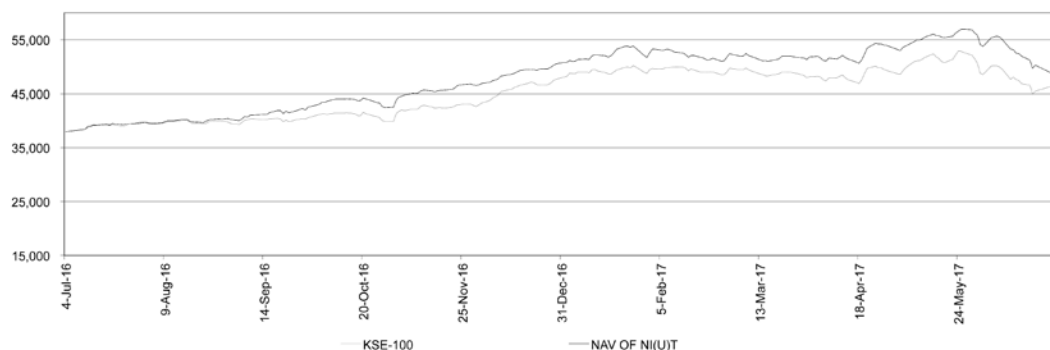
However, political situation remained a major cause of concern as the Panama Papers issue which resulted in street protests followed by court proceedings, kept investors nervous, particularly during the last quarter of the fiscal year. Foreign investors remained net sellers in the market to the tune of USD 652 million during the year. Fear of PKR depreciation coupled with exit by Frontier market funds consequent to Pakistan's upgrade to MSCI Emerging Market status were the main causes of the substantial outflow. Mutual funds emerged as the largest net buyers of USD 576 million followed by Insurance companies with USD 220 million worth of net buying.

NATIONAL INVESTMENT (UNIT) TRUST

FUND MANAGER REPORT

2016-2017

Relative Performance of NAV vs. KSE 100



During the period under review, the KSE-100 index increased by 23.24% whereas the NAV of your Fund increased by 35.44%, resulting in a healthy out performance of 12.20%.

10 Year Performance of Fund

| | FY 2008 | FY 2009 | FY 2010 | FY 2011 | FY 2012 | FY 2013 | FY 2014 | FY 2015 | FY 2016 | FY 2017 | 10yr. Annualized Return |
|--------------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-------------------------|
| NI(U)T (%) | -5.76% | -41.48% | 17.92% | 24.00% | 7.57% | 58.42% | 56.98% | 20.25% | 9.59% | 35.44% | 14.43% |
| KSE 100 (%) | -10.77% | -41.72% | 35.74% | 28.53% | 10.45% | 52.20% | 41.16% | 16.01% | 9.84% | 23.24% | 12.96% |
| Dividend Per Unit (Rs.) | 6.50 | 3.25 | 2.25 | 4.00 | 3.50 | 3.75 | 4.10 | 4.25 | 4.50 | 4.50 | |

Dividend declaration for the FY16-17:

The Board declared an interim cash dividend @ Rs. 4.50 per unit for unit holders of NI(U)T for the year ending on June 30, 2017. The payment of dividend @ Rs.4.50 per unit would involve a cash payout of about Rs. 4,396 million among its unit holders.

SWWF Disclosure:

As of 30th June 2017, the Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of **Rs. 347 million**. If the same were not made, the NAV per unit/ year to date return of the Scheme would be higher by **Rs. 0.35 / 0.57%**. For details, investors are advised to read the latest Financial Statement of the Scheme.

Total Expense Ratio:

Total expense ratio (all the expenses, including government levies, incurred during the year divided by average net asset value for the year) is 1.29% per annum. Total expense ratio (excluding government levies) is 1.25% per annum.

Economic Review:

Pakistan has seen a noticeable economic turnaround over the last four years due to the implementation of a comprehensive economic revival

NATIONAL INVESTMENT (UNIT) TRUST

FUND MANAGER REPORT

2016-2017

programme. Key areas of reforms include fiscal consolidation through improved public financial management and tax administration, restructuring of energy sector including capacity enhancement, divestment through strategic private partnerships, and strengthening of regulatory framework.

Pakistan's economy grew by 5.3 percent in FY17, up from 4.5 percent growth recorded in FY16. This was the highest annual growth for a decade. This acceleration was achieved on the back of strong performance of agriculture and services sectors, which grew by 3.5 percent and 6.0 percent respectively in FY17, compared with 0.3 percent and 5.5 percent last year.

The agriculture sector met its growth target of 3.5 percent, helped by supportive government policies and due to increase in agriculture credit disbursements. The rebound in agriculture was primarily driven by five major crops (i.e. rice, cotton, sugarcane, wheat, and maize), which posted a growth of 3.5 percent, after declining 5.0 percent last year.

The industrial sector posted a growth of 5.0 percent during FY17, compared with 5.8 percent last year. This moderation came mainly from decline in growth rates of mining, quarrying, electricity and gas sub-sectors. Against this, the large-scale manufacturing sector (LSM), a key contributor to industry, grew by 4.9 percent during FY17, compared to 2.9 percent last year.

The services sector recorded a growth of 5.98 percent and surpassed its target which was set at 5.70 percent. Wholesale and retail trade sector grew at a rate of 6.82 percent. The growth in this sector was bolstered by the output in the agriculture and manufacturing sectors.

CPI inflation during FY16-17 was 4.2 percent, compared with 2.9 percent in the same period last year. However, the uptick in inflation can partly be attributed to partial pass-through of the increase in international oil prices to domestic POL prices; a surge in global prices of some key food commodities (like palm oil); increase in medicine prices; and upward revision in education fees. Keeping in view the delicate balance between macroeconomic risks and ongoing growth momentum, the policy rate was kept unchanged at 5.75 percent throughout the year FY17. The low interest rate and benign business environment also stimulated demand for credit by the private sector

The current account deficit reached US\$ 12.1 billion during FY17 on the back of a large trade deficit and slowdown in remittances. The trade deficit swelled due to a decline in exports (-1.3 percent) and a sharp increase in imports (17.66 percent), which mainly consisted of capital goods and raw materials. The increase in imports can be explained by continued power and infrastructure development, expansion plans of a number of industries, and increase in manufacturing activities and is largely in line with the growth witnessed in LSM sector.

FDI amounted to \$2.4 billion during FY17 compared to \$2.3 billion during the same period last year, posting a growth of 4.6 percent. Food, Power, Construction, Electronics, Oil & Gas exploration, Financial Business and Communication remained the main recipient sectors.

Remittances could not continue its upward growth trajectory during FY17 whereby it remained at US\$ 19.3 billion as compared to 19.9 billion during same period last year. It is important to note that slowdown in remittances to Pakistan is mainly attributed to the factors like sharp decline in oil prices and due to a number of companies in Middle East adopting policies of wage cuts and slashing down employment in different sectors, particularly in construction sector.

In sum, the growth prospects of Pakistan's economy from FY18 onwards would largely hinge upon planned infrastructure projects and capacity expansion by industries. In order to make these plans a success story, enhanced coordination amongst all public sector institutions would be more crucial. Also, continuity and consistency in policies, especially those related to investment and industry, would be necessary to ensure sustainability of the growth momentum.

(Economic data source: Economic Survey of Pakistan, FBS & SBP Website)

Other Disclosures under NBFC Regulations 2008:

The Fund Manager hereby makes the following disclosures as required under the NBFC Regulations 2008;

- a. The Management Company or any of its delegates did not receive any soft commission (goods & services) from any of its brokers / dealers by virtue of transactions conducted by the Fund.
- b. There was no unit split undertaken during the year.

TRUSTEE REPORT

TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of National Investment (Unit) Trust (the Fund) are of the opinion that National Investment Trust Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2017 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Sd/-

**Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited**

Karachi, September 29, 2017

AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **National Investment (Unit) Trust** ("the Fund"), which comprise the statement of assets and liabilities as at 30 June 2017 and the related income statement, statement of comprehensive income, distribution statement, cash flow statement, statement of movement in unit holders' fund for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

The Management Company of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with approved accounting standards as applicable in Pakistan, and for such internal control as the management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Fund's affairs as at 30 June 2017 and of its financial performance, cash flows and transactions for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation Rules, 2003) and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Sd/-

KPMG Taseer Hadi & Co.

Chartered Accountants

Muhammad Nadeem

Dated: September 26, 2017

Karachi

NATIONAL INVESTMENT (UNIT) TRUST

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2017

| | Note | 2017 (Rupees in '000) | 2016 |
|---|------|---------------------------|-------------------|
| Assets | | | |
| Bank balances | 5 | 3,541,231 | 2,046,114 |
| Investments | 6 | 82,934,990 | 67,468,477 |
| Receivable against sale of investments | | - | 130 |
| Dividend and other receivables | 7 | 324,225 | 49,913 |
| Security deposits | 8 | 2,600 | 2,600 |
| Total assets | | 86,803,046 | 69,567,234 |
| Liabilities | | | |
| Short term borrowings | 9 | 1,200,000 | - |
| Payable to National Investment Trust Limited - Management Company | 10 | 303,355 | 269,011 |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 11 | 2,950 | 2,584 |
| Payable to Securities and Exchange Commission of Pakistan | 12 | 77,978 | 61,950 |
| Payable against redemption of units | | 20,960 | 15,554 |
| Payable against purchase of investments | | - | 39,678 |
| Accrued expenses and other liabilities | 13 | 853,897 | 888,742 |
| Dividend payable and unclaimed distribution | 14 | 2,550,493 | 1,459,418 |
| Total liabilities | | 5,009,633 | 2,736,937 |
| Net assets | | 81,793,413 | 66,830,297 |
| Unit holders' fund (as per statement attached) | | 81,793,413 | 66,830,297 |
| Contingencies and commitments | 15 | | |
| | | (Number of units in '000) | |
| Number of units in issue | 16 | 976,812 | 1,025,841 |
| | | (Rupees) | |
| Net assets value per unit | | 83.74 | 65.15 |

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

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

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2017

| | Note | 2017 (Rupees in '000) | 2016 |
|--|-------|--------------------------|------------------|
| Income | | | |
| Dividend income | | 3,067,453 | 3,176,697 |
| Gain on sale of investments - net | | 5,012,682 | 5,264,473 |
| Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' | 6.7 | 1,881,425 | 141,163 |
| Income from government securities | | - | 6,164 |
| Profit on bank deposits | | 128,544 | 96,586 |
| Income on issue of units | | 4 | 2,199 |
| Total income | | 10,090,108 | 8,687,282 |
| Expenses | | | |
| Impairment loss on equity securities classified as 'available for sale' | 6.8.1 | 42,122 | 17,465 |
| Remuneration to National Investment Trust Limited - Management Company | 10.1 | 892,772 | 654,396 |
| Sindh Sales Tax on remuneration to Management Company | 10.2 | 116,060 | 106,274 |
| Federal Excise Duty on remuneration to Management Company | 13.2 | - | 104,703 |
| Remuneration to Central Depository Company of Pakistan Limited - Trustee | 11.1 | 30,939 | 27,627 |
| Sindh Sales Tax on remuneration to trustee | 11.2 | 4,022 | 3,867 |
| Annual fee - Securities and Exchange Commission of Pakistan | 12 | 77,978 | 61,950 |
| Allocation of expenses related to registrar services, accounting, operation and valuation services | 10.3 | 82,130 | 38,583 |
| Custodian charges of Central Depository Company of Pakistan Limited | | 385 | 563 |
| Securities transaction costs | | - | 155 |
| Settlement and bank charges | | 1,248 | 1,313 |
| Financial charges | 9 | 13,258 | 24,548 |
| Auditors' remuneration | 17 | 902 | 959 |
| Legal and professional charges | | 700 | 1,322 |
| Printing and other charges | | 322 | 1,909 |
| Mutual fund rating fee | | - | 232 |
| Others | | 450 | 11,703 |
| Total expenses | | 1,263,288 | 1,057,569 |
| Net income from operating activities | | 8,826,820 | 7,629,713 |
| Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net | | (236,083) | 28,239 |
| Reversal of provision for Workers' Welfare Fund | 13.1 | 507,371 | - |
| Provision for Sindh Workers' Welfare Fund | 13.1 | (346,997) | - |
| Net income for the year before taxation | | 8,751,111 | 7,657,952 |
| Taxation | 18 | - | - |
| Net income for the year after taxation | | 8,751,111 | 7,657,952 |

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

For National Investment Trust Limited
(Management Company)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017

| | Note | 2017 (Rupees in '000) | 2016 |
|--|------|--------------------------|-------------------------|
| Net income for the year | | 8,751,111 | 7,657,952 |
| Other comprehensive income | | | |
| Items to be reclassified to income statement in subsequent periods: | | | |
| Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale' | 6.8 | 14,319,937 | (1,656,676) |
| Total comprehensive income for the year | | <u>23,071,048</u> | <u>6,001,276</u> |

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

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

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST

DISTRIBUTION STATEMENT

FOR THE YEAR ENDED 30 JUNE 2017

| | 2017 | 2016 |
|--|--------------------------|-------------------------|
| | (Rupees in '000) | |
| Undistributed income brought forward comprising | | |
| - Realised income | 5,004,141 | 1,914,694 |
| - Unrealised income | <u>2,420,183</u> | <u>2,419,321</u> |
| | 7,424,324 | 4,334,015 |
| Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (loss) that form part of unit holders' fund - net | (981,819) | (85,329) |
| Net income for the year | 8,751,111 | 7,657,952 |
| Interim distribution for the year ended 30 June 2017: Rs. 4.50 per unit (Date of distribution: 22 June 2017) [2016: Rs. 4.50 per unit (Date of distribution: 15 June 2016)] | | |
| - Cash distribution | <u>(2,422,628)</u> | (2,582,270) |
| - Issue of units under Cumulative Investment Plan | <u>(1,882,030)</u> | (1,900,044) |
| | (4,304,658) | (4,482,314) |
| Undistributed income carried forward | <u>10,888,958</u> | <u>7,424,324</u> |
| Undistributed income carried forward comprising | | |
| - Realised income | 6,587,350 | 5,004,141 |
| - Unrealised income | 4,301,608 | 2,420,183 |
| | <u>10,888,958</u> | <u>7,424,324</u> |

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

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

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE YEAR ENDED 30 JUNE 2017

| | Note | 2017 (Rupees in '000) | 2016 |
|--|------|--------------------------|-------------------|
| Net assets at beginning of the year [Rs. 65.15 per unit (2016: Rs. 63.75 per unit)] | | 66,830,297 | 70,852,025 |
| Issue of 88,758,864 units (2016: 37,956,495 units) | | 7,716,716 | 2,423,085 |
| Redemption of 160,260,045 units (2016: 153,353,516 units) | | (13,638,103) | (9,835,580) |
| Issue of 22,472,003 units under Cumulative Investment Plan (2016: 29,748,619 units) | | 1,882,030 | 1,900,044 |
| | | (4,039,357) | (5,512,451) |
| Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net | | | |
| - amount representing loss / (income) transferred to income statement | | 236,083 | (28,239) |
| - amount representing loss transferred to distribution statement | | 981,819 | 85,329 |
| | | 1,217,902 | 57,090 |
| Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale' | 6.8 | 14,319,937 | (1,656,676) |
| Gain on sale of investments - net | | 5,012,682 | 5,264,473 |
| Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' | 6.7 | 1,881,425 | 141,163 |
| Other net income for the year | | 1,857,004 | 2,252,316 |
| Total comprehensive income for the year | | 23,071,048 | 6,001,276 |
| Interim distribution for the year ended 30 June 2017: Rs. 4.50 per unit (Date of distribution: 22 June 2017) [2016: Rs. 4.50 per unit (Date of distribution: 15 June 2016)] | | | |
| - Cash distribution | | (2,422,628) | (2,582,270) |
| - Issue of units under Cumulative Investment Plan | | (1,882,030) | (1,900,044) |
| | | (4,304,658) | (4,482,314) |
| Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (loss) that form part of unit holders' fund - net | | (981,819) | (85,329) |
| Net assets at end of the year [Rs. 83.74 per unit (2016: Rs. 65.15 per unit)] | | 81,793,413 | 66,830,297 |

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

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

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2017

| | Note | 2017 (Rupees in '000) | 2016 |
|--|-------|--------------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Net income before taxation | | 8,751,111 | 7,657,952 |
| Adjustments | | | |
| Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' | 6.7 | (1,881,425) | (141,163) |
| Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net | | 236,083 | (28,239) |
| Impairment loss on equity securities classified as 'available for sale' | 6.8.1 | 42,122 | 17,465 |
| | | 7,147,891 | 7,506,015 |
| Decrease / (increase) in assets | | | |
| Investments | | 692,727 | 1,697,862 |
| Receivable against sale of investments | | 130 | 15,327 |
| Dividend and other receivables | | (274,312) | 21,839 |
| | | 418,545 | 1,735,028 |
| (Decrease) / increase in liabilities | | | |
| Payable to National Investment Trust Limited - Management Company | | 34,344 | 199,277 |
| Payable to Central Depository Company of Pakistan Limited - Trustee | | 366 | 219 |
| Payable to Securities and Exchange Commission of Pakistan | | 16,028 | (3,630) |
| Payable against purchase of investments | | (39,678) | 265 |
| Accrued expenses and other liabilities | | (34,845) | (224,920) |
| | | (23,785) | (28,789) |
| Net cash generated from operating activities | | 7,542,651 | 9,212,254 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Amount received on issue of units | | 7,716,716 | 2,423,085 |
| Amount paid against redemption of units | | (13,632,697) | (9,835,307) |
| Short term borrowing | | 1,200,000 | - |
| Distribution paid | | (1,331,553) | (4,026,307) |
| Net cash (used in) financing activities | | (6,047,534) | (11,438,529) |
| Net increase / (decrease) in cash and cash equivalents during the year | | 1,495,117 | (2,226,275) |
| Cash and cash equivalents at beginning of the year | | 2,046,114 | 4,272,389 |
| Cash and cash equivalents at end of the year | 5 | 3,541,231 | 2,046,114 |

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

For National Investment Trust Limited
(Management Company)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The National Investment (Unit) Trust (NI(U)T) "the Fund" , was established under a Trust Deed executed between National Investment Trust Limited (NITL) as Management Company and National Bank of Pakistan (NBP) as Trustee. The Trust Deed was executed on 12 November 1962, and was amended vide Supplemental Trust Deeds dated 26 June 1968, 7 June 1981, 27 November 1998, 12 November 2002, 31 December 2003, 18 January 2007, 1 April 2014 and 3 September 2014. The functions of the Fund are governed by the Trust Deed and the National Investment (Unit) Trust Ordinance, 1965. The Central Depository Company of Pakistan has been appointed Trustee of the Fund with effect from 16 May 2014 in place of National Bank of Pakistan. The Fund is categorised as an "Equity Scheme" as per the criteria for categorisation of open end collective investment scheme as specified by Securities and Exchange Commission of Pakistan (SECP) and other allied matters.
- 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 Privatisation Commission, Government of Pakistan had invited expressions of interest for the sale of the rights to manage the Fund which exists solely with the Management Company, NITL. The Trustee and the Management Company hold the rights and privileges of the Unit Holders to be paramount. No progress has been made in privatisation of the Fund initiated by Privatisation Commission.
- 1.4 The Fund is an open-ended mutual fund. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.5 PACRA has assigned an asset manager rating of "AM2++" to the Management Company. The requirement in respect of rating of the equity fund has been withdrawn. Accordingly, rating of the Fund is not carried out.
- 1.6 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the 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 repealed Companies Ordinance, 1984, and the requirements of 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 requirement of the NBFC Rules, the NBFC Regulations and the said directives differ with the requirements of these standards, the requirements of the NBFC Rules, the NBFC Regulations, and the said directives shall prevail (refer note 3.2).

2.2 Accounting convention

These financial statements are prepared under the historical cost convention except for investments which are carried at fair value.

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is the Fund's functional and presentation currency.

2.4 Critical accounting estimates and judgments

In preparing these financial statements, management has made judgement, estimates and assumptions that affect the application of the Fund's accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from the estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. Information about judgements made in applying accounting policies that have the most significant effects on the amount recognised in the financial statements and assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the subsequent years related to classification and valuation of investments (refer note 4.1 and note 6).

3 NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS OF IFRSs

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

3.1 There are new and amended standards and interpretations that are mandatory for accounting periods beginning 01 July 2016 but are considered not to be relevant or do not have any significant effect on the Fund's financial statements and are therefore not stated in these financial statements.

3.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods beginning on or after 01 July 2017:

- Amendments to IAS 12 'Income Taxes' are effective for annual periods beginning on or after 01 January 2017. The amendments clarify that the existence of a deductible temporary difference depends solely on a comparison of the carrying amount of an asset and its tax base at the end of the reporting period, and is not affected by possible future changes in the carrying amount or expected manner of recovery of the asset. The amendments further clarify that when calculating deferred tax asset in respect of insufficient taxable temporary differences, the future taxable profit excludes tax deductions resulting from the reversal of those deductible temporary differences. The amendments are not likely to have an impact on the Fund's financial statements.
- Amendments to IAS 7 'Statement of Cash Flows' are part of IASB's broader disclosure initiative and are effective for annual periods beginning on or after 01 January 2017. The amendments require disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flow and non-cash changes. The amendments are not likely to have an impact on the Fund's financial statements.
- Amendments to IFRS 2 - Share-based Payment clarify the accounting for certain types of arrangements and are effective for annual periods beginning on or after 01 January 2018. The amendments cover three accounting areas (a) measurement of cash-settled share-based payments; (b) classification of share-based payments settled net of tax withholdings; and (c) accounting for a modification of a share-based payment from cash-settled to equity-settled. The new requirements could affect the classification and/or measurement of these arrangements and potentially the timing and amount of expense recognized for new and outstanding awards. The amendments are not likely to have an impact on the Fund's financial statements.
- Transfers of Investment Property (Amendments to IAS 40 'Investment Property' - effective for annual periods beginning on or after 01 January 2018) clarifies that an entity shall transfer a property to, or from, investment property when, and only when there is a change in use. A change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. In isolation, a change in management's intentions for the use of a property does not provide evidence of a change in use. The amendments are not likely to have an impact on the Fund's financial statements.
- Annual improvements to IFRS standards 2014-2016 cycle. The new cycle of improvements addresses improvements to following approved accounting standards:
 - Amendments to IFRS 12 'Disclosure of Interests in Other Entities' (effective for annual periods beginning on or after 1 January 2017) clarify that the requirements of IFRS 12 apply to an entity's interests that are classified as held for sale or discontinued operations in accordance with IFRS 5 – 'Non-current Assets Held for Sale and Discontinued Operations'. The amendments are not likely to have an impact on the Funds' financial statements.
 - Amendments to IAS 28 'Investments in Associates and Joint Ventures' (effective for annual periods beginning on or after 1 January 2018) clarifies that a venture capital organization and other similar entities may elect to measure investments in associates and joint ventures at fair value through profit or loss, for each associate or joint venture separately at the time of initial recognition of investment. Furthermore, similar election is available to non-investment entity that has an interest in an associate or joint venture that is an investment entity, when applying the equity method, to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture. The amendments are not likely to have an impact on the Funds' financial statements.
 - IFRIC 22 'Foreign Currency Transactions and Advance Consideration' (effective for annual periods beginning on or after 01 January 2018) clarifies which date should be used for translation when a foreign currency transaction involves payment or receipt in advance of the item it relates to. The related item is translated using the exchange rate on the date the advance foreign currency is received or paid and the prepayment or deferred income is recognized. The date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) would remain the date on which receipt of payment from advance consideration was recognized. If there are multiple payments or receipts in advance, the entity shall determine a date of the transaction for each payment or receipt of advance consideration.

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

- IFRIC 23 'Uncertainty over Income Tax Treatments' (effective for annual periods beginning on or after 01 January 2019) clarifies the accounting for income tax when there is uncertainty over income tax treatments under IAS 12. The interpretation requires the uncertainty over tax treatment be reflected in the measurement of current and deferred tax.
- The Companies Ordinance, 1984 was repealed by the enactment of the Companies Act, 2017 on 30 May 2017. SECP vide its Circular 17 of 2017 and its press release dated 20 July 2017 has clarified that all those companies whose financial year, including quarterly and other interim period, closes on or before 30 June 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. The Companies Act, 2017 requires enhanced disclosures and has also enhanced the definition of related parties. The amendments are not likely to have an impact on the Fund's financial statements except extended disclosures.
- SECP through SRO 756(I)/2017 dated 03 August 2017 with immediate effect has made certain amendments in NBFCs and Notified Entities Regulations, 2008. The SRO changed the definition of accounting income in regulation (63) sub-regulation (I) which excludes the element of income from "accounting income". The said SRO also deleted 'Distribution Statement' and requires additional disclosures and recording of element of income / loss included in price of unit issued or redeemed in Statement of movements in reserves or unit holders' fund instead of income statement. This change will affect the charge for SWWF in respect of element of income and consequently NAV per unit in future years.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods.

4.1 Financial assets

4.1.1 Classification

The Fund classifies its financial assets in the following categories: loans and receivables, at fair value through profit or loss and available for sale. The classification depends on the purpose for which the financial assets were acquired. The Management Company determines the classification of its financial assets at initial recognition.

a) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

b) Financial assets at fair value through profit or loss

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as held for trading in the 'Financial assets at fair value through profit or loss' category.

c) Held to maturity

These are securities with fixed or determinable payments and fixed maturity that the Fund has the positive intent and ability to hold to maturity.

d) Available for sale

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (a) loans and receivables, (b) financial assets at fair value through profit or loss or (c) held to maturity. These are intended to be held for an indefinite period of time which may be sold in response to the needs for liquidity or change in price.

4.1.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

4.1.3 Initial recognition and measurement

Financial assets are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed as incurred in the income statement.

4.1.4 Subsequent measurement

Subsequent to initial recognition, financial assets designated by the management as at fair value through profit or loss and available for sale are valued as follows:

a) Basis of valuation of equity securities / units of mutual funds

The investment of the Fund in equity securities is valued on the basis of closing quoted market prices available at the stock exchange.

Mutual funds' units are valued by reference to the net assets values (redemption prices) declared by the respective funds.

Investments in unquoted equity securities are carried at lower of investment price or their breakup value.

b) Basis of valuation of government securities

The investment of the Fund in government securities is valued on the basis of rates announced by the Financial Markets Association of Pakistan.

Net gains and losses arising from changes in the fair value of financial assets carried at fair value through profit or loss are taken to the 'income statement'.

Net gains and losses arising from changes in fair value of available for sale financial assets are taken to the 'statement of comprehensive income' until these are derecognised or impaired. At this time, the cumulative gain or loss previously recognised directly in the 'statement of comprehensive income' is transferred to the 'income statement'.

c) Loans and receivables

Subsequent to initial recognition financial assets classified as 'Loans and receivables' and 'Held to maturity' are carried at amortised cost using the effective interest method.

4.1.5 Impairment of financial assets

The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the income statement.

Impairment loss on investment other than 'available for sale' is recognised in the Income Statement whenever the carrying amount of investment exceeds its recoverable amount. If in a subsequent period, the amount of an impairment loss recognised decreases the impairment is reversed through the Income Statement.

In case of equity securities classified as available-for-sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. If any such evidence exists for available for- sale financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value is reclassified from other comprehensive income to income statement. Impairment losses recognised on equity securities in the income statement are not reversed subsequently.

4.1.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and where the Fund has transferred substantially all risks and rewards of ownership.

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

4.1.7 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the Statement of Assets and Liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

4.2 Cash and cash equivalents

Cash and cash equivalents comprise of deposits and current accounts maintained with banks. Cash equivalents are short term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

4.3 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement.

4.4 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

4.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

4.6 Taxation

The income of the Fund is exempt from income tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. Provided that for the purpose of determining distribution of at least ninety percent of its accounting income for the year, the income distributed through bonus units shall not be taken into account.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of taxation in these financial statements as the Fund distributes more than ninety percent of its accounting income for the current year and intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders every year.

4.7 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors / Management Company during business hours on the date on which the funds are actually realized against application. The offer price represents the net assets value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. The sales load is payable to the investment facilitators, distributors and the Management Company. Transaction costs are recorded as the income of the Fund.

Units redeemed are recorded at the redemption price, applicable to units for which the distributors / Management Company receive redemption applications during business hours of that day. The redemption price represents the net assets value per unit as of the close of the business day less any back- end load, any duties, taxes, charges on redemption and any provision for transaction

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

costs, if applicable.

4.8 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption.

The element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the year is recognised in income statement and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities is included in distribution statement.

4.9 Net assets value per unit

The net assets value (NAV) per unit, as disclosed on the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

4.10 Earnings per unit (EPU)

Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

4.11 Borrowing costs

Borrowing costs directly attributable to the acquisition of qualifying assets (one that takes substantial period of time to get ready for use or sale) are capitalised as part of the cost of the asset. Other borrowing costs are taken to the income statement in the year in which they are incurred. Currently the Fund does not have any qualifying assets.

4.12 Revenue recognition

- Realised gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as available for sale are included in the statement of comprehensive income in the period in which they arise.
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets at 'fair value through profit and loss' are included in income statement in the period in which they arise.
- Dividend income is recognised when the right to receive dividend is established i.e. on the date of book closure of the investee company / institution declaring the dividend.
- Profit on bank deposits, mark-up income on government securities and mark-up income on debt securities is recognised using effective yield method.
- Income from investment in morabaha arrangements, term finance certificates and other redeemable capital is recognised on an accrual basis, except where recovery is doubtful, in which case it is credited to the suspense account.

4.13 Proposed distributions

Dividend / distributions are recognised in the period in which such distributions are declared / approved.

5 BANK BALANCES

| | | 2017 | 2016 |
|---------------------|-----------|------------------|------------------|
| | | (Rupees in '000) | |
| In current accounts | 5.1 | 2,739 | 1,976 |
| In saving accounts | 5.1 & 5.2 | 3,538,492 | 2,044,138 |
| | | <u>3,541,231</u> | <u>2,046,114</u> |

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

- 5.1 The above include an amount of Rs. 614.749 million (30 June 2016: Rs. 549.571 million) relating to unclaimed distribution.
- 5.2 These accounts carry return at rates ranging from 3.75% to 6.50% per annum (30 June 2016: 4.00% to 7.25% per annum).

6 INVESTMENTS

At fair value through profit or loss - held for trading

Investment in shares / units of mutual funds 6.1.1 **4,556,802** 2,841,996

Available for sale

Investment in shares / units of mutual funds 6.2.1 **78,378,188** 64,626,481

Held to maturity

6.3

| | | |
|-----------------------------------|-------------------|-------------------|
| - Morabaha arrangements | 54,125 | 54,125 |
| - Participation term certificates | 10,500 | 10,500 |
| - Term finance certificates | 8,880 | 8,880 |
| | 73,505 | 73,505 |
| | (73505) | (73505) |
| | - | - |
| | 82,934,990 | 67,468,477 |

Less: Provision for impairment loss on held to maturity investments

6.1 At fair value through profit or loss - Held for trading

6.1.1 Equity shares / units of mutual funds

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/ subscribed during the year | Merger/ demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|--|--------------------|---------------------------|-------------------------------------|--|------------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | | | | | | | | | | | | |
| Close - End Mutual Fund | | | | | | | | | | | | |
| PICIC Growth Fund | 37,442 | - | - | - | - | - | 37,442 | 891 | 1,161 | 0.00 | 0.00 | 0.01 |
| | 37,442 | - | - | - | - | - | 37,442 | 891 | 1,161 | 0.00 | 0.00 | |
| Modarabas | | | | | | | | | | | | |
| Alnoor Modarba First | 608,440 | - | - | - | - | - | 608,440 | 2,574 | 2,519 | 0.00 | 0.00 | 2.90 |
| B.R.R. Guardian Modarba | 1,824,274 | - | - | - | - | - | 1,824,274 | 12,679 | 17,203 | 0.02 | 0.02 | 2.34 |
| Elite Capital Modarba First | 392,620 | - | - | - | - | - | 392,620 | 1,570 | 1,649 | 0.00 | 0.00 | 3.46 |
| First Fidelity Leasing Modarba | 495,078 | - | - | - | - | - | 495,078 | 1,188 | 1,609 | 0.00 | 0.00 | 1.87 |
| IBL Modarba First | 1,078,774 | - | - | - | - | - | 1,078,774 | 3,021 | 4,747 | 0.01 | 0.01 | 5.34 |
| KASB Modaraba | 392,245 | - | - | - | - | - | 392,245 | 981 | 981 | 0.00 | 0.00 | 0.82 |
| Orix Modaraba | 1,808,598 | - | - | - | - | 79,500 | 1,729,098 | 43,227 | 40,340 | 0.05 | 0.05 | 3.81 |
| U.D.L. Modaraba First | 755,625 | - | - | - | - | 155,000 | 600,625 | 11,712 | 22,644 | 0.03 | 0.03 | 2.28 |
| | 7,355,654 | - | - | - | - | 234,500 | 7,121,154 | 76,952 | 91,692 | 0.11 | 0.11 | |
| Leasing Companies | | | | | | | | | | | | |
| English Leasing | 707,261 | - | - | - | - | - | 707,261 | - | - | - | - | 8.84 |
| | 707,261 | - | - | - | - | - | 707,261 | - | - | - | - | |
| Financial Services | | | | | | | | | | | | |
| Invest Capital Investment Bank Limited | 1,338,138 | - | - | - | - | - | 1,338,138 | 1,459 | 2,823 | 0.00 | 0.00 | 0.47 |
| | 1,338,138 | - | - | - | - | - | 1,338,138 | 1,459 | 2,823 | 0.00 | 0.00 | |
| Commercial Banks | | | | | | | | | | | | |
| MCB Bank Limited | 9,800 | - | - | - | - | - | 9,800 | 2,156 | 2,062 | 0.00 | 0.00 | 0.00 |
| | 9,800 | - | - | - | - | - | 9,800 | 2,156 | 2,062 | 0.00 | 0.00 | |
| Textile Spinning | | | | | | | | | | | | |
| D.S. Industries Limited | 300,102 | - | - | - | - | 5,000 | 295,102 | 817 | 1,130 | 0.00 | 0.00 | 0.35 |
| Din Textile Mills Limited | 22,920 | - | - | - | - | - | 22,920 | 1,939 | 2,591 | 0.00 | 0.00 | 0.10 |
| Maqbool Textile Mills Limited | 245,873 | - | - | - | - | - | 245,873 | 4,180 | 7,561 | 0.01 | 0.01 | 1.46 |
| Premium Textile Mills Limited | 2,016 | - | - | - | - | 2,016 | - | - | - | - | - | - |
| | 570,911 | - | - | - | - | 7,016 | 563,895 | 6,936 | 11,282 | 0.01 | 0.01 | |
| Textile Composite | | | | | | | | | | | | |
| Fateh Textile Mills Limited | 58,125 | - | - | - | - | - | 58,125 | - | - | - | - | 4.65 |
| Gul Ahmed Textile Mills Limited (Note 6.6) | 3,758,208 | - | - | 751,640 | - | - | 4,509,848 | 154,801 | 184,814 | 0.23 | 0.22 | 1.27 |
| Kohinoor Mills | 842,229 | - | - | - | - | 549,000 | 293,229 | 5,923 | 13,917 | 0.02 | 0.02 | 0.58 |

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FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/ subscribed during the year | Merger/ demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|---|--------------------|---------------------------|-------------------------------------|--|------------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | | (Rupees in '000') | | | % | | |
| Mehmood Textile Mills Limited | 128,063 | - | - | - | - | - | 128,063 | 25,760 | 28,737 | 0.04 | 0.03 | 0.85 |
| Sapphire Fibers Limited | 362,871 | - | - | - | - | - | 362,871 | 203,208 | 435,445 | 0.53 | 0.53 | 1.84 |
| Sapphire Textile Mills Limited | 571,112 | - | - | - | - | - | 571,112 | 388,356 | 1,136,770 | 1.39 | 1.37 | 2.84 |
| | 5,720,608 | - | - | 751,640 | - | 549,000 | 5,923,248 | 778,048 | 1,799,683 | 2.20 | 2.17 | |
| Woolen | | | | | | | | | | | | |
| Bannu Woollen Mills Limited | 434,137 | - | - | - | - | 2,500 | 431,637 | 22,946 | 29,567 | 0.04 | 0.04 | 4.54 |
| | 434,137 | - | - | - | - | 2,500 | 431,637 | 22,946 | 29,567 | 0.04 | 0.04 | |
| Synthetic & Rayon | | | | | | | | | | | | |
| Pakistan Synthetics Limited | 2,131,783 | - | - | - | - | 54,500 | 2,077,283 | 60,831 | 60,761 | 0.07 | 0.07 | 3.71 |
| | 2,131,783 | - | - | - | - | 54,500 | 2,077,283 | 60,831 | 60,761 | 0.07 | 0.07 | |
| Tobacco | | | | | | | | | | | | |
| Pakistan Tobacco Company Limited | 18,164 | - | - | - | - | - | 18,164 | 22,897 | 30,788 | 0.04 | 0.04 | 0.01 |
| | 18,164 | - | - | - | - | - | 18,164 | 22,897 | 30,788 | 0.04 | 0.04 | |
| Power Generation & Distribution | | | | | | | | | | | | |
| Kohinoor Energy Limited | 465,867 | - | - | - | - | - | 465,867 | 19,194 | 20,065 | 0.02 | 0.02 | 0.27 |
| | 465,867 | - | - | - | - | - | 465,867 | 19,194 | 20,065 | 0.02 | 0.02 | |
| Oil & Gas Marketing Companies | | | | | | | | | | | | |
| Sui Northern Gas Pipelines Limited (note 6.5) | 47,432 | - | - | - | - | - | 47,432 | 1,721 | 7,064 | 0.01 | 0.01 | 0.01 |
| | 47,432 | - | - | - | - | - | 47,432 | 1,721 | 7,064 | 0.01 | 0.01 | |
| Cable & Electric Goods | | | | | | | | | | | | |
| Siemens Pakistan Engineering Company Limited | 34,713 | - | - | - | - | - | 34,713 | 34,525 | 23,952 | 0.03 | 0.03 | 0.42 |
| | 34,713 | - | - | - | - | - | 34,713 | 34,525 | 23,952 | 0.03 | 0.03 | |
| Transport | | | | | | | | | | | | |
| Pakistan International Airlines Corp. | 202,650 | - | - | - | - | - | 202,650 | 1,435 | 1,183 | 0.00 | 0.00 | 0.01 |
| | 202,650 | - | - | - | - | - | 202,650 | 1,435 | 1,183 | 0.00 | 0.00 | |
| Fertilizer | | | | | | | | | | | | |
| Dawood Hercules Corporation Limited | 479,256 | - | - | - | - | 5,000 | 474,256 | 70,602 | 64,670 | 0.08 | 0.08 | 0.10 |
| | 479,256 | - | - | - | - | 5,000 | 474,256 | 70,602 | 64,670 | 0.08 | 0.08 | |
| Pharmaceuticals | | | | | | | | | | | | |
| Abbot Laboratories (Pakistan) Limited | 58,509 | - | - | - | - | 45,250 | 13,259 | 9,997 | 12,392 | 0.02 | 0.01 | 0.01 |
| Highnoon Laboratories Ltd. (note 6.6) | 1,005 | - | 120 | - | - | 1,005 | 120 | 62 | 75 | 0.00 | 0.00 | 0.00 |
| | 59,514 | - | 120 | - | - | 46,255 | 13,379 | 10,059 | 12,467 | 0.02 | 0.02 | |
| Chemical | | | | | | | | | | | | |
| Linde Pakistan Limited (Boc) | 61,160 | - | - | - | - | 45,600 | 15,560 | 1,626 | 3,750 | 0.00 | 0.00 | 0.06 |
| | 61,160 | - | - | - | - | 45,600 | 15,560 | 1,626 | 3,750 | 0.00 | 0.00 | |
| Paper & Board | | | | | | | | | | | | |
| Security Papers Limited (note 6.6) | 42,428 | - | - | - | - | 42,428 | - | - | - | - | - | - |
| | 42,428 | - | - | - | - | 42,428 | - | - | - | - | - | |
| Leather & Tanneries | | | | | | | | | | | | |
| Service Industries Limited | 1,655,975 | - | - | - | - | 96,850 | 1,559,125 | 1,378,656 | 2,150,033 | 2.63 | 2.59 | 12.96 |
| | 1,655,975 | - | - | - | - | 96,850 | 1,559,125 | 1,378,656 | 2,150,033 | 2.63 | 2.59 | |
| Foods & Personal Care Products | | | | | | | | | | | | |
| Engro Foods | 35,000 | - | - | - | - | 35,000 | - | - | - | - | - | - |
| Nestle Pakistan Limited | 2,556 | - | - | - | - | - | 2,556 | 18,659 | 26,071 | 0.03 | 0.03 | 0.01 |
| | 37,556 | - | - | - | - | 35,000 | 2,556 | 18,659 | 26,071 | 0.03 | 0.03 | |
| Glass & Ceramics | | | | | | | | | | | | |
| Ghani Glass Mills Limited | 121,361 | - | - | - | - | 116,100 | 5,261 | 497 | 439 | 0.00 | 0.00 | 0.00 |
| Ghani Glass Mills Limited-right | - | - | - | 5,724 | - | - | 5,724 | - | 404 | 0.00 | 0.00 | 0.00 |
| | 121,361 | - | - | 5,724 | - | 116,100 | 10,985 | 497 | 843 | 0.00 | 0.00 | |
| Miscellaneous | | | | | | | | | | | | |
| Pakistan Services Limited | 210,756 | - | - | - | - | - | 210,756 | 142,203 | 190,207 | 0.23 | 0.23 | 0.65 |
| Tri Pack Films Limited | 197,872 | - | - | - | - | 112,500 | 85,372 | 15,528 | 19,123 | 0.02 | 0.02 | 0.22 |
| | 408,628 | - | - | - | - | 112,500 | 296,128 | 157,731 | 209,330 | 0.26 | 0.25 | |

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/subscribed during the year | Merger/demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|--------------------------------------|--------------------|---------------------------|-------------------------------------|---|-----------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | | (Rupees in '000') | | | % | | |
| Delisted / Unquoted Companies | | | | | | | | | | | | |
| Callmate Telips Telecom | 83 | - | - | - | - | - | 83 | - | - | - | - | 0.00 |
| Sapphire Holding Limited | 571,112 | - | - | - | - | - | 571,112 | 5,711 | 5,710 | 0.01 | 0.01 | 2.84 |
| National Asset Leasing Corporation | 265,013 | - | - | - | - | - | 265,013 | - | - | - | - | 2.78 |
| Natover Lease & Refinance | 729,349 | - | - | - | - | - | 729,349 | - | - | - | - | 8.31 |
| Unilever Brothers Preference | 123 | - | - | - | - | - | 123 | 1,845 | 1,845 | 0.00 | 0.00 | - |
| | 1,565,680 | - | - | - | - | - | 1,565,680 | 7,556 | 7,555 | 0.01 | 0.01 | |
| Total - 30 June 2017 | 23,506,118 | - | 120 | 757,364 | - | 1,347,249 | 22,916,353 | 2,675,377 | 4,556,802 | 5.57 | 5.49 | |
| Total - 30 June 2016 | 25,560,864 | 834,850 | 107 | 1,046,735 | - | 3,936,438 | 23,506,118 | 2,700,833 | 2,841,996 | 3.45 | 3.43 | |

6.1.2 All shares are fully paid up ordinary shares of Rs 10 each unless otherwise stated.

6.2 Available for sale

6.2.1 Equity shares / units of mutual funds

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/subscribed during the year | Merger/demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|--------------------------------------|--------------------|---------------------------|-------------------------------------|---|-----------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | | (Rupees in '000') | | | % | | |
| Close - End Mutual Fund | | | | | | | | | | | | |
| Dominion Stock Fund | 157,629 | - | - | - | - | - | 157,629 | - | - | - | - | 3.15 |
| Investec Mutual Fund | 172,406 | - | - | - | - | - | 172,406 | - | - | - | - | 1.72 |
| PICIC Growth Fund | 6,429,358 | - | - | - | - | - | 6,429,358 | 35,940 | 199,310 | 0.24 | 0.24 | 2.27 |
| PICIC Investment Fund | 10,108,128 | - | - | - | - | - | 10,108,128 | 20,519 | 151,622 | 0.19 | 0.18 | 3.56 |
| | 16,867,521 | - | - | - | - | - | 16,867,521 | 56,459 | 350,932 | 0.43 | 0.42 | |
| Modarabas | | | | | | | | | | | | |
| B.R.R. Guardian Modaraba | 1,858,077 | - | - | - | - | - | 1,858,077 | 2,397 | 17,522 | 0.02 | 0.02 | 2.38 |
| Habib Modaraba First | 1,584,070 | - | - | - | - | - | 1,584,070 | 8,982 | 17,346 | 0.02 | 0.02 | 0.79 |
| Orix Modaraba | 1,948,462 | - | - | - | - | - | 1,948,462 | 13,269 | 45,458 | 0.06 | 0.05 | 4.29 |
| | 5,390,609 | - | - | - | - | - | 5,390,609 | 24,648 | 80,326 | 0.10 | 0.10 | |
| Leasing Companies | | | | | | | | | | | | |
| Orix Leasing Pakistan | 700,080 | - | - | - | - | 340,000 | 360,080 | 1,883 | 14,493 | 0.02 | 0.02 | 0.44 |
| Orix Leasing Pakistan Right | - | - | - | 302,815 | - | - | 302,815 | - | 878 | 0.00 | 0.00 | 0.53 |
| Security Leasing Corporation | 321,026 | - | - | - | - | 29,500 | 291,526 | 466 | 1,414 | 0.00 | 0.00 | 0.80 |
| Saudi Pak Leasing | 372,752 | - | - | - | - | 25,000 | 347,752 | 167 | 845 | 0.00 | 0.00 | 0.77 |
| | 1,393,858 | - | - | 302,815 | - | 394,500 | 1,302,173 | 2,516 | 17,630 | 0.02 | 0.02 | |
| Financial Services | | | | | | | | | | | | |
| 786 Investment Limited | 663,832 | - | - | - | - | - | 663,832 | - | - | - | - | 4.43 |
| Next Capital Limited | 500,000 | - | - | 612,500 | - | 413,000 | 699,500 | 4,654 | 16,095 | 0.02 | 0.02 | 1.55 |
| First Capital Securities Corporation | 3,978,559 | - | - | - | - | 109,500 | 3,869,059 | 7,008 | 15,012 | 0.02 | 0.02 | 1.22 |
| First Dawood Investment Bank | 1,878,064 | - | - | - | - | 292,500 | 1,585,564 | 1,205 | 5,090 | 0.01 | 0.01 | 1.07 |
| Invest Capital Investment Bank Ltd. | 8,271,554 | - | - | - | - | - | 8,271,554 | 1,654 | 17,453 | 0.02 | 0.02 | 2.90 |
| IGI Investment Bank | 5,004,579 | - | - | - | - | - | 5,004,579 | 4,504 | 15,114 | 0.02 | 0.02 | 2.36 |
| Investec Securities Limited | 98,518 | - | - | - | - | - | 98,518 | - | - | - | - | 0.60 |
| J.O.V. & Company | 1,775,606 | - | - | - | - | - | 1,775,606 | - | - | - | - | 3.49 |
| Jahangir Siddiqui & Company | 1,007,441 | - | - | - | - | 432,000 | 575,441 | 2,905 | 13,137 | 0.02 | 0.02 | 0.06 |
| Prudential Investment Bank | 326,292 | - | - | - | - | - | 326,292 | - | - | - | - | 3.26 |
| Security Investment Bank | 2,262,698 | - | - | - | - | - | 2,262,698 | 2,828 | 11,313 | 0.01 | 0.01 | 4.40 |
| | 25,767,143 | - | - | 612,500 | - | 1,247,000 | 25,132,643 | 24,758 | 93,214 | 0.11 | 0.11 | |
| Commercial Banks | | | | | | | | | | | | |
| Allied Bank Limited | 1,477,104 | - | - | - | - | 43,500 | 1,433,604 | 90,895 | 128,480 | 0.16 | 0.15 | 0.13 |
| Askari Bank Limited | 27,580,356 | - | - | - | - | 3,108,500 | 24,471,856 | 223,642 | 493,597 | 0.60 | 0.60 | 1.94 |
| Bank Al - Falah Limited | 913,409 | - | - | - | - | 325,000 | 588,409 | 6,691 | 23,654 | 0.03 | 0.03 | 0.04 |
| Bank Al - Habib Limited | 75,662,329 | - | - | - | - | 9,448,500 | 66,213,829 | 717,598 | 3,757,635 | 4.59 | 4.53 | 5.96 |
| Bankislami Pakistan | 247,816 | - | - | - | - | - | 247,816 | 1,532 | 3,296 | 0.00 | 0.00 | 0.02 |
| Faysal Bank Limited (Note 6.6) | 3,016,853 | - | 116,735 | - | - | 2,087,000 | 1,046,588 | 4,980 | 23,548 | 0.03 | 0.03 | 0.08 |
| Habib Bank Limited | 955,833 | 374,000 | - | - | - | 192,400 | 1,137,433 | 192,027 | 306,129 | 0.37 | 0.37 | 0.08 |
| Habib Metropolitan Bank Limited | 52,498,107 | - | - | - | - | 6,308,000 | 46,190,107 | 702,238 | 1,526,582 | 1.87 | 1.84 | 4.41 |
| JS Bank Limited | 10,204,661 | - | - | - | - | 1,646,500 | 8,558,161 | 16,468 | 82,073 | 0.10 | 0.10 | 0.80 |
| MCB Bank Limited | 113,842 | 335,400 | - | - | - | - | 449,242 | 91,422 | 94,534 | 0.12 | 0.11 | 0.04 |
| National Bank Of Pakistan | 502,578 | - | - | - | - | 139,500 | 363,078 | 10,795 | 21,425 | 0.03 | 0.03 | 0.02 |

NATIONAL INVESTMENT (UNIT) TRUST

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FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/ subscribed during the year | Merger/ demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held | |
|---|--------------------|---------------------------|-------------------------------------|--|------------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|------|
| | (Number of shares) | | | | (Rupees in '000) | | | | | | | | -% |
| NIB Bank Limited | 1,651,532 | - | - | - | - | - | 1,651,532 | 2,495 | 2,841 | 0.00 | 0.00 | 0.02 | |
| Samba Bank Limited | 3,116,304 | - | - | - | - | 142,500 | 2,973,804 | 7,648 | 21,263 | 0.03 | 0.03 | 0.29 | |
| Silkbank Limited | 20,880,417 | - | - | - | - | - | 20,880,417 | 32,574 | 35,079 | 0.04 | 0.04 | 0.23 | |
| Summit Bank Limited | 531,978 | - | - | - | - | 25,000 | 506,978 | 1,060 | 2,089 | 0.00 | 0.00 | 0.03 | |
| Soneri Bank Limited | 110,845,549 | - | - | - | - | 3,071,500 | 107,774,049 | 344,249 | 1,582,123 | 1.93 | 1.91 | 9.78 | |
| United Bank Limited | 551,099 | 560,000 | - | - | - | 145,000 | 145,000 | 966,099 | 166,316 | 227,536 | 0.28 | 0.27 | 0.08 |
| | 310,749,767 | 1,269,400 | 116,735 | - | - | 26,682,900 | 285,453,002 | 2,612,630 | 8,331,884 | 10.19 | 10.05 | | |
| Textile Spinning | | | | | | | | | | | | | |
| Adil Textile Mills Limited | 93,592 | - | - | - | - | - | 93,592 | - | - | - | - | 1.21 | |
| Amtex Limited | 363,523 | - | - | - | - | - | 363,523 | 436 | 1,094 | 0.00 | 0.00 | 0.14 | |
| Al - Qaim Textile Mills Limited | 358,753 | - | - | - | - | - | 358,753 | - | - | - | - | 4.81 | |
| Asim Textile Mills Limited | 1,140,800 | - | - | - | - | 99,000 | 1,041,800 | - | 12,918 | 0.02 | 0.02 | 6.86 | |
| Babri Cotton Mills Limited | 80,578 | - | - | - | - | - | 80,578 | 392 | 6,527 | 0.01 | 0.01 | 2.21 | |
| Brothers Textile Mills Limited | 579,461 | - | - | - | - | - | 579,461 | - | - | - | - | 5.91 | |
| Crescent Cotton Mills Limited | 1,048,579 | - | - | - | - | - | 1,048,579 | 5,505 | 46,819 | 0.06 | 0.06 | 4.91 | |
| Crescent Fibres Limited | 852,681 | - | - | - | - | - | 852,681 | - | 26,348 | 0.03 | 0.03 | 6.87 | |
| Colony Textile Mills Limited | 1,074,498 | - | - | - | - | 5,000 | 1,069,498 | 1,351 | 5,315 | 0.01 | 0.01 | 0.21 | |
| Chakwal Spinning Mills Limited | 742,008 | - | - | - | - | - | 742,008 | - | 2,961 | 0.00 | 0.00 | 1.86 | |
| Data Textile Limited | 618,595 | - | - | - | - | - | 618,595 | - | - | - | - | 6.24 | |
| Din Textile Mills Limited | 340,301 | - | - | - | - | - | 340,301 | 3,847 | 38,471 | 0.05 | 0.05 | 1.52 | |
| Dewan Khalid Textile Mills Limited | 224,486 | - | - | - | - | - | 224,486 | 224 | 1,706 | 0.00 | 0.00 | 2.34 | |
| Dewan Mushtaq Textile Mills Limited | 192,424 | - | - | - | - | - | 192,424 | 385 | 1,578 | 0.00 | 0.00 | 2.93 | |
| D. M. Textile Mills Limited | 329,114 | - | - | - | - | 24,500 | 304,614 | 548 | 21,122 | 0.03 | 0.03 | 9.98 | |
| D.S. Industries Limited | 44,780 | - | - | - | - | - | 44,780 | 34 | 172 | 0.00 | 0.00 | 0.05 | |
| Dar-Es-Salaam Textile Mills Limited | 261,787 | - | - | - | - | 2,500 | 259,287 | 570 | 2,204 | 0.00 | 0.00 | 3.24 | |
| Eilcott Spinning Mills Limited | 704,380 | - | - | - | - | - | 704,380 | 7,482 | 72,833 | 0.09 | 0.09 | 6.43 | |
| Fatima Enterprises Limited | 628,671 | - | - | - | - | - | 628,671 | - | - | - | - | 4.42 | |
| Fazal Cloth Mills Limited | 1,768,488 | - | - | - | - | - | 1,768,488 | 13,415 | 316,542 | 0.39 | 0.38 | 5.89 | |
| Gadoon Textile Mills | 132,499 | - | - | - | - | - | 132,499 | 1,231 | 27,957 | 0.03 | 0.03 | 0.47 | |
| Globe Textile Mills Limited | 2,472 | - | - | - | - | - | 2,472 | - | - | - | - | 0.02 | |
| Gulshan Spinning Mills Limited | 1,137,974 | - | - | - | - | - | 1,137,974 | - | - | - | - | 5.12 | |
| Gulistan Textile Mills Limited | 734,617 | - | - | - | - | - | 734,617 | - | - | - | - | 3.87 | |
| Hajra Textile Mills Limited | 518,063 | - | - | - | - | - | 518,063 | - | - | - | - | 3.77 | |
| Ideal Spinning Mills Limited | 658,396 | - | - | - | - | - | 658,396 | 922 | 4,635 | 0.01 | 0.01 | 6.64 | |
| Indus Dyeing Manufacturing Company Ltd. | 525,295 | - | - | - | - | - | 525,295 | 5,509 | 335,138 | 0.41 | 0.40 | 2.91 | |
| J. A. Textile Mills Limited | 127,361 | - | - | - | - | - | 127,361 | - | 471 | 0.00 | 0.00 | 1.01 | |
| Karim Cotton Mills Limited | 110,562 | - | - | - | - | - | 110,562 | - | - | - | - | 9.34 | |
| Kohinoor Spinning Mills Limited | 535,827 | - | - | - | - | - | 535,827 | - | 2,631 | 0.00 | 0.00 | 0.41 | |
| Khalid Siraj Textile Mills Limited | 682,998 | - | - | - | - | - | 682,998 | - | 5,327 | 0.01 | 0.01 | 6.38 | |
| Land Mark Spinning Industries Limited | 395,437 | - | - | - | - | 40,000 | 355,437 | - | 2,481 | 0.00 | 0.00 | 2.93 | |
| Mehr Dastgir Textile Mills Limited | 259 | - | - | - | - | - | 259 | - | - | - | - | 0.00 | |
| Maqbool Textile Mills Limited | 1,420,216 | - | - | - | - | - | 1,420,216 | 11,362 | 43,672 | 0.05 | 0.05 | 8.45 | |
| Premium Textile Mills Limited | 807,307 | - | - | - | - | 80,484 | 726,823 | 7,926 | 116,713 | 0.14 | 0.14 | 11.79 | |
| Reliance Cotton Spinning Mills Limited | 465,638 | - | - | - | - | - | 465,638 | 3,824 | 61,435 | 0.08 | 0.07 | 4.52 | |
| Ruby Textile Mills Limited | 436,664 | - | - | - | - | 139,000 | 297,664 | - | 3,358 | 0.00 | 0.00 | 0.57 | |
| Saif Textile Mills Limited | 1,946,871 | - | - | - | - | 177,500 | 1,769,371 | 4,370 | 38,926 | 0.05 | 0.05 | 6.70 | |
| Salfi Textile Mills Limited | 104,645 | - | - | - | - | - | 104,645 | 956 | 12,348 | 0.02 | 0.01 | 3.13 | |
| Salman Noman Enterprises Limited | 291,399 | - | - | - | - | - | 291,399 | - | 1,544 | 0.00 | 0.00 | 6.52 | |
| Service (Textile) Industries Limited | 162,908 | - | - | - | - | - | 162,908 | - | 3,939 | 0.00 | 0.00 | 3.66 | |
| Shadab Textile Mills Limited | 94,207 | - | - | - | - | - | 94,207 | - | 5,813 | 0.01 | 0.01 | 3.14 | |
| Sajjad Textile Mills Limited | 316,932 | - | - | - | - | - | 316,932 | - | 1,807 | 0.00 | 0.00 | 1.49 | |
| Sally Textile Mills Limited | 348,279 | - | - | - | - | - | 348,279 | - | 4,179 | 0.01 | 0.01 | 3.97 | |
| Sana Industries Limited | 423,001 | - | - | - | - | - | 423,001 | 3,925 | 20,537 | 0.03 | 0.02 | 4.92 | |
| Sargodha Spinning Mills Limited | 588,202 | - | - | - | - | - | 588,202 | - | 9,411 | 0.01 | 0.01 | 1.89 | |
| Saritow Spinning Mills Limited | 1,379,435 | - | - | - | - | 70,000 | 1,309,435 | - | 12,034 | 0.01 | 0.01 | 4.39 | |
| Sunshine Cotton Mills Limited | 426,521 | - | - | - | - | - | 426,521 | - | - | - | - | 5.43 | |
| Sunrays Textile Mills Limited | 318,842 | - | - | - | - | - | 318,842 | 2,741 | 62,971 | 0.08 | 0.08 | 4.62 | |
| Tata Textile Mills Limited | 2,217,498 | - | - | - | - | 78,500 | 2,138,998 | 18,054 | 81,282 | 0.10 | 0.10 | 12.35 | |
| | 28,757,824 | - | - | - | - | 716,484 | 28,041,340 | 95,009 | 1,415,219 | 1.73 | 1.71 | | |
| Textile Weaving | | | | | | | | | | | | | |
| Ayaz Textile Mills Limited | 210,188 | - | - | - | - | - | 210,188 | - | - | - | - | 2.46 | |
| Hakkim Textile Mills Limited | 257,368 | - | - | - | - | - | 257,368 | - | - | - | - | 4.77 | |
| Sadoon Textile Mills Limited | 985 | - | - | - | - | - | 985 | - | - | - | - | 0.03 | |
| Service Fabrics Limited | 1,349,180 | - | - | - | - | - | 1,349,180 | - | 12,305 | 0.02 | 0.01 | 8.56 | |
| Shahaj Textile Mills Limited | 475,726 | - | - | - | - | - | 475,726 | 4,370 | 63,000 | 0.08 | 0.08 | 4.92 | |
| | 2,293,447 | - | - | - | - | - | 2,293,447 | 4,370 | 75,305 | 0.09 | 0.09 | | |
| Textile Composite | | | | | | | | | | | | | |
| Ahmed Hassan Textile Mills Limited | 913,009 | - | - | - | - | - | 913,009 | 10,966 | 23,683 | 0.03 | 0.03 | 6.34 | |
| Azgard Nine Limited | 108,357 | - | - | - | - | 10,000 | 98,357 | 280 | 1,095 | 0.00 | 0.00 | 0.02 | |
| (Colony) Sarhad Textile Mills Limited | 328,879 | - | - | - | - | - | 328,879 | - | - | - | - | 8.22 | |
| Crescent Textile Mills Limited | 2,877,601 | - | - | - | - | 1,153,000 | 1,724,601 | 19,333 | 64,586 | 0.08 | 0.08 | 2.16 | |
| Dawood Lawrencepur Limited | 275,595 | - | - | - | - | - | 275,595 | 6,004 | 60,579 | 0.07 | 0.07 | 0.47 | |

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FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/subscribed during the year | Merger/demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / arying value as a percentage of net assets | Market value / arying value as a percentage of investments | Percentage of paid-up capital of the investee company held | |
|--|--------------------|---------------------------|-------------------------------------|---|-----------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|----|
| | (Number of shares) | | | | | (Rupees in '000) | | | | | | | -% |
| Fateh Sports Wear Limited | 45,300 | - | - | - | - | - | 45,300 | - | - | - | - | 2.27 | |
| Fateh Textile Mills Limited | 35,925 | - | - | - | - | - | 35,925 | - | - | - | - | 2.87 | |
| Gul Ahmed Textile Mills Limited (Note 6.6) | 2,302,496 | - | - | 460,499 | - | - | 2,762,995 | 32,810 | 113,228 | 0.14 | 0.14 | 0.78 | |
| Ishaq Textile Mills Limited | 431,946 | - | - | - | - | - | 431,946 | 894 | 5,097 | 0.01 | 0.01 | 4.47 | |
| Kaiser Arts & Krafts Mills Limited | 36,944 | - | - | - | - | - | 36,944 | - | - | - | - | 0.43 | |
| Kohinoor Mills | 2,834,830 | - | - | - | - | 20,000 | 2,814,830 | 2,956 | 133,592 | 0.16 | 0.16 | 5.53 | |
| Kohinoor Textile Mills Limited (Note 6.6) | 2,148,994 | - | - | - | - | 715,000 | 1,433,994 | 4,499 | 150,756 | 0.18 | 0.18 | 0.51 | |
| Muhammad Farooq Textile Mills Limited | 611,277 | - | - | - | - | 26,000 | 585,277 | 281 | 2,335 | 0.00 | 0.00 | 3.10 | |
| Masood Textile Mills Limited | 2,012,328 | - | - | 251,541 | - | 49,700 | 2,214,169 | 70,918 | 228,059 | 0.28 | 0.27 | 3.28 | |
| Masood Textile Mills Limited - Right | - | - | - | - | - | - | - | - | - | - | - | - | |
| Mian Textile Mills Limited | 605,578 | - | - | - | - | - | 605,578 | 182 | 2,507 | 0.00 | 0.00 | 2.74 | |
| Nishat (Chunian) Limited | 7,482,868 | - | - | - | - | 1,500,000 | 5,982,868 | 80,605 | 307,041 | 0.38 | 0.37 | 2.49 | |
| Nishat Mills Limited | 5,629,899 | - | - | - | - | 1,224,200 | 4,405,699 | 191,032 | 699,096 | 0.85 | 0.84 | 1.25 | |
| Paramount Spinning Mills Limited | 1,803,686 | - | - | - | - | - | 1,803,686 | - | - | - | - | 10.39 | |
| Reliance Weaving Mills Limited | 592,645 | - | - | - | - | - | 592,645 | 2,074 | 27,025 | 0.03 | 0.03 | 1.92 | |
| Sapphire Textile Mills Limited | 352,976 | - | - | - | - | - | 352,976 | 24,355 | 702,581 | 0.86 | 0.85 | 1.76 | |
| Schon Textiles Limited | 258,610 | - | - | - | - | - | 258,610 | - | - | - | - | 2.16 | |
| Sapphire Fibers Limited | 224,435 | - | - | - | - | - | 224,435 | 16,945 | 269,322 | 0.33 | 0.32 | 1.14 | |
| Shams Textile Mills Limited | 1,211,998 | - | - | - | - | 22,500 | 1,189,498 | 6,780 | 40,443 | 0.05 | 0.05 | 13.77 | |
| Suraj Cotton Mills Limited (Note 6.6) | 568,222 | - | 56,822 | - | - | - | 625,044 | 5,942 | 98,132 | 0.12 | 0.12 | 2.16 | |
| Taj Textile Mills Limited | 1,409,947 | - | - | - | - | - | 1,409,947 | - | - | - | - | 4.22 | |
| Zahur Cotton Mills Limited | 485,694 | - | - | - | - | - | 485,694 | - | - | - | - | 4.93 | |
| | 35,590,039 | - | 56,822 | 712,040 | - | 4,720,400 | 31,638,501 | 476,856 | 2,929,157 | 3.58 | 3.53 | | |
| Wollen | | | | | | | | | | | | | |
| Moonlite (Pak) Limited | 115,477 | - | - | - | - | - | 115,477 | - | - | - | - | 5.35 | |
| | 115,477 | - | - | - | - | - | 115,477 | - | - | - | - | | |
| Synthetic & Rayon | | | | | | | | | | | | | |
| Al-Abid Silk Mills Limited | 1,113,687 | - | - | - | - | - | 1,113,687 | 6,192 | 8,921 | 0.01 | 0.01 | 8.31 | |
| Ibrahim Fibres Limited | 1,597,530 | - | - | - | - | 20,500 | 1,577,030 | 42,643 | 108,263 | 0.13 | 0.13 | 0.51 | |
| Rupali Polyester Limited | 643,000 | - | - | - | - | 58,500 | 584,500 | 5,249 | 11,252 | 0.01 | 0.01 | 1.72 | |
| | 3,354,217 | - | - | - | - | 79,000 | 3,275,217 | 54,084 | 128,436 | 0.16 | 0.15 | | |
| Jute | | | | | | | | | | | | | |
| Crescent Jute Products Limited | 1,428,718 | - | - | - | - | 42,500 | 1,386,218 | - | 6,724 | 0.01 | 0.01 | 5.83 | |
| | 1,428,718 | - | - | - | - | 42,500 | 1,386,218 | - | 6,724 | 0.01 | 0.01 | | |
| Sugar & Allied Industries | | | | | | | | | | | | | |
| Al-Abbas Sugar Mills Limited | 829,583 | - | - | - | - | - | 829,583 | 7,869 | 161,810 | 0.20 | 0.20 | 4.78 | |
| Al-Noor Sugar Mills Limited | 2,026,887 | - | - | - | - | 128,000 | 1,898,887 | - | 138,600 | 0.17 | 0.17 | 9.27 | |
| Chashma Sugar Mills Limited | 852,227 | - | - | - | - | - | 852,227 | 2,770 | 50,664 | 0.06 | 0.06 | 2.97 | |
| Dewan Sugar Mills Limited | 1,932,432 | - | - | - | - | - | 1,932,432 | 3,246 | 18,339 | 0.02 | 0.02 | 2.91 | |
| Faran Sugar Mills Limited | 2,170,274 | - | - | - | - | 50,000 | 2,120,274 | 25,309 | 170,173 | 0.21 | 0.21 | 8.48 | |
| Habib Sugar Mills Limited | 11,535,751 | 20,000 | - | - | - | 412,500 | 11,143,251 | 37,689 | 417,315 | 0.51 | 0.50 | 7.43 | |
| Jauharabad Sugar Mills Limited | 719,955 | - | 71,995 | - | - | - | 791,950 | 2,341 | 44,666 | 0.05 | 0.05 | 3.20 | |
| Mirpurkhas Sugar Mills Limited | 1,173,889 | - | - | - | - | 26,600 | 1,147,289 | - | 181,203 | 0.22 | 0.22 | 9.35 | |
| Premier Sugar Mills & Distillery Company | 58,825 | - | - | - | - | - | 58,825 | 2,440 | 7,153 | 0.01 | 0.01 | 1.57 | |
| Pangrio Sugar Mills Limited | 760,820 | - | - | - | - | - | 760,820 | - | - | - | - | 7.01 | |
| Sanghar Sugar Mills Limited | 1,063,616 | - | - | - | - | - | 1,063,616 | - | 36,886 | 0.05 | 0.04 | 8.90 | |
| Shakarganj Limited | 9,918,629 | - | - | - | - | 3,035,500 | 6,883,129 | 42,036 | 681,154 | 0.83 | 0.82 | 6.26 | |
| Shakarganj Limited Right | - | - | - | 938,604 | - | - | 938,604 | - | 31,875 | 0.04 | 0.04 | 0.85 | |
| Shahtaj Sugar Mills Limited | 801,695 | - | - | - | - | - | 801,695 | 13,393 | 152,322 | 0.19 | 0.18 | 6.67 | |
| Shahmurad Sugar Mills Limited | 1,789,910 | - | - | - | - | 87,000 | 1,702,910 | - | 81,944 | 0.10 | 0.10 | 8.06 | |
| Sakrand Sugar Mills Limited | 340,700 | - | - | - | - | - | 340,700 | - | 7,860 | 0.01 | 0.01 | 1.53 | |
| Sakrand Sugar Mills Limited Right | - | - | - | 340,700 | - | - | 340,700 | - | 4,435 | 0.01 | 0.01 | 1.53 | |
| Saleem Sugar Limited (O) | 8,761 | - | - | - | - | - | 8,761 | - | - | - | - | 0.78 | |
| Saleem Sugar Limited (P) 6 % | 198 | - | - | - | - | - | 198 | - | - | - | - | 0.40 | |
| | 35,984,152 | 20,000 | 71,995 | 1,279,304 | - | 3,739,600 | 33,615,851 | 137,093 | 2,186,399 | 2.67 | 2.64 | | |
| Cement | | | | | | | | | | | | | |
| Attock Cement Pakistan Limited | 61,956 | - | - | - | - | - | 61,956 | 2,274 | 18,752 | 0.02 | 0.02 | 0.05 | |
| Bestway Cement Limited | 447,020 | - | - | - | 512,695 | 15,000 | 944,715 | 14,629 | 207,006 | 0.25 | 0.25 | 0.16 | |
| Cherat Cement Company Limited | 8,513,858 | - | - | - | - | 987,200 | 7,526,658 | 114,632 | 1,345,616 | 1.65 | 1.62 | 4.26 | |
| D. G. Khan Cement Company Limited | 1,473,181 | - | - | - | - | 425,900 | 1,047,281 | 36,840 | 223,238 | 0.27 | 0.27 | 0.24 | |
| Fauji Cement Company Limited | 2,536,867 | 15,000 | - | - | - | 575,000 | 1,976,867 | 50,749 | 81,111 | 0.10 | 0.10 | 0.14 | |
| Fecto Cement Limited | 1,161,655 | - | - | - | - | 34,400 | 1,127,255 | 4,396 | 117,595 | 0.14 | 0.14 | 2.25 | |
| Kohat Cement Limited | 81,500 | - | - | - | - | - | 81,500 | 6,431 | 18,685 | 0.02 | 0.02 | 0.05 | |
| Pakcem Limited | 5,126,952 | - | - | - | (5,126,952) | - | - | - | - | - | - | - | |
| Lucky Cement Limited | 1,482,335 | - | - | - | - | 222,100 | 1,260,235 | 129,899 | 1,053,884 | 1.29 | 1.27 | 0.39 | |
| Maple Leaf Cement Factory Limited | 249,746 | - | - | - | - | 10,000 | 239,746 | 554 | 26,698 | 0.03 | 0.03 | 0.05 | |
| Pioneer Cement Limited | 429,444 | - | - | - | - | - | 429,444 | 1,417 | 55,827 | 0.07 | 0.07 | 0.19 | |
| Thatta Cement Limited | 3,046,580 | - | - | - | - | 1,410,500 | 1,636,080 | 29,295 | 65,394 | 0.08 | 0.08 | 1.64 | |
| Zeal Pak Cement Factory Limited | 486,248 | - | - | - | - | - | 486,248 | - | - | - | - | 0.11 | |
| | 25,097,342 | 15,000 | - | - | (4,614,257) | 3,680,100 | 16,817,985 | 391,116 | 3,213,806 | 3.93 | 3.88 | | |

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/ subscribed during the year | Merger/ demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|---|--------------------|---------------------------|-------------------------------------|--|------------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | | (Rupees in '000) | | | -% | | |
| Tobacco | | | | | | | | | | | | |
| Pakistan Tobacco Company Limited | 1,813,999 | 160 | - | - | - | - | 1,814,159 | 90,666 | 3,075,000 | 3.76 | 3.71 | 0.71 |
| | 1,813,999 | 160 | - | - | - | - | 1,814,159 | 90,666 | 3,075,000 | 3.76 | 3.71 | |
| Refinery | | | | | | | | | | | | |
| Attock Refinery Limited | 916,057 | - | - | - | - | 267,500 | 648,557 | 59,835 | 248,125 | 0.30 | 0.30 | 0.76 |
| National Refinery Limited | 1,778,651 | - | - | - | - | 724,850 | 1,053,801 | 145,079 | 765,049 | 0.94 | 0.92 | 1.32 |
| Pakistan Refinery Limited | 9,031,044 | - | - | - | - | 2,595,500 | 6,435,544 | 97,923 | 342,757 | 0.42 | 0.41 | 2.04 |
| | 11,725,752 | - | - | - | - | 3,587,850 | 8,137,902 | 302,837 | 1,355,931 | 1.66 | 1.63 | |
| Power Generation & Distribution | | | | | | | | | | | | |
| Hub Power Company Limited | 5,314,297 | - | - | - | - | 697,400 | 4,616,897 | 69,045 | 542,162 | 0.66 | 0.65 | 0.40 |
| Kot Addu Power Company Limited | 852,832 | - | - | - | - | - | 852,832 | 26,915 | 61,421 | 0.08 | 0.07 | 0.10 |
| Karachi Electric Supply Company Limited | 4,673,775 | - | - | - | - | - | 4,673,775 | 7,478 | 32,249 | 0.04 | 0.04 | 0.02 |
| Kohinoor Energy Limited | 410,390 | - | - | - | - | - | 410,390 | 6,472 | 17,675 | 0.02 | 0.02 | 0.24 |
| Lalpir Power Limited | 974,055 | - | - | - | - | - | 974,055 | 16,705 | 19,988 | 0.02 | 0.02 | 0.26 |
| Nishat Chunarion Power Limited | 237,500 | - | - | - | - | 216,000 | 21,500 | 215 | 958 | 0.00 | 0.00 | 0.01 |
| Sitara Energy Limited | 256,117 | - | - | - | - | - | 256,117 | 4,226 | 7,402 | 0.01 | 0.01 | 1.34 |
| | 12,718,966 | - | - | - | - | 913,400 | 11,805,566 | 131,056 | 681,855 | 0.83 | 0.82 | |
| Oil & Gas Marketing Companies | | | | | | | | | | | | |
| Attock Petroleum Limited | 55,229 | - | - | - | - | 5,000 | 50,229 | 13,569 | 31,465 | 0.04 | 0.04 | 0.06 |
| Burshane LPG Pak Limited | 1,427,033 | - | - | - | - | 91,000 | 1,336,033 | 31,379 | 72,173 | 0.09 | 0.09 | 5.90 |
| Pakistan State Oil Company Ltd. (note 6.5) | 20,215,015 | - | - | - | - | - | 20,215,015 | 1,300,766 | 7,830,286 | 9.57 | 9.44 | 7.44 |
| Shell Pakistan Limited | 25 | - | - | - | - | - | 25 | - | 14 | 0.00 | 0.00 | 0.00 |
| Sui Northern Gas Pipelines Limited (note 6.5) | 19,513,012 | - | - | - | - | - | 19,513,012 | 109,282 | 2,905,878 | 3.55 | 3.50 | 3.08 |
| Sui Southern Gas Company Limited | 6,796,823 | - | - | - | - | 255,000 | 6,541,823 | 52,378 | 238,188 | 0.29 | 0.29 | 0.74 |
| | 48,007,137 | - | - | - | - | 351,000 | 47,656,137 | 1,507,374 | 11,078,004 | 13.54 | 13.36 | |
| Oil & Gas Exploration Companies | | | | | | | | | | | | |
| Mari Petroleum Company Limited (Note 6.6) | 2,750,474 | - | - | - | - | 168,950 | 2,581,524 | 97,417 | 4,067,552 | 4.97 | 4.90 | 2.34 |
| Oil & Gas Development Company | 572,043 | 850,400 | - | - | - | 195,000 | 1,227,443 | 163,595 | 172,689 | 0.21 | 0.21 | 0.03 |
| Pakistan Oilfields Limited | 689,322 | - | - | - | - | 55,000 | 634,322 | 143,527 | 290,614 | 0.36 | 0.35 | 0.27 |
| Pakistan Petroleum Limited | 1,264,274 | 292,200 | - | - | - | 167,100 | 1,389,374 | 160,151 | 205,822 | 0.25 | 0.25 | 0.07 |
| | 5,276,113 | 1,142,600 | - | - | - | 586,050 | 5,832,663 | 564,890 | 4,736,677 | 5.79 | 5.71 | |
| Engineering | | | | | | | | | | | | |
| Aisha Steel Mills Limited | 182,388 | - | - | - | - | 10,000 | 172,388 | 1,219 | 3,506 | 0.00 | 0.00 | 0.03 |
| Aisha Steel Mills Limited Right | - | - | - | 58,718 | - | 58,500 | 218 | - | - | - | - | 0.00 |
| Amreli Steel Limited | 164,500 | - | - | - | - | 114,000 | 50,500 | 2,576 | 6,209 | 0.01 | 0.01 | 0.02 |
| Aisha Steel Mills Limited-Preference | 121,208 | - | - | - | - | - | 121,208 | - | 2,870 | 0.00 | 0.00 | 0.27 |
| Bolan Castings Limited | 488,276 | - | - | - | - | - | 488,276 | 4,830 | 73,671 | 0.09 | 0.09 | 4.26 |
| Crescent Steel And Allied Products Limited | 2,735,236 | - | - | - | - | 758,000 | 1,977,236 | 51,891 | 471,709 | 0.58 | 0.57 | 2.55 |
| Huffaz Seamless Pipe Industries Limited | 1,331,896 | - | - | - | - | 5,000 | 1,326,896 | 6,582 | 56,765 | 0.07 | 0.07 | 2.39 |
| International Industries Limited | 8,699,633 | 10,000 | - | - | - | 1,431,500 | 7,278,133 | 208,535 | 2,682,501 | 3.28 | 3.23 | 6.07 |
| International Steels Limited | 1,511,000 | 120,500 | - | - | - | 251,000 | 1,380,500 | 27,733 | 176,552 | 0.22 | 0.21 | 0.32 |
| K.S.B. Pumps Company Limited | 1,195,059 | - | - | - | - | 29,600 | 1,165,459 | 24,635 | 367,120 | 0.45 | 0.44 | 8.83 |
| Quality Steel Works Limited | 2,922 | - | - | - | - | - | 2,922 | - | - | - | - | 0.16 |
| | 16,432,118 | 130,500 | - | 58,718 | - | 2,657,600 | 13,963,736 | 328,001 | 3,840,903 | 4.70 | 4.63 | |
| Automobile Assembler | | | | | | | | | | | | |
| Atlas Honda Limited | 277,566 | - | - | - | - | 10,000 | 267,566 | 621 | 161,617 | 0.20 | 0.19 | 0.26 |
| Ghandara Industries Limited | 135,577 | - | - | - | - | 12,500 | 123,077 | 800 | 80,014 | 0.10 | 0.10 | 0.58 |
| Ghandara Nissan Limited | 1,215,211 | - | - | - | - | 10,000 | 1,205,211 | 2,917 | 271,269 | 0.33 | 0.33 | 2.68 |
| Honda Atlas Cars Limited | 2,549,589 | - | - | - | - | 380,350 | 2,169,239 | 23,946 | 1,882,227 | 2.30 | 2.27 | 1.52 |
| Hinopak Motors Limited | 440,002 | - | - | - | - | 3,760 | 436,242 | 30,559 | 571,477 | 0.70 | 0.69 | 3.52 |
| Indus Motor Company Limited | 596,036 | 7,000 | - | - | - | 151,390 | 451,646 | 66,225 | 810,072 | 0.99 | 0.98 | 0.57 |
| Millat Tractors Limited | 585,629 | - | - | - | - | 87,700 | 497,929 | 85,104 | 684,374 | 0.84 | 0.83 | 1.12 |
| Pak Suzuki Motor Company Limited | 1,487,790 | - | - | - | - | 360,650 | 1,127,140 | 72,738 | 879,575 | 1.08 | 1.06 | 1.37 |
| | 7,287,400 | 7,000 | - | - | - | 1,016,350 | 6,278,050 | 282,910 | 5,340,625 | 6.53 | 6.44 | |
| Automobile Parts & Accessories | | | | | | | | | | | | |
| Agriauto Industries Limited | 1,115,220 | 23,700 | - | - | - | 42,900 | 1,096,020 | 14,734 | 473,371 | 0.58 | 0.57 | 3.81 |
| Baluchistan Wheels Limited | 1,406,160 | - | - | - | - | 72,800 | 1,333,360 | 34,827 | 198,004 | 0.24 | 0.24 | 10.00 |
| Thal Limited | 2,679,608 | - | - | - | - | 277,200 | 2,402,408 | 102,474 | 1,455,931 | 1.78 | 1.76 | 2.96 |
| Exide Pakistan Limited | 517,304 | 2,200 | - | - | - | 8,780 | 510,724 | 32,714 | 479,314 | 0.59 | 0.58 | 6.57 |
| General Tyre and Rubber Company of Pakistan Limited | 2,913,976 | 18,000 | - | - | - | 155,700 | 2,776,276 | 36,108 | 842,600 | 1.03 | 1.02 | 4.64 |
| | 8,632,268 | 43,900 | - | - | - | 557,380 | 8,118,788 | 220,857 | 3,449,220 | 4.22 | 4.16 | |
| Cable & Electric Goods | | | | | | | | | | | | |
| Johnson And Phillips (Pakistan) Limited | 501,324 | - | - | - | - | 7,500 | 493,824 | - | 14,810 | 0.02 | 0.02 | 9.06 |
| Pak Elektron Limited | 3,407,552 | - | - | - | - | 2,024,000 | 1,383,552 | 28,232 | 152,633 | 0.19 | 0.18 | 0.28 |
| Pakistan Cables Limited | 1,741,427 | 1,600 | - | - | - | 25,700 | 1,717,327 | 14,526 | 549,545 | 0.67 | 0.66 | 6.03 |
| Siemens Pakistan Engineering Company Limited | 983,658 | - | - | - | - | - | 983,658 | 598,221 | 678,724 | 0.83 | 0.82 | 11.93 |
| Singer Pakistan Limited | 8 | - | - | - | - | - | 8 | - | - | - | - | 0.00 |
| | 6,633,969 | 1,600 | - | - | - | 2,057,200 | 4,578,369 | 640,979 | 1,395,712 | 1.71 | 1.68 | |

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/ subscribed during the year | Merger/ demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|---|--------------------|---------------------------|-------------------------------------|--|------------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | (Rupees in '000) | | | | | -% | |
| Transport | | | | | | | | | | | | |
| Pakistan National Shipping Corporation | 436,564 | - | - | - | - | 4,000 | 432,564 | 4,442 | 54,460 | 0.07 | 0.07 | 0.33 |
| | 436,564 | - | - | - | - | 4,000 | 432,564 | 4,442 | 54,460 | 0.07 | 0.07 | |
| Technology & Communication | | | | | | | | | | | | |
| Pak Datacom Limited | 178,898 | - | - | - | - | - | 178,898 | 2,538 | 9,213 | 0.01 | 0.01 | 1.83 |
| Pakistan Telecommunication Company | 2,785,884 | - | - | - | - | 200,000 | 2,585,884 | 28,178 | 40,366 | 0.05 | 0.05 | 0.07 |
| | 2,964,782 | - | - | - | - | 200,000 | 2,764,782 | 30,716 | 49,579 | 0.06 | 0.06 | |
| Fertilizer | | | | | | | | | | | | |
| Dawood Hercules Corporation Limited | 952,940 | - | - | - | - | - | 952,940 | 29,032 | 129,942 | 0.16 | 0.16 | 0.20 |
| Engro Fertilizer Limited | 1,918,327 | 190,000 | - | - | - | 619,500 | 1,488,827 | 82,243 | 82,243 | 0.10 | 0.10 | 0.11 |
| Engro Corporation Limited | 421,978 | - | - | - | - | 212,300 | 209,678 | 19,053 | 68,336 | 0.08 | 0.08 | 0.04 |
| Fatima Fertilizer Company | 2,322,562 | - | - | - | - | 552,500 | 1,770,062 | 17,951 | 59,633 | 0.07 | 0.07 | 0.08 |
| Fauji Fertilizer Bin Qasim Limited | 645,935 | - | - | - | - | 145,500 | 500,435 | 15,672 | 21,439 | 0.03 | 0.03 | 0.05 |
| Fauji Fertilizer Company Limited | 27,765,655 | - | - | - | - | 1,873,600 | 25,892,055 | 611,287 | 2,139,719 | 2.62 | 2.58 | 2.04 |
| | 34,027,397 | 190,000 | - | - | - | 3,403,400 | 30,813,997 | 775,238 | 2,501,312 | 3.06 | 3.02 | |
| Pharmaceuticals | | | | | | | | | | | | |
| Abbot Laboratories (Pakistan) Limited | 2,594,429 | - | - | - | - | - | 2,594,429 | 208,996 | 2,424,753 | 2.96 | 2.92 | 2.65 |
| Ferozsons Laboratories Limited | 1,671,025 | - | - | - | - | 27,650 | 1,643,375 | 21,518 | 635,181 | 0.78 | 0.77 | 5.44 |
| Glaxosmithkline (Pak) Limited | 9,495,354 | 81,500 | - | - | - | 642,800 | 8,934,054 | 463,000 | 1,759,294 | 2.15 | 2.12 | 2.81 |
| Glaxosmithkline Consumer Health Pak Ltd. | 2,844,107 | - | - | - | - | - | 2,844,107 | - | 594,447 | 0.73 | 0.72 | 2.98 |
| Highnoon Laboratories Limited (Note 6.6) | 431,211 | - | 51,145 | - | - | 5,995 | 476,361 | 6,576 | 298,331 | 0.36 | 0.36 | 1.86 |
| Sanofi-Aventis Limited | 228,461 | - | - | - | - | - | 228,461 | 20,965 | 405,898 | 0.50 | 0.49 | 2.37 |
| Searle Pakistan Limited (Note 6.6) | 3,066,500 | - | 746,126 | - | - | 263,500 | 3,549,126 | 100,014 | 1,817,082 | 2.22 | 2.19 | 2.31 |
| Wyeth Pakistan Limited | 111,574 | - | - | - | - | - | 111,574 | 43,913 | 222,939 | 0.27 | 0.27 | 7.85 |
| | 20,442,561 | 81,500 | 797,271 | - | - | 939,945 | 20,381,487 | 864,982 | 8,157,925 | 9.97 | 9.84 | |
| Chemical | | | | | | | | | | | | |
| Agritech Limited | 3,286,167 | - | - | - | - | 625,000 | 2,661,167 | 19,959 | 23,897 | 0.03 | 0.03 | 0.68 |
| Arif Habib Corporation | 734,292 | - | - | - | - | 10,000 | 724,292 | 14,899 | 29,863 | 0.04 | 0.04 | 0.16 |
| Akzo Nobel Pakistan Limited | 320,382 | - | - | - | - | 39,200 | 281,182 | 16,907 | 67,484 | 0.08 | 0.08 | 0.61 |
| Archroma Pakistan | 1,764,346 | - | - | - | - | 70,250 | 1,694,096 | 22,408 | 1,207,535 | 1.48 | 1.46 | 4.97 |
| Berger Paints Pakistan Limited | 378,426 | - | - | - | - | 55,000 | 323,426 | 3,881 | 60,264 | 0.07 | 0.07 | 1.78 |
| Buxly Paints Limited | 135,718 | - | - | - | - | 42,500 | 93,218 | 523 | 11,181 | 0.01 | 0.01 | 6.47 |
| Nimir Resins Limited | 468,895 | - | - | - | - | - | 468,895 | - | 4,422 | 0.01 | 0.01 | 0.17 |
| Nimir Resins Limited - Right | - | - | - | 180,900 | - | - | 180,900 | - | - | - | - | - |
| Dynea Pakistan Limited | 1,786,110 | - | - | - | - | 36,000 | 1,750,110 | 17,252 | 175,991 | 0.22 | 0.21 | 9.27 |
| Linde Pakistan Limited (BOC) | 900,681 | - | - | - | - | - | 900,681 | 70,316 | 217,082 | 0.27 | 0.26 | 3.60 |
| Lotte Chemical Pakistan | 944,572 | - | - | - | - | 86,000 | 858,572 | 4,748 | 8,457 | 0.01 | 0.01 | 0.06 |
| Pakistan Gum & Chemiclas Limited | 97,057 | - | - | - | - | - | 97,057 | 1,449 | 13,976 | 0.02 | 0.02 | 2.28 |
| Sardar Chemical Industries Limited | 142,800 | - | - | - | - | - | 142,800 | - | 1,928 | 0.00 | 0.00 | 2.38 |
| Sitara Chemical Industries Limited | 666,216 | - | - | - | - | 31,800 | 634,416 | 45,805 | 282,074 | 0.34 | 0.34 | 2.96 |
| Wah-Noble Chemicals Limited | 611,124 | - | - | - | - | 10,000 | 601,124 | 9,591 | 140,783 | 0.17 | 0.17 | 6.68 |
| | 12,236,786 | - | - | 180,900 | - | 1,186,650 | 11,231,036 | 227,738 | 2,244,937 | 2.74 | 2.71 | |
| Paper & Board | | | | | | | | | | | | |
| Balochistan Particle Board Limited | 533,530 | - | - | - | - | 35,000 | 498,530 | - | 4,737 | 0.01 | 0.01 | 8.31 |
| Century Paper & Board Mills Limited | 7,044,231 | - | - | - | - | 1,698,500 | 5,345,731 | 58,880 | 524,149 | 0.64 | 0.63 | 3.64 |
| Dadabhy Sack Limited | 49,259 | - | - | - | - | - | 49,259 | - | - | - | - | 1.23 |
| Merit Packaging Limited | 4,211,732 | - | - | - | - | 923,000 | 3,288,732 | 30,810 | 70,609 | 0.09 | 0.09 | 8.16 |
| Packages Limited | 4,154,178 | 25,000 | - | - | - | 201,150 | 3,978,028 | 340,872 | 2,767,037 | 3.38 | 3.34 | 4.45 |
| Pakistan Paper Products Limited | 464,326 | - | - | - | - | - | 464,326 | 568 | 53,388 | 0.07 | 0.06 | 7.74 |
| Security Papers Limited (Note 6.6) | 2,592,000 | - | - | - | - | 4,572 | 2,587,428 | 61,811 | 377,635 | 0.46 | 0.46 | 4.37 |
| | 19,049,256 | 25,000 | - | - | - | 2,862,222 | 16,212,034 | 492,941 | 3,797,555 | 4.64 | 4.58 | |
| Vanaspoti & Allied Industries | | | | | | | | | | | | |
| Morafco Industries Limited | 57,409 | - | - | - | - | - | 57,409 | - | - | - | - | 10.10 |
| Punjab Oil Mills Limited | 517,651 | - | - | - | - | - | 517,651 | 6,461 | 160,472 | 0.20 | 0.19 | 9.60 |
| Suraj Ghee Industries Limited | 54,324 | - | - | - | - | - | 54,324 | - | - | - | - | 5.67 |
| | 629,384 | - | - | - | - | - | 629,384 | 6,461 | 160,472 | 0.20 | 0.19 | |
| Leather & Tanneries | | | | | | | | | | | | |
| Bata Pakistan Limited | 1,090,234 | - | - | - | - | - | 1,090,234 | 58,347 | 3,597,772 | 4.40 | 4.34 | 14.42 |
| Fateh Industries Limited | 23,118 | - | - | - | - | - | 23,118 | - | - | - | - | 1.16 |
| | 1,113,352 | - | - | - | - | - | 1,113,352 | 58,347 | 3,597,772 | 4.40 | 4.34 | |
| Foods & Personal Care Products | | | | | | | | | | | | |
| Mitchells Fruit Farms Limited | 767,666 | - | - | - | - | - | 767,666 | 27,415 | 215,277 | 0.26 | 0.26 | 9.75 |
| Nestle Pakistan Limited | 98,000 | - | - | - | - | - | 98,000 | 107,014 | 999,600 | 1.22 | 1.21 | 0.22 |
| Engro Foods | 22,000 | 256,600 | - | - | - | 219,200 | 59,400 | 7,217 | 7,217 | 0.01 | 0.01 | 0.01 |
| Shezan International Limited (Note 6.6) | 1,495,255 | - | - | - | - | - | 1,495,255 | 75,726 | 710,246 | 0.87 | 0.86 | 18.72 |
| Treet Corporation Limited | 10,266,853 | - | 248,550 | - | - | 303,000 | 10,212,403 | 419,995 | 580,882 | 0.71 | 0.70 | 7.18 |
| Treet Corporation Limited-PTC | 3,550,840 | - | - | - | - | - | 3,550,840 | 45,590 | 92,139 | 0.11 | 0.11 | 2.50 |
| ZIL Limited | 391,987 | - | - | - | - | 35,000 | 356,987 | 4,431 | 49,978 | 0.06 | 0.06 | 5.83 |
| | 16,592,401 | 256,600 | 248,550 | - | - | 557,200 | 16,540,351 | 687,388 | 2,655,339 | 3.25 | 3.20 | |
| Glass & Ceramics | | | | | | | | | | | | |
| Ghani Glass Mills Limited | 1,554,286 | - | - | - | - | - | 1,554,286 | 39,156 | 129,659 | 0.16 | 0.16 | 0.71 |

NATIONAL INVESTMENT (UNIT) TRUST

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FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/subscribed during the year | Merger/demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / carrying value as a percentage of net assets | Market value / carrying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|--|--------------------|---------------------------|-------------------------------------|---|-----------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | (Rupees in '000) | | | | | | |
| | -----% | | | | | | | | | | | |
| Ghani Glass Mills Limited Right | - | - | - | 1,398,857 | - | - | 1,398,857 | - | 98,703 | 0.12 | 0.12 | 0.71 |
| Regal Ceramics Limited | 89,947 | - | - | - | - | - | 89,947 | - | - | - | - | 1.23 |
| Shabbir Tiles & Ceramics Limited | 5,309,471 | - | - | - | - | 55,000 | 5,254,471 | 30,263 | 100,728 | 0.12 | 0.12 | 1.61 |
| | 6,953,704 | - | - | 1,398,857 | - | 55,000 | 8,297,561 | 69,419 | 329,090 | 0.40 | 0.40 | |
| Miscellaneous | | | | | | | | | | | | |
| Dadabhoy Construction Technology Ltd. | 69,085 | - | - | - | - | - | 69,085 | - | - | - | - | 2.97 |
| GOC (Pak) Limited | 315,909 | - | - | - | - | - | 315,909 | 4,072 | 20,685 | 0.03 | 0.02 | 4.30 |
| Hashmi Can Company Limited | 160,986 | - | - | - | - | - | 160,986 | - | - | - | - | 9.86 |
| Pace (Pakistan) Limited | 525,716 | - | - | - | - | - | 525,716 | 683 | 3,659 | 0.00 | 0.00 | 0.19 |
| Pakistan Services Limited | 893,795 | - | - | - | - | - | 893,795 | 101,044 | 806,650 | 0.99 | 0.97 | 2.75 |
| Synthetic Product Enterprise Limited | 223,000 | - | 19,800 | - | - | 48,500 | 194,300 | 5,360 | 14,660 | 0.02 | 0.02 | 0.23 |
| Tri-Pack Films Limited | 528,125 | - | - | - | - | - | 528,125 | 57,891 | 118,300 | 0.14 | 0.14 | 1.36 |
| United Distributors Pakistan Ltd. (Note 6.6) | 994,703 | - | 198,940 | - | - | 10,000 | 1,183,643 | 4,989 | 79,304 | 0.10 | 0.10 | 4.88 |
| | 3,711,319 | - | 218,740 | - | - | 58,500 | 3,871,559 | 174,039 | 1,043,258 | 1.28 | 1.26 | |
| Delisted / Unquoted Companies | | | | | | | | | | | | |
| Accord Textile Limited | 458,109 | - | - | - | - | - | 458,109 | - | - | - | - | 4.93 |
| Adamjee Floorings | 59,110 | - | - | - | - | - | 59,110 | - | - | - | - | 2.46 |
| Adamjee Industries | 121 | - | - | - | - | - | 121 | - | - | - | - | 0.00 |
| Adamjee Paper | 269,806 | - | - | - | - | - | 269,806 | - | - | - | - | 6.45 |
| Adil Polypropylene Limited | 136,201 | - | - | - | - | - | 136,201 | - | - | - | - | 2.46 |
| Afsar Textile Mills | 64,184 | - | - | - | - | - | 64,184 | - | - | - | - | 3.85 |
| Al-Hussany Industries Limited | 61,573 | - | - | - | - | - | 61,573 | - | - | - | - | 2.46 |
| Alif Textile Mills Limited | 320,085 | - | - | - | - | - | 320,085 | - | - | - | - | 8.21 |
| Allied Textile Mills Limited | 107,510 | - | - | - | - | - | 107,510 | - | - | - | - | 5.50 |
| Amazai Textile Mills Limited | 299 | - | - | - | - | - | 299 | - | - | - | - | 0.01 |
| Apex Fabrics Limited | 284,101 | - | - | - | - | - | 284,101 | - | - | - | - | 4.93 |
| Arag Industries Limited | 189,220 | - | - | - | - | - | 189,220 | - | - | - | - | - |
| Aslo Electronics | 39,407 | - | - | - | - | - | 39,407 | - | - | - | - | 1.97 |
| Aswan Tentage Limited | 168,712 | - | - | - | - | - | 168,712 | - | - | - | - | 2.61 |
| Automobile Equipment Manufacturing Company Limited | 37,750 | - | - | - | - | - | 37,750 | - | - | - | - | 9.44 |
| Awan Textile Mills Limited | 213,390 | - | - | - | - | - | 213,390 | - | - | - | - | 2.46 |
| Bahawalpur Textile Mills Limited | 64,250 | - | - | - | - | - | 64,250 | - | - | - | - | 6.43 |
| Balochistan Tower | 74,114 | - | - | - | - | - | 74,114 | - | - | - | - | 1.49 |
| Baluchistan Textile Mills Limited | 200,000 | - | - | - | - | - | 200,000 | - | - | - | - | 10.00 |
| Bank Of Bahawalpur Limited | 2,690 | - | - | - | - | - | 2,690 | - | - | - | - | 0.54 |
| Bankers Equity Limited | 3,408,091 | - | - | - | - | - | 3,408,091 | - | - | - | - | 5.20 |
| Bawany Textile Mills | 84,233 | - | - | - | - | - | 84,233 | - | - | - | - | 4.81 |
| Bela Engineering Limited | 266,145 | - | - | - | - | - | 266,145 | - | - | - | - | 7.83 |
| Casspak Industries Limited | 54,184 | - | - | - | - | - | 54,184 | - | - | - | - | 2.46 |
| Central Cotton | 34,948 | - | - | - | - | - | 34,948 | - | - | - | - | 0.45 |
| Chemical Limited | 40,000 | - | - | - | - | - | 40,000 | - | - | - | - | 5.08 |
| Chemphur Pakistan Limited | 17,972 | - | - | - | - | - | 17,972 | - | - | - | - | 1.80 |
| Chilya C. Board | 43,200 | - | - | - | - | - | 43,200 | - | - | - | - | 6.17 |
| Crescent Knitwear | 81,277 | - | - | - | - | - | 81,277 | - | - | - | - | - |
| Crescent Spinning Mills Limited | 727,080 | - | - | - | - | - | 727,080 | - | - | - | - | 4.80 |
| Crown Textile | 317,647 | - | - | - | - | - | 317,647 | - | - | - | - | 4.92 |
| Dadabhoy Leasing | 370,674 | - | - | - | - | - | 370,674 | - | - | - | - | 4.93 |
| Elmac Limited | 24,600 | - | - | - | - | - | 24,600 | - | - | - | - | 2.46 |
| Fazal Vegetable Ghee Mills Limited | 42,005 | - | - | - | - | - | 42,005 | - | - | - | - | 2.10 |
| Ghaffar Text Mills | 45,835 | - | - | - | - | - | 45,835 | - | - | - | - | 9.17 |
| Ghulam Muhammad Dadabhoy | 49,259 | - | - | - | - | - | 49,259 | - | - | - | - | 0.99 |
| Greaves Aircondition | 59,110 | - | - | - | - | - | 59,110 | - | - | - | - | - |
| Gypsum Corporation | 165,017 | - | - | - | - | - | 165,017 | - | - | - | - | 5.00 |
| H-Shaikh | 113,022 | - | - | - | - | - | 113,022 | - | - | - | - | - |
| H.M Silk Mills Limited | 158,350 | - | - | - | - | - | 158,350 | - | - | - | - | 10.56 |
| Harum Textile Mills Limited | 58,248 | - | - | - | - | - | 58,248 | - | - | - | - | 0.62 |
| Hyderabad Electronic | 98,518 | - | - | - | - | - | 98,518 | - | - | - | - | 3.28 |
| Indus Assurance Company Limited | 3,300 | - | - | - | - | - | 3,300 | - | - | - | - | 0.02 |
| Indus Bank Limited | 147 | - | - | - | - | - | 147 | - | - | - | - | 0.00 |
| Indus Polyester Company Limited | 4 | - | - | - | - | - | 4 | - | - | - | - | 0.00 |
| Industrial Development Bank | 1,970 | - | - | - | - | - | 1,970 | - | - | - | - | 0.04 |
| Innovative Investment Bank Limited | 35,227 | - | - | - | - | - | 35,227 | - | - | - | - | 0.35 |
| Islamic Investment Bank | 139,990 | - | - | - | - | - | 139,990 | - | - | - | - | 0.71 |
| Itti Textile Mills Limited | 163,151 | - | - | - | - | - | 163,151 | - | - | - | - | 2.46 |
| Junaid Cotton Mills Limited | 37,436 | - | - | - | - | - | 37,436 | - | - | - | - | 1.50 |
| Karachi Pipe | 156,102 | - | - | - | - | - | 156,102 | - | - | - | - | 7.81 |
| Karim Silk Mills Limited | 19,223 | - | - | - | - | - | 19,223 | - | - | - | - | 1.97 |
| Kohinoor Cotton | 62,553 | - | - | - | - | - | 62,553 | - | - | - | - | 5.57 |
| Kohinoor Looms Limited | 169,648 | - | - | - | - | - | 169,648 | - | - | - | - | 1.57 |
| Lafayette Industries Synthetics Limited | 92,360 | - | - | - | - | - | 92,360 | - | - | - | - | 2.59 |
| LTV Capital Modaraba | 321 | - | - | - | - | - | 321 | - | - | - | - | 0.00 |

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

| Name of Investee Companies | As at 01 July 2016 | Purchases during the year | Bonus shares issued during the year | Right shares purchased/ subscribed during the year | Merger/ demerger adjusting effects | Sales during the year | As at 30 June 2017 | Carrying cost as at 30 June 2017 | Market value / carrying value as at 30 June 2017 | Market value / arying value as a percentage of net assets | Market value / arying value as a percentage of investments | Percentage of paid-up capital of the investee company held |
|---|--------------------|---------------------------|-------------------------------------|--|------------------------------------|-----------------------|--------------------|----------------------------------|--|---|--|--|
| | (Number of shares) | | | | | | (Rupees in '000') | | | -% | | |
| Medi Glass Limited | 295,554 | - | - | - | - | - | 295,554 | - | - | - | - | 3.89 |
| Marr Fabrics Limited | 118,221 | - | - | - | - | - | 118,221 | - | - | - | - | 4.93 |
| Mehran Bank Limited | 738,590 | - | - | - | - | - | 738,590 | - | - | - | - | 2.46 |
| Mehran Jute Mills Limited | 121,543 | - | - | - | - | - | 121,543 | - | - | - | - | 3.96 |
| Mian Muhammed Sugar Mills Limited | 172,406 | - | - | - | - | - | 172,406 | - | - | - | - | 1.17 |
| Mohib Textile Mills Limited | 159,813 | - | - | - | - | - | 159,813 | - | - | - | - | 1.33 |
| Mubarik Dairies Limited | 416 | - | - | - | - | - | 416 | - | - | - | - | 0.01 |
| National Match Industries | 26,452 | - | - | - | - | - | 26,452 | - | - | - | - | 7.56 |
| National Overseas | 24,629 | - | - | - | - | - | 24,629 | - | - | - | - | - |
| Naveed Textile Mills | 70,637 | - | - | - | - | - | 70,637 | - | - | - | - | 3.62 |
| Norrie Textile Mills Limited | 136,500 | - | - | - | - | - | 136,500 | - | - | - | - | 2.81 |
| Northern Foundry And Engineering Work Limited | 94,868 | - | - | - | - | - | 94,868 | - | - | - | - | 18.97 |
| Nowshera Engineering | 26,057 | - | - | - | - | - | 26,057 | - | - | - | - | 5.21 |
| Nusrat Textile Mills | 306,342 | - | - | - | - | - | 306,342 | - | - | - | - | 6.81 |
| Pak Ghee Industries Limited | 58,618 | - | - | - | - | - | 58,618 | - | - | - | - | 2.66 |
| Pak Paper Corporation | 103,848 | - | - | - | - | - | 103,848 | - | - | - | - | - |
| Pearl Fabrics | 229,970 | - | - | - | - | - | 229,970 | - | - | - | - | 2.64 |
| Polyron Limited | 147 | - | - | - | - | - | 147 | - | - | - | - | 0.00 |
| Premier Board | 29,998 | - | - | - | - | - | 29,998 | - | - | - | - | - |
| Premier Ceramics Limited | 5,350 | - | - | - | - | - | 5,350 | - | - | - | - | 1.07 |
| Punjab Building | 443,845 | - | - | - | - | - | 443,845 | - | - | - | - | - |
| Punjab Cotton | 56,155 | - | - | - | - | - | 56,155 | - | - | - | - | - |
| Punjab Lamp | 108,468 | - | - | - | - | - | 108,468 | - | - | - | - | - |
| Qayyum Spinning Mills Limited | 149 | - | - | - | - | - | 149 | - | - | - | - | 0.00 |
| Pan Islamic Steamship Company Limited | 1,136 | - | - | - | - | - | 1,136 | - | - | - | - | 0.02 |
| RCD Ball | 19,716 | - | - | - | - | - | 19,716 | - | - | - | - | 1.31 |
| Refri's Manufacturing Company | 26 | - | - | - | - | - | 26 | - | - | - | - | 0.00 |
| Rex Baren Battery | 56,155 | - | - | - | - | - | 56,155 | - | - | - | - | 1.50 |
| Saif Nadeem Kawasaki Motors Limited | 482 | - | - | - | - | - | 482 | - | - | - | - | 0.02 |
| Saitex Spinning Mills Limited | 358,212 | - | - | - | - | - | 358,212 | - | - | - | - | 4.84 |
| Saleem Denim(Kaytex Mills) | 162,160 | - | - | - | - | - | 162,160 | - | - | - | - | 3.77 |
| Sapphire Holding Limited | 352,976 | - | - | - | - | - | 352,976 | - | 3,530 | 0.00 | 0.00 | 1.76 |
| Shahpur Textile Mills Limited | 890,850 | - | - | - | - | - | 890,850 | - | - | - | - | 6.37 |
| Shahyar (O.E.) | 78,469 | - | - | - | - | - | 78,469 | - | - | - | - | 3.79 |
| Shahyar Textile Mill | 222,109 | - | - | - | - | - | 222,109 | - | - | - | - | 5.14 |
| Siftaq International Limited | 108,222 | - | - | - | - | - | 108,222 | - | - | - | - | 3.59 |
| Sind Alkalis Limited | 704,745 | - | - | - | - | - | 704,745 | - | - | - | - | 9.42 |
| Spencer And Company (Pakistan) Ltd. | 4,986 | - | - | - | - | - | 4,986 | - | - | - | - | 0.50 |
| Standard Bank Limited | 538 | - | - | - | - | - | 538 | - | - | - | - | 0.03 |
| Sunrise Textile Mills Limited | 15,024 | - | - | - | - | - | 15,024 | - | - | - | - | 0.14 |
| Sunshine Cloth Mills Limited | 440,918 | - | - | - | - | - | 440,918 | - | - | - | - | 5.62 |
| Synthetic Chemical Company Limited | 82,125 | - | - | - | - | - | 82,125 | - | - | - | - | 1.46 |
| Taga Pakistan Limited | 96,055 | - | - | - | - | - | 96,055 | - | - | - | - | 3.69 |
| Tariq Cotton Mills Limited | 43,100 | - | - | - | - | - | 43,100 | - | - | - | - | 6.16 |
| Tawakkal Garments Industries Limited | 118,664 | - | - | - | - | - | 118,664 | - | - | - | - | 0.98 |
| Tawakkal Limited | 113,264 | - | - | - | - | - | 113,264 | - | - | - | - | 0.81 |
| Tawakkal Modaraba Ist. | 474,032 | - | - | - | - | - | 474,032 | - | - | - | - | 1.83 |
| Taxila Engineering Company Limited | 206,888 | - | - | - | - | - | 206,888 | - | - | - | - | 4.87 |
| Turbo Tec Limited | 170,879 | - | - | - | - | - | 170,879 | - | - | - | - | 1.71 |
| Union Insurance Company Of Pakistan Ltd. | 306 | - | - | - | - | - | 306 | - | - | - | - | 0.00 |
| Uqab Breeding Farms Limited | 139,748 | - | - | - | - | - | 139,748 | - | - | - | - | 5.27 |
| Zaffar Textile | 66,844 | - | - | - | - | - | 66,844 | - | - | - | - | 6.68 |
| Zahur Textile Mills Limited | 412,147 | - | - | - | - | - | 412,147 | - | - | - | - | 0.55 |
| | 18,560,831 | - | - | - | - | - | 18,560,831 | - | 3,530 | 0.00 | 0.00 | |
| Total - 30 June 2017 | 748,036,273 | 3,183,260 | 1,510,113 | 4,545,134 | (4,614,257) | 62,296,231 | 690,364,292 | 11,340,620 | 78,378,188 | 95.82 | 94.51 | |
| Total - 30 June 2016 | 820,764,977 | 1,743,790 | 1,512,310 | 29,200,976 | 2,908,851 | 108,094,631 | 748,036,273 | 11,908,850 | 64,626,481 | 79.01 | 77.92 | |

6.2.1.1 All Shares have a nominal face value of Rs. 10 each except for shares of Chakwal Spinning Mills Limited, Kohinoor Spinning Mills Limited, Nimir Resins Limited, Sardar Chemical Industries Limited, Shabbir Tiles & Ceramics Limited, Chakwal Spinning Mills Limited, Habib Sugar Mills Limited, Dynea Pakistan Limited, Agriauto Industries Limited, Thal Limited and Habib Modarba First which have a face value of Rs. 5 and for the shares of Karachi Electric Supply Company Limited which has a face value of Rs. 3.5.

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6.3 Investments - 'held to maturity'

| | At cost | | | Percentage of net assets |
|--|--------------------|-----------------------------|--------------------|--------------------------|
| | As at 01 July 2016 | Redemptions during the year | As at 30 June 2017 | |
| | (Rupees in '000) | | | (%) |
| Investment in securities classified as - 'held to maturity' | | | | |
| Investment under Morabaha Arrangements | | | | |
| Textile Management (Private) Limited | 4,125 | - | 4,125 | 0.01 |
| Pak China Fertilizers Limited | 27,000 | - | 27,000 | 0.03 |
| Quaidabad Woolen Mills Limited | 23,000 | - | 23,000 | 0.03 |
| | 54,125 | - | 54,125 | 0.07 |
| Less : Provision for impairment loss | (54,125) | - | (54,125) | (0.07) |
| | - | - | - | - |
| Participation Term Certificates | | | | |
| Adamjee Paper & Board Mills Limited | 10,500 | - | 10,500 | 0.01 |
| Less: Provision for impairment loss | (10,500) | - | (10,500) | (0.01) |
| | - | - | - | - |
| Term Finance Certificates and Redeemable Capital | | | | |
| Adamjee Paper & Board Mills Limited | 8,125 | - | 8,125 | 0.01 |
| Naimat Basal Oil & Gas Securitization Company Limited | 2 | - | 2 | - |
| Pakistan Telecommunication Limited (PTC) / BEL | 753 | - | 753 | - |
| | 8,880 | - | 8,880 | 0.01 |
| Less : Provision for impairment loss | (8,880) | - | (8,880) | (0.01) |
| | - | - | - | - |
| Total | 73,505 | - | 73,505 | 0.09 |
| Less : Provision for impairment loss | (73,505) | - | (73,505) | (0.09) |
| | - | - | - | - |

6.4 Investments include shares with market value of Rs. 692.501 million (30 June 2016: Rs. 799.24 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 22 October 2007 issued by the Securities and Exchange Commission of Pakistan.

6.4.1 As at 30 June 2017 market value of Rs. 5,655.455 million securities have been given as collateral against short term finances (30 June 2016: Nil).

6.5 The investment portfolio of the Fund includes 20,074,499 shares of Pakistan State Oil Company Limited and 18,338,031 shares of Sui Northern Gas Pipelines Limited, which have been frozen by the Government of Pakistan (GoP) for sale in the equity market due to their proposed privatisation. The 20,074,499 frozen shares and 26,500 free shares (Total = 20,100,999 shares) of Pakistan State Oil Company Limited (PSO) having market value of Rs. 7,786.122 million as on 30 June 2017 out of total 12,673,295 shares of PSO are held physically by CDC-Trustee and remaining 7,427,704 shares of PSO are physically held by National Bank of Pakistan (the former Trustee) having title National Bank of Pakistan - Trustee Wing.

6.6 Finance Act 2014 has introduced tax on bonus shares issued by the Companies. Most Equity Funds including NI(U)T Fund have challenged the applicability of withholding tax provision on bonus shares before Honorable High Court of Sindh ("the Court") on various legal grounds and have sought relief from the Court. The Court, in its order dated 25 November 2014, has granted interim relief by passing the restraining order whereby the Defendants, (issuers of the bonus shares) have refrained from deducting and / or transferring 5% withholding tax on bonus shares issued by them.

As an abundant caution, the NI(U)T Fund has made payments which is equivalent to 5% value of the respective bonus shares, determined on the basis of day-end price on the first day of book closure. These payments have been recorded as part of cost of

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respective investments. Detail is as follows:

| | 5% (No. of bonus shares) | Market value / carrying value as on '30 June 2017 (Rupees in '000) | Payment made to investee companies |
|---|--------------------------|---|------------------------------------|
| Security Papers Limited * | 21,958 | 3,205 | 1,446 |
| Searle Pakistan Limited * | 36,230 | 18,549 | 6,856 |
| Suraj Cotton Mills Limited * | 2,357 | 370 | 256 |
| Suraj Cotton Mills Limited * | 2,840 | 446 | 355 |
| Faysal Bank Limited * | 41,151 | 926 | 630 |
| Shezan International Limited * | 6,904 | 3,279 | 6,317 |
| Gul Ahmed Textile Mills Limited ** | 49,732 | 2,038 | - |
| Mari Petroleum Company Limited ** | 38,238 | 60,249 | - |
| Searle Pakistan Limited** | 14,154 | 7,247 | - |
| United Distributors Pakistan Limited ** | 9,946 | 666 | - |
| Synthetic Product Enterprise Limited ** | 990 | 75 | - |
| Jauharabad Sugar Mills Limited ** | 3,600 | 203 | - |
| Highnoon Laboratories Limited ** | 2,563 | 1,605 | - |
| Suraj Cotton Mills Limited ** | 2,582 | 405 | 403 |
| Faysal Bank Limited *** | 5,837 | 131 | 125 |
| Highnoon Laboratories Limited*** | 2,299 | 1,440 | 1,044 |
| Highnoon Laboratories Limited *** | 2,671 | 1,673 | 663 |
| Kohinoor Textile Mills Limited*** | 16,963 | 1,783 | 1,172 |
| Searle Pakistan Limited *** | 20,958 | 10,730 | 10,472 |
| Searle Pakistan Limited *** | 16,348 | 8,370 | 9,919 |
| Searle Pakistan Limited *** | 22,656 | 11,600 | 9,216 |
| United Distributors Pakistan Limited*** | 4,520 | 303 | 144 |
| | | 135,293 | 49,018 |

* Security Papers Limited, Searle Pakistan Limited, Suraj Cotton Mills Limited, Faysal Bank Limited and Shezan International Limited have released the above mentioned bonus shares and have retained the payments.

** Gul Ahmed Textile Mills Limited and Mari Petroleum Company Limited have returned the payments on 05 December 2014 and 14 January 2015 respectively and have not released the shares due to court order and recorded as liability. Searle Pakistan Limited, United Distributor Pakistan Limited, Synthetic Product Enterprise Limited, Jauharabad Sugar Mill Limited, Highnoon Laboratories Limited & Suraj Cotton Mills Limited has not demanded the payment due to filing of petition by the fund, however the management has recorded a payable under prudence basis (refer note 12).

*** Faysal Bank Limited , Highnoon Laboratories Limited, Kohinoor Textile Mills Limited, Searle Pakistan Limited & United Distributors Pakistan Limited has not released the bonus shares and retained the payment due to court order.

6.7 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

| | 2017 (Rupees in '000) | 2016 |
|--|--------------------------|----------------|
| Market value / carrying value of investments | 4,556,802 | 2,841,996 |
| Less: Carrying cost of investments | (2,675,377) | (2,700,833) |
| | 1,881,425 | 141,163 |

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| 6.8 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'available for sale' | 2017 (Rupees in '000) | 2016 |
|---|--------------------------|--------------------|
| Market value / carrying value of investments | 6.2.1 78,378,188 | 64,626,481 |
| Less: | | |
| Carrying cost of investments | 6.8.1 30,880,274 | 31,420,738 |
| Provision for impairment thereagainst | (19,539,654) | (19,511,888) |
| | 11,340,620 | 11,908,850 |
| | <u>67,037,568</u> | <u>52,717,631</u> |
| Less: Net unrealised appreciation on re-measurement investments at the beginning of the year | (52,717,631) | (54,374,307) |
| Net unrealised appreciation / (diminution) during the year | <u>14,319,937</u> | <u>(1,656,676)</u> |
| 6.8.1 Provision for impairment against equity securities | | |
| Balance as at 1 July | 19,511,888 | 19,510,464 |
| Charge for the year | 42,122 | 17,465 |
| Reversal of impairment of securities sold | (14,356) | (16,041) |
| Balance as at 30 June | <u>19,539,654</u> | <u>19,511,888</u> |
| 7 DIVIDEND AND OTHER RECEIVABLES | | |
| Dividend receivable | 323,936 | 48,622 |
| Profit on term finance certificates | 23,705 | 23,705 |
| Less: Provision against doubtful receivables | (23,705) | (23,705) |
| | - | - |
| Profit on Morabaha arrangements | 51,267 | 51,267 |
| Less: Provision against doubtful profit on Morabaha arrangements | (51,267) | (51,267) |
| | - | - |
| Mark-up receivable on bank deposits | 289 | 1,291 |
| Advance against pre-IPO investment | 7.1 150,000 | 150,000 |
| Less: Provision against doubtful receivables | (150,000) | (150,000) |
| | - | - |
| Other receivables | 14,694 | 14,694 |
| Less: Provision against doubtful receivables | (14,694) | (14,694) |
| | - | - |
| | <u>324,225</u> | <u>49,913</u> |
| 7.1 This represents Rs. 150 million (2016: Rs. 160 million) which the Fund had subscribed towards the term finance certificates of an issuer as Pre-IPO on 13 March 2008. Under the agreement, the issuer was required to complete the public offering by 23 November 2008. However no public offering has been carried out by the issuer. In addition, profit on the advance against subscription, due after six months from the date of subscription, has also not been received by the Fund. As a matter of prudence, the Fund has made a provision of 100% against this advance. | | |
| 7.2 In prior years, provision has been made against certain unreconciled balances. | | |
| 8 SECURITY DEPOSITS | | |
| Central Depository Company of Pakistan Limited | 100 | 100 |
| National Clearing Company of Pakistan Limited | 2,500 | 2,500 |
| | <u>2,600</u> | <u>2,600</u> |

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9 SHORT TERM BORROWINGS

During the year short term loan financing amounting to Rs. 2.8 billion was obtained from various commercial banks under mark-up arrangement ranging from 6.29% to 6.53% per annum. The principle on these loans were partially repaid during the year amounting to Rs 1.6 billion. Therefore, Rs. 1.2 billion is outstanding as at 30 June 2017.

10 PAYABLE TO NATIONAL INVESTMENT TRUST LIMITED - MANAGEMENT COMPANY

| | | 2017 | 2016 |
|--|------|------------------|----------------|
| | | (Rupees in '000) | |
| On account of: | | | |
| - Management remuneration | 10.1 | 85,144 | 54,043 |
| - Sindh Sales Tax on management remuneration | 10.2 | 11,070 | 8,778 |
| - Preliminary charges and handling fee | | 2 | 788 |
| - Allocation of expenses related to registrar services, accounting, operation and valuation services | 10.3 | 7,139 | 5,402 |
| - Redemption of units | | 200,000 | 200,000 |
| | | <u>303,355</u> | <u>269,011</u> |

10.1 Under the revised Non-Banking Finance Companies & Notified Entities Regulations 2008, notified on 25 November 2015, the Management Company of the Fund is entitled to a remuneration of an amount not exceeding 2 percent of average annual net assets. During the current year, the Management Company has charged its remuneration at the rate of 1 percent per annum (30 June 2016: 1 percent per annum) of the average net assets for the period from 1 July 2016 to 5 July 2017 which was subject to maximum of 1% of the value of the Fund and effective from 6 February 2017, the Management Company has charged its remuneration to 1.2% of the average net assets for the period. The remuneration is paid on a monthly basis in arrears.

10.2 The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Management Company through Sindh Sales Tax on Services Act, 2011, effective from 01 July 2011. During the year, Sindh Sales Tax at the rate of 13% (30 June 2016: 14%) was charged on management remuneration.

10.3 Securities and Exchange Commission of Pakistan through its SRO 1160(I)/2015 dated 25 November 2015 has revised the Non-Banking Finance Companies and Notified Entities Regulations, 2008. In the revised regulations a new clause 60(3)(s) has been introduced allowing the Management Company to charge "fees and expenses related to registrar services, accounting, operation and valuation services related to CIS maximum up to 0.1% of average annual net assets of the Scheme or actual whichever is less" from the mutual funds managed by it.

11 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

| | | | |
|--|------|--------------|--------------|
| Trustee remuneration | 11.1 | 2,611 | 2,267 |
| Sindh Sales Tax on remuneration to Trustee | 11.2 | 339 | 317 |
| | | <u>2,950</u> | <u>2,584</u> |

11.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at 30 June 2017 is as follows:

| Net assets | Tariff per annum |
|----------------------------------|--|
| Upto Rs 1 billion | 0.2% p.a. of net assets |
| Rs. 1 billion to Rs. 10 billion | Rs. 2 million plus 0.1% of net assets exceeding Rs. 1 billion |
| Rs. 10 billion to Rs. 20 billion | Rs. 11 million plus 0.06% of net assets exceeding Rs. 10 billion |
| Rs. 20 billion to Rs. 35 billion | Rs. 17 million plus 0.03% of net assets exceeding Rs. 20 billion |
| Over Rs. 35 billion | Rs. 21.5 million plus 0.02% of net assets exceeding Rs. 35 billion |

The remuneration is paid to the Trustee monthly in arrears.

11.2 The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011, effective from 1 July 2015. During the year, Sindh Sales Tax at the rate of 13% (30 June 2016: 14%) was charged on Trustee remuneration.

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12 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Under the provisions of the Non Banking Finance Companies and Notified Entities Regulations, 2008, a collective investment scheme categorised as Equity scheme is required to pay as annual fee to the SECP, an amount equal to 0.095 percent of the average annual net assets of the Fund.

13 ACCRUED EXPENSES AND OTHER LIABILITIES

| | | 2017 | 2016 |
|--|------|------------------|----------------|
| | | (Rupees in '000) | |
| Provision for Sindh Workers' Welfare Fund | 13.1 | 346,997 | - |
| Provision for Workers' Welfare Fund | 13.1 | - | 507,371 |
| Federal Excise Duty | 13.2 | 289,563 | 289,563 |
| Excess dividend received | | 23,416 | 20,187 |
| Distribution not claimed by unit holders | | 5,479 | 5,257 |
| Brokerage payable against purchase of shares | | 4,392 | 1,168 |
| Financial charges payable | 9 | 13,258 | - |
| Auditors' remuneration | | 578 | 635 |
| Legal and professional charges | | 314 | 1,180 |
| Zakat | | 35,824 | 35,077 |
| Capital gain tax | | 1,624 | 519 |
| Withholding tax | | 103,260 | 693 |
| Printing charges payable | | 238 | 1,010 |
| Payable to National Clearing Company of Pakistan Limited | | 20 | 20 |
| Payable against bonus shares | | 28,934 | 26,062 |
| | | 853,897 | 888,742 |

13.1 The Finance Act, 2008 introduced amendments to the Workers' Welfare Fund (WWF) Ordinance, 1971 whereby the definition of industrial establishment was extended. The amendments were challenged at various levels and conflicting judgments were rendered by the Lahore High Court, Sindh High Court and Peshawar High Court. The Honourable Supreme Court of Pakistan vide its judgment dated 10 November 2016, has upheld the view of Lahore High Court and decided that WWF is not a tax and hence the amendments introduced through Finance Act, 2008 are ultra-vires to the Constitution. The Federal Board of Revenue has filed Civil Review Petitions in respect of above judgment with the prayer that the judgment dated 10 November 2016 passed in the Civil Appeal may kindly be reviewed in the interest of justice.

The Mutual Fund Association of Pakistan (MUFAP), after deliberating the position and obtaining advice from the legal counsel, decided that the provision for WWF held for the period from 1 January 2013 to 30 June 2015 should be reversed effective from 12 January 2017. Accordingly, the provision amounted to Rs. 507.371 million has been reversed on 12 January 2017.

Furthermore, the Sindh Revenue Board (SRB) had written to few mutual funds in January 2016 to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. MUFAP reviewed the issue and based on an opinion obtained in August 2016 decided that SWWF is not applicable on mutual funds as they are not financial institutions as required by SWWF Act, 2014. MUFAP wrote to SRB that mutual funds are not establishments and are pass through vehicles hence, they do not have any worker and no SWWF is payable by them. SRB responded back that as mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001, therefore SWWF is applicable on mutual funds. MUFAP has taken up this matter before the Sindh Finance Ministry to exclude mutual funds from SWWF.

MUFAP has also taken a legal opinion that SWWF, if applicable, can only be applied from the date of enactment of SWWF Act, 2014, i.e. 21 May 2015. Accordingly, on 12 January 2017, MUFAP as an abundant caution, has decided to provide for SWWF with effect from 21 May 2015, while the efforts to exclude mutual funds from SWWF continue. The provision made for SWWF on 12 January 2017 is amounted to Rs. 253.730 million. Thereafter the provision for SWWF is being made on a daily basis. Had the SWWF not been provided, the NAV per unit of the Fund would have been higher by Rs. 0.3552 (30 June 2016: Nil).

13.2 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 13 June 2013. 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, hence a petition was collectively filed by the Mutual Fund Association of Pakistan with the Honorable Sindh High Court (SHC) on 4 September 2013.

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The Honorable Sindh High Court (SHC) through its recent order dated 2 June 2016, in CPD-3184 of 2014 (and others) filed by various taxpayers, has inter alia declared that Federal Excise Act 2005 (FED Act) is on services, other than shipping agents and related services, is ultra vires to the Constitution from 01 July 2011. However, the declaration made by the Honorable Court, as directed, will have affect in the manner prescribed in the judgment. The Sindh High Court in its decision dated 16 July 2016 in respect of constitutional petition filed by management companies of mutual funds maintained the previous order on the FED.

Sindh Revenue Board and Federal Board of Revenue have filed appeals before Honourable Supreme Court against the Sindh High Court's decision dated 2 June 2016, which is pending for the decision. However, after the exclusion of the mutual funds from federal statute on FED from 1 July 2016, the Fund has discontinued making the provision in this regard.

Since the appeal is pending in the Supreme Court of Pakistan, the Management Company as a matter of abundant caution has retained provision for FED on management fee aggregating to Rs. 306.89 million out of which Rs. 17.327 million have been paid to the Management Company. Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Rs. 0.3142 (30 June 2016: Rs. 0.2992) per unit.

14 DIVIDEND PAYABLE AND UNCLAIMED DISTRIBUTION

As at each accounting date, the amount of cash required to affect distribution of profits amongst holders of registered and bearer units, is transferred to a special account titled Distribution account. The aggregate balance in such accounts for the years 1997-98 and earlier in case of distribution to registered unit holders and 1999-2000 and earlier in case of distribution to bearer unit holders exceeds the liability for unclaimed distribution by approximately Rs. 31.469 million. This amount represents payments of dividend out of accounts other than the relevant Distribution account.

15 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 June 2017 (2016: Nil).

16 NUMBER OF UNITS IN ISSUE

| | 30 June 2017 | | | 30 June 2016 |
|---|------------------------------|-------------------|--------------------|----------------------|
| | Registered | Bearer | Total | Total |
| | ------(Number of units)----- | | | |
| Total outstanding at the beginning of the year | 1,005,293,825 | 20,547,590 | 1,025,841,415 | 1,111,489,817 |
| Add: Sales during the year | 88,758,864 | - | 88,758,864 | 37,956,495 |
| Units issued under Cumulative Investment Plan (CIP) during the year | 22,472,003 | - | 22,472,003 | 29,748,619 |
| Conversion of bearer units into registered units | 14,490 | (14,490) | - | - |
| | 1,116,539,182 | 20,533,100 | 1,137,072,282 | 1,179,194,931 |
| Less: Repurchases during the year | (160,260,045) | - | (160,260,045) | (153,353,516) |
| Total units in issue at the end of the year | 956,279,137 | 20,533,100 | 976,812,237 | 1,025,841,415 |

17 AUDITORS' REMUNERATION

| | 2017 | 2016 |
|---|------------------|------------|
| | (Rupees in '000) | |
| Annual audit fee | 550 | 550 |
| Half yearly review | 240 | 240 |
| Out of pocket expenses and others including government levy | 112 | 169 |
| | 902 | 959 |

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18 TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The Board of Directors of the Management Company in their meeting held on 22 June 2017 has distributed more than ninety percent of the Fund's accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders during the year. Accordingly no provision has been made in the financial statements for the year ended 30 June 2017.

19 TOTAL EXPENSE RATIO

Total expense ratio (all the expenses, including government levies, incurred during the year divided by average net asset value for the year) is 1.29% per annum. Total expense ratio (excluding government levies) is 1.25% per annum.

20 FINANCIAL INSTRUMENTS BY CATEGORY

| | As at 30 June 2017 | | | |
|--------------------------------|------------------------------|-----------------------------------|--------------------|-------------------|
| | Loans and receivables | Fair value through profit or loss | Available for sale | Total |
| | ----- (Rupees in '000) ----- | | | |
| Assets | | | | |
| Bank balances | 3,541,231 | - | - | 3,541,231 |
| Investments | - | 4,556,802 | 78,378,188 | 82,934,990 |
| Dividend and other receivables | 324,225 | - | - | 324,225 |
| Security deposits | 2,600 | - | - | 2,600 |
| | 3,868,056 | 4,556,802 | 78,378,188 | 86,803,046 |

| | As at 30 June 2017 | | |
|---|--|-------------------|------------------|
| | Liabilities at fair value through profit or loss | At amortised cost | Total |
| | ----- (Rupees in '000) ----- | | |
| Liabilities | | | |
| Short term borrowings | - | 1,200,000 | 1,200,000 |
| Payable to National Investment Trust Limited - Management Company | - | 303,355 | 303,355 |
| Payable to Central Depository Company of Pakistan Limited - Trustee | - | 2,950 | 2,950 |
| Payable against redemption of units | - | 20,960 | 20,960 |
| Accrued expenses and other liabilities | - | 76,629 | 76,629 |
| Dividend payable and unclaimed distribution | - | 2,550,493 | 2,550,493 |
| | - | 2,954,387 | 2,954,387 |

| | As at 30 June 2016 | | | |
|--|------------------------------|-----------------------------------|--------------------|-------------------|
| | Loans and receivables | Fair value through profit or loss | Available for sale | Total |
| | ----- (Rupees in '000) ----- | | | |
| Assets | | | | |
| Bank balances | 2,046,114 | - | - | 2,046,114 |
| Investments | - | 2,841,996 | 64,626,481 | 67,468,477 |
| Receivable against sale of investments | 130 | - | - | 130 |
| Dividend and other receivables | 49,913 | - | - | 49,913 |
| Security deposits | 2,600 | - | - | 2,600 |
| | 2,098,757 | 2,841,996 | 64,626,481 | 69,567,234 |

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As at 30 June 2016

| Liabilities at fair value through profit or loss | At amortised cost | Total |
|---|-------------------|------------------|
| ----- (Rupees in '000) ----- | | |
| Payable to National Investment Trust Limited - Management Company | - | 269,011 |
| Payable to Central Depository Company of Pakistan Limited - Trustee | - | 2,584 |
| Payable against redemption of units | - | 15,554 |
| Payable against purchase of investments | - | 39,678 |
| Accrued expenses and other liabilities | - | 55,519 |
| Dividend payable and unclaimed distribution | - | 1,459,418 |
| | <u>1,459,418</u> | <u>1,459,418</u> |
| | <u>1,841,764</u> | <u>1,841,764</u> |

Liabilities

21 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

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

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

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

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

21.5 Transactions during the year

2017 **2016**
(Rupees in '000)

National Investment Trust Limited - Management Company

| | | |
|--|------------------|-----------|
| Issuance of 4,008,379 units under CIP (2016: 5,712,925 units) | 335,702 | 364,885 |
| Redemption of 12,449,797 units (2016: 23,535,860 units) | 1,050,000 | 1,500,000 |
| Remuneration to the Management Company | 892,772 | 654,396 |
| Sindh Sales Tax on management remuneration | 116,060 | 106,274 |
| Sales load on issue of units | 9 | 4,377 |
| Allocation of expenses related to registrar services, accounting, operation and valuation services | 82,130 | 38,583 |

Central Depository Company of Pakistan Limited - Trustee

| | | |
|--|---------------|--------|
| Remuneration to the Trustee | 30,939 | 27,627 |
| Sindh Sales Tax on remuneration to Trustee | 4,022 | 3,867 |
| Custodian charges | 385 | 563 |

Directors and key management personnel

| | | |
|---|---------------|--------|
| Issue of 67,559 units (2016: 31,126 units) | 6,170 | 2,076 |
| Issue of 6,565 units under CIP (2016: 16,978 units) | 388 | 1,082 |
| Redemption of 229,570 units (2016: 245,967 units) | 17,644 | 15,139 |

National Investment Trust Limited Pension Fund

| | | |
|--|---------------|---|
| Redemption of 282,280 units (2016: Nil) | 26,209 | - |
| Issue of 94,882 units under CIP (2016: Nil) | 7,946 | - |

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

| 21.6 Amounts outstanding as at year end | 2017 | 2016 |
|---|------------------|-----------|
| | (Rupees in '000) | |
| National Investment Trust Limited - Management Company | | |
| 86,870,756 units held (2016: 95,312,174 units) | 7,274,557 | 6,209,588 |
| Management remuneration payable | 85,144 | 54,043 |
| Sindh Sales Tax payable | 11,070 | 8,778 |
| Preliminary charges and handling fee payable | 2 | 788 |
| Allocation of expenses related to registrar services, accounting, operation and valuation services | 7,139 | 5,402 |
| Payable against redemption of units | 200,000 | 200,000 |
| Central Depository Company of Pakistan Limited - Trustee | | |
| Trustee remuneration payable | 2,611 | 2,267 |
| Sindh Sales Tax on remuneration to Trustee | 339 | 317 |
| National Investment Trust Limited Pension Fund | | |
| 2,113,014 units held (2016: 2,149,003 units) | 176,944 | 140,008 |
| Directors and key management personnel | | |
| 146,427 units held (2016: 301,873 units) | 12,262 | 19,559 |

22 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks; which includes market risk, credit risk and liquidity risk.

22.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio by exposures and by following the internal guidelines established by the investment committee and regulations laid down by the Securities and Exchange Commission of Pakistan.

Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk.

22.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pak Rupees.

22.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund does not hold any variable rate instruments and is not exposed to cash flow interest rate risk.

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instruments and is not exposed to cash flow interest rate risk.

Yield / interest rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on settlement date.

NATIONAL INVESTMENT (UNIT) TRUST
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FOR THE YEAR ENDED 30 JUNE 2017

As at 30 June 2017

| Effective yield / interest rate (%) | Exposed to yield / interest rate risk | | | Not exposed to yield / interest rate risk | Total |
|-------------------------------------|---------------------------------------|---|--------------------|---|-------|
| | Up to three months | More than three months and up-to one year | More than one year | | |

(Rupees in '000)

On-balance sheet financial instruments

Financial assets

| | | | | | | |
|--------------------------------|-------------|------------------|---|---|-------------------|-------------------|
| Bank balances | 3.75 - 6.50 | 3,538,492 | - | - | 2,739 | 3,541,231 |
| Investments | | - | - | - | 82,934,990 | 82,934,990 |
| Dividend and other receivables | | - | - | - | 324,225 | 324,225 |
| Security deposits | | - | - | - | 2,600 | 2,600 |
| | | <u>3,538,492</u> | - | - | <u>83,264,554</u> | <u>86,803,046</u> |

Financial liabilities

| | | | | | | |
|---|--|------------------|---|---|------------------|------------------|
| Short term borrowings | | 1,200,000 | - | - | - | 1,200,000 |
| Payable to National Investment Trust Limited - Management Company | | - | - | - | 303,355 | 303,355 |
| Payable to Central Depository Company of Pakistan Limited - Trustee | | - | - | - | 2,950 | 2,950 |
| Payable against redemption of units | | - | - | - | 20,960 | 20,960 |
| Payable against purchase of investments | | - | - | - | - | - |
| Accrued expenses and other liabilities | | - | - | - | 76,629 | 76,629 |
| Dividend payable and unclaimed distribution | | - | - | - | 2,550,493 | 2,550,493 |
| | | <u>1,200,000</u> | - | - | <u>2,954,387</u> | <u>4,154,387</u> |

On-balance sheet gap

| | | | | | | |
|--|--|------------------|---|---|-------------------|-------------------|
| | | <u>2,338,492</u> | - | - | <u>80,310,167</u> | <u>82,648,659</u> |
|--|--|------------------|---|---|-------------------|-------------------|

Off-balance sheet financial instruments

| | | | | | | |
|--|--|---|---|---|---|---|
| | | - | - | - | - | - |
|--|--|---|---|---|---|---|

Off-balance sheet gap

| | | | | | | |
|--|--|---|---|---|---|---|
| | | - | - | - | - | - |
|--|--|---|---|---|---|---|

Total interest rate sensitivity gap

| | | | | | | |
|--|--|------------------|---|---|-------------------|-------------------|
| | | <u>2,338,492</u> | - | - | <u>80,310,167</u> | <u>82,648,659</u> |
|--|--|------------------|---|---|-------------------|-------------------|

Cumulative interest rate sensitivity gap

| | | | | | | |
|--|--|------------------|------------------|------------------|--|--|
| | | <u>2,338,492</u> | <u>2,338,492</u> | <u>2,338,492</u> | | |
|--|--|------------------|------------------|------------------|--|--|

As at 30 June 2016

| Effective yield / interest rate (%) | Exposed to yield / interest rate risk | | | Not exposed to yield / interest rate risk | Total |
|-------------------------------------|---------------------------------------|---|--------------------|---|-------|
| | Up to three months | More than three months and up-to one year | More than one year | | |

(Rupees in '000)

On-balance sheet financial instruments

Financial assets

| | | | | | | |
|--|-------------|------------------|---|---|-------------------|-------------------|
| Bank balances | 4.00 - 7.25 | 2,044,138 | - | - | 1,976 | 2,046,114 |
| Investments | | - | - | - | 67,468,477 | 67,468,477 |
| Receivable against sale of investments | | - | - | - | 130 | 130 |
| Dividend and other receivables | | - | - | - | 49,913 | 49,913 |
| Security deposits | | - | - | - | 2,600 | 2,600 |
| | | <u>2,044,138</u> | - | - | <u>67,523,096</u> | <u>69,567,234</u> |

Financial liabilities

| | | | | | | |
|---|--|---|---|---|------------------|------------------|
| Payable to National Investment Trust Limited - Management Company | | - | - | - | 269,011 | 269,011 |
| Payable to Central Depository Company of Pakistan Limited - Trustee | | - | - | - | 2,584 | 2,584 |
| Payable against redemption of units | | - | - | - | 15,554 | 15,554 |
| Payable against purchase of investments | | - | - | - | 39,678 | 39,678 |
| Accrued expenses and other liabilities | | - | - | - | 55,519 | 55,519 |
| Dividend payable and unclaimed distribution | | - | - | - | 1,459,418 | 1,459,418 |
| | | - | - | - | <u>1,841,764</u> | <u>1,841,764</u> |

NATIONAL INVESTMENT (UNIT) TRUST
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FOR THE YEAR ENDED 30 JUNE 2017

As at 30 June 2016

| Effective yield / interest rate (%) | Exposed to yield / interest rate risk | | | Not exposed to yield / interest rate risk | Total |
|---|---------------------------------------|---|--------------------|---|------------|
| | Up to three months | More than three months and up-to one year | More than one year | | |
| ----- (Rupees in '000) ----- | | | | | |
| On-balance sheet gap | 2,044,138 | - | - | 65,681,332 | 67,725,470 |
| Off-balance sheet financial instruments | - | - | - | - | - |
| Off-balance sheet gap | - | - | - | - | - |
| Total interest rate sensitivity gap | 2,044,138 | - | - | 65,681,332 | 67,725,470 |
| Cumulative interest rate sensitivity gap | 2,044,138 | 2,044,138 | 2,044,138 | | |

22.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund is exposed to equity price risk because of investments held by the Fund and classified on the statement of assets and liabilities' as available for sale and at fair value through profit or loss. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 10% of net assets, or issued capital of the investee company and sector exposure limit to 30% of net assets or index weight of the security whichever is higher, subject to maximum of 35% of the net assets.

In case of 5% increase / decrease in PSX 100 index on 30 June 2017, with all other variables held constant, net income of the Fund for the year would increase / (decrease) by Rs. 227.840 million (2016: Rs. 142.100 million) as a result of gains / (losses) on equity securities classified as fair value through profit or loss. Other components of equity of the Fund would increase / decrease by Rs. 3,918.909 million (2016: Rs. 3,231.324 million) as a result of gains / (losses) on equity securities classified as available for sale. Accordingly, the net assets of the Fund would increase / (decrease) as a result of gains / (losses) on investment in equity securities by Rs. 4,146.750 million (2016: 3,373.434 million).

The analysis is based on the assumption that equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the PSX 100 Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2017 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the PSX 100 Index.

22.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk arises from deposits with banks and financial institutions, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investments in debt securities. For banks and financial institutions, only reputed parties are accepted. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery using the National Clearing Company of Pakistan Limited. The risk of default is considered minimal due to inherent systematic measures taken therein. Risk attributable to investment in Treasury Bills is limited as these are guaranteed by the Federal Government.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. The Fund does not expect to incur material credit losses on its financial assets.

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The analysis below summarises the credit quality of the Fund's financial assets as at 30 June 2017 and 30 June 2016:

| Name of the bank | Balance as at 30 June 2017 | Rating agency | Published rating | Percentage of total bank balances |
|---------------------------|----------------------------|---------------|------------------|-----------------------------------|
| (Rupees in '000) | | | | |
| National Bank of Pakistan | 613 | PACRA | AAA | 0.02 |
| United Bank Limited | 913 | JCR-VIS | AAA | 0.03 |
| MCB Limited | 18,493 | PACRA | AAA | 0.52 |
| Bank Al-Habib Limited | 3,498,549 | PACRA | AA+ | 98.79 |
| Allied Bank Limited | 1,360 | PACRA | AA+ | 0.04 |
| Bank Al-Falah Limited | 529 | PACRA | AA+ | 0.01 |
| Soneri Bank Limited | 211 | PACRA | AA- | 0.02 |
| Summit Bank Limited | 20,563 | JCR-VIS | A- | 0.58 |
| | <u>3,541,231</u> | | | <u>100.00</u> |

| Name of the bank | Balance as at 30 June 2016 | Rating agency | Published rating | Percentage of total bank balances |
|---------------------------|----------------------------|---------------|------------------|-----------------------------------|
| (Rupees in '000) | | | | |
| National Bank of Pakistan | 425 | PACRA | AAA | 0.02 |
| Habib Bank Limited | 8,555 | JCR-VIS | AAA | 0.42 |
| Bank Al-Habib Limited | 1,709,891 | PACRA | AA+ | 83.57 |
| United Bank Limited | 702 | JCR-VIS | AAA | 0.03 |
| Allied Bank Limited | 426 | PACRA | AA+ | 0.02 |
| NIB Bank Limited | 714 | PACRA | AA- | 0.03 |
| Bank Al-Falah Limited | 1,973 | PACRA | AA | 0.10 |
| Summit Bank Limited | 68,203 | JCR-VIS | A- (SO) | 3.33 |
| Soneri Bank Limited | 252,789 | PACRA | A1+ | 12.36 |
| MCB Limited | 2,436 | PACRA | A1+ | 0.12 |
| | <u>2,046,114</u> | | | <u>100.00</u> |

The maximum exposure to credit risk before any credit enhancement as at 30 June 2017 is the carrying amount of the financial assets. Investments in equity securities, however, are not exposed to credit risk.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is mostly concentrated in equity securities.

22.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Fund is exposed to the daily settlement of equity securities and to daily cash redemptions, if any. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed off. The Fund's listed securities are considered readily realisable, as they are listed on the Pakistan Stock Exchange. The Fund has the ability to borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to ten percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemption requests during the year.

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The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the year end date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows:

| As at 30 June 2017 | | | | | |
|---|--------------------|--------------------------------------|---------------|---|--|
| Total | Up to three months | Over three months and up to one year | Over one year | | |
| ----- (Rupees in '000) ----- | | | | | |
| Financial liabilities | | | | | |
| Short term borrowings | 1,200,000 | 1,200,000 | - | - | |
| Payable to the National Investment Trust Limited - Management Company | 303,355 | 303,355 | - | - | |
| Payable to the Central Depository Company of Pakistan Limited - Trustee | 2,950 | 2,950 | - | - | |
| Payable against redemption of units | 20,960 | 20,960 | - | - | |
| Accrued expenses and other liabilities | 76,629 | 76,629 | - | - | |
| Dividend payable and unclaimed distribution | 2,550,493 | 2,550,493 | - | - | |
| | 2,954,387 | 2,954,387 | - | - | |
| Unit holders' fund | 81,793,413 | 81,793,413 | | | |

| As at 30 June 2016 | | | | | |
|---|--------------------|--------------------------------------|---------------|---|--|
| Total | Up to three months | Over three months and up to one year | Over one year | | |
| ----- (Rupees in '000) ----- | | | | | |
| Financial liabilities | | | | | |
| Payable to the National Investment Trust Limited - Management Company | 269,011 | 269,011 | - | - | |
| Payable to the Central Depository Company of Pakistan Limited - Trustee | 2,584 | 2,584 | - | - | |
| Payable against redemption of units | 15,554 | 15,554 | - | - | |
| Payable against purchase of investments | 39,678 | 39,678 | - | - | |
| Accrued expenses and other liabilities | 55,519 | 55,519 | - | - | |
| Dividend payable and unclaimed distribution | 1,459,418 | 1,459,418 | - | - | |
| | 1,841,764 | 1,841,764 | - | - | |
| Unit holders' fund | 66,830,297 | 66,830,297 | | | |

23 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

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The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 22, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of scheme. The Fund has maintained and complied with the requirements of minimum fund size during the year.

24 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 prices 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.

| | | 30 June 2017 | | | | | | | | |
|---|------|------------------------|-----------------------------------|-----------------------|-----------------------------|------------|------------|---------|---------|------------|
| | | Carrying value | | | | | Fair value | | | |
| | | Available - for - sale | fair value through profit or loss | 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 | | | | | | | | | | |
| | | 78,378,188 | 4,556,802 | - | - | 82,934,990 | 82,923,904 | - | 11,086 | 82,934,990 |
| Investments - Shares / units of mutual funds | | | | | | | | | | |
| Financial assets not measured at fair value | | | | | | | | | | |
| | 24.1 | | | | | | | | | |
| | | - | - | 3,541,231 | - | 3,541,231 | - | - | - | - |
| | | - | - | 324,225 | - | 324,225 | - | - | - | - |
| | | - | - | 2,600 | - | 2,600 | - | - | - | - |
| | | - | - | 3,868,056 | - | 3,868,056 | - | - | - | - |
| Financial liabilities not measured at fair value | | | | | | | | | | |
| | 24.1 | | | | | | | | | |
| | | - | - | - | 1,200,000 | 1,200,000 | - | - | - | - |
| | | - | - | - | 303,355 | 303,355 | - | - | - | - |
| | | | | | | | | | | |

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| 30 June 2017 | | | | | | | | |
|---|-----------------------------------|-----------------------|-----------------------------|-----------|------------|---------|---------|-------|
| Carrying value | | | | | Fair value | | | |
| Available - for - sale | fair value through profit or loss | Loans and receivables | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| (Rupees in '000) | | | | | | | | |
| Payable to Central Depository Company of Pakistan Limited - Trustee | - | - | 2,950 | 2,950 | - | - | - | - |
| Payable against redemption of units | - | - | 20,960 | 20,960 | - | - | - | - |
| Accrued expenses and other liabilities | - | - | 76,629 | 76,629 | - | - | - | - |
| Dividend payable and unclaimed distribution | - | - | 2,550,493 | 2,550,493 | - | - | - | - |
| | - | - | 4,154,387 | 4,154,387 | - | - | - | - |

| 30 June 2016 | | | | | | | | |
|--|-----------------------------------|-----------------------|-----------------------------|------------|------------|---------|---------|------------|
| Carrying value | | | | | Fair value | | | |
| Available-for-sale | fair value through profit or loss | 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 | | | | | | | | |
| Investments - Shares / units of mutual funds | 64,626,481 | 2,841,996 | - | 67,468,477 | 67,292,142 | - | 187,421 | 67,479,563 |
| Financial assets not measured at fair value | | | | | | | | |
| Bank balances | - | 2,046,114 | - | 2,046,114 | - | - | - | - |
| Receivable against sale of investments | - | 130 | - | 130 | - | - | - | - |
| Dividend and other receivables | - | 49,913 | - | 49,913 | - | - | - | - |
| Security deposits | - | 2,600 | - | 2,600 | - | - | - | - |
| | - | 2,098,757 | - | 2,098,757 | - | - | - | - |

| 30 June 2016 | | | | | | | | |
|---|-----------------------------------|-----------------------|-----------------------------|-----------|------------|---------|---------|-------|
| Carrying value | | | | | Fair value | | | |
| Available-for-sale | fair value through profit or loss | Loans and receivables | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| (Rupees in '000) | | | | | | | | |
| Financial assets not measured at fair value | | | | | | | | |
| Payable to National Investment Trust Limited - Management Company | - | - | 269,011 | 269,011 | - | - | - | - |
| Payable to Central Depository Company of Pakistan Limited - Trustee | - | - | 2,584 | 2,584 | - | - | - | - |
| Payable against redemption of units | - | - | 15,554 | 15,554 | - | - | - | - |
| Payable against purchase of investments | - | - | 39,678 | 39,678 | - | - | - | - |
| Accrued expenses and other liabilities | - | - | 55,519 | 55,519 | - | - | - | - |
| Dividend payable and unclaimed distribution | - | - | 1,459,418 | 1,459,418 | - | - | - | - |
| | - | - | 1,841,764 | 1,841,764 | - | - | - | - |

24.1 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.

25 TRANSACTIONS WITH BROKERS / DEALERS

List of top ten brokers by percentage of commission paid for the year ended 30 June 2017:

| Particulars | Percentage (%) |
|--|----------------|
| Arif Habib Limited | 3.10 |
| AKD Securities Limited | 3.08 |
| JS Global Capital Limited | 3.00 |
| Concordia Securities (Private) Limited | 2.65 |
| Al-Habib Capital Markets (Private) Limited | 2.56 |
| Elixir Securities Pakistan (Private) Limited | 2.54 |
| Cassim Investment (Private) Limited | 2.54 |
| Lakhani Securites (Private) Limited | 2.52 |
| BMA Capital Management Limited | 2.50 |
| Habib Metro Financial Services Limited | 2.32 |

NATIONAL INVESTMENT (UNIT) TRUST

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FOR THE YEAR ENDED 30 JUNE 2017

List of top ten brokers by percentage of commission paid during year ended 30 June 2016:

| Particulars | Percentage (%) |
|--|----------------|
| Arif Habib Limited | 3.14 |
| JS Global Capital Limited | 3.06 |
| AKD Securities Limited | 2.93 |
| Al-Habib Capital Markets (Private) Limited | 2.91 |
| Concordia Securities (Private) Limited | 2.90 |
| Cassim Investment (Private) Limited | 2.90 |
| Lakhani Securites (Private) Limited | 2.88 |
| Elixir Securities Pakistan (Private) Limited | 2.83 |
| Habib Metro Financial Services Limited | 2.81 |
| Global Securities Pakistan Limited | 2.76 |

26 PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER

Details of members of the investment committee of the Fund are as follows:

| As at 30 June 2017 | | | | |
|--------------------|-------------------------|---|---|--------------------|
| S.No. | Name | Designation | Qualification | Experience (years) |
| 1 | Mr. Shahid Ghaffar | Chief Executive Officer / Managing Director | MBA | 40 |
| 2 | Mr. Manzoor Ahmed * | Chief Operating Officer / Head of Asset Management | MBA, DAIBP & Candidate for CFA Level III | 28 |
| 3 | Mr. Shahid Anwar | Head of MD's Secretariat and Personnel | MBA & DAIBP | 40 |
| 4 | Mr. Aamir Amin | Head of Finance | FCA | 20 |
| 5 | Mr. M. Imran Rafiq | Head of Research | MBA and CFA | 14 |
| 6 | Syed Raza Abbas Jaffery | Head of Trading | MBA | 20 |
| 8 | Mr. Ammar Habib | Manager / In-charge Risk Management | MS & FRM | 7 |
| 9 | Faisal Aslam | Head of Compliance | MBA (finance), BBA (hons), CIMA-ADIMA (UK) | 11.5 |

* Mr. Manzoor Ahmed is the Manager of the Fund and he is also managing NIT - State Enterprise Fund.

NATIONAL INVESTMENT (UNIT) TRUST

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

27 ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

The 323rd, 324th, 325th, 326th, 327th and 328th Board meetings were held on 7 September 2016, 28 October 2016, 13 January 2017, 27 February 2017, 28 April 2017 and 22 June 2017. respectively. Information in respect of attendance by the Directors in the meetings is given below:

| S.No. | Name of Director | Number of meetings | | | Meetings not attended |
|-------|------------------------------|-----------------------------------|----------|---------------|-----------------------|
| | | Held during tenor of directorship | Attended | Leave granted | |
| 1 | Mr. Shahid Ghaffar* | 5 | 5 | - | |
| 2 | Mr. Mian Nusrat-ud-Din | 6 | 5 | 1 | 328th meeting |
| 3 | Mr. Syed Ahmed Iqbal Ashraf* | 3 | 3 | - | |
| 4 | Mr. Jamal Nasim | 6 | 6 | - | |
| 5 | Mr. Muhtashim Ahmed Ashai | 6 | 5 | 1 | 324th meeting |
| 6 | Mr. Muhammad Hanif Akhai* | 2 | 1 | 1 | 324th meeting |
| 7 | Mr. Yameen Kerai | 6 | 6 | - | |
| 8 | Mr. Iqbal Adamjee | 6 | 6 | - | |
| 9 | Syed Arshad Ali* | 3 | 3 | - | |
| 10 | Mr Mansoor Masood Khan* | 2 | - | 2 | 327th & 328th meeting |
| 11 | Mr. Muhammad Siddique Memon* | 2 | 1 | 1 | 327th meeting |
| 12 | Mr. Arshad Ahmed | 6 | 6 | - | |
| 13 | Mr. Khalid Mohsin Shaikh* | 5 | 4 | 1 | 326th meeting |

* Syed Ahmed Iqbal Ashraf left on expiry of contract of directorship and Mr. Muhammad Hanif Akhai (nominee director of United Bank Limited), Syed Arshad Ali (nominee director of Pakistan Reinsurance Company Limited), Mr. Raymond Kotwal (nominee director of Habib Bank Limited) resigned w.e.f 27 February 2017, 13 January 2017, 27 February 2017 and 07 September 2016 respectively. Mr. Mansoor Masood Khan, Mr. Muhammad Siddique Memon and Mr. Khalid Mohsin Shaikh were appointed in their place w.e.f 13 January 2017, 27 February 2017 and 07 September 2016 respectively. Government of Pakistan appointed Mr. Shahid Ghaffar for a period of three years which expired on 22 May 2017.

28 PATTERN OF UNIT HOLDING

| Category | As at 30 June 2017 | | |
|--|------------------------|---------------------------------------|---------------|
| | Number of unit holders | Investment amount (Rupees in '000) | Percentage |
| Individuals | 47,000 | 30,945,321 | 37.83 |
| Associated Companies / Directors | 5 | 19,260 | 0.02 |
| Insurance Companies | 16 | 8,846,447 | 10.82 |
| Banks / Development Finance Institutions | 33 | 1,387,650 | 1.70 |
| Non-Banking Finance Institutions | 15 | 7,332,482 | 8.96 |
| Retirement funds | 338 | 23,902,791 | 29.22 |
| Public Limited Companies | 8 | 488,000 | 0.60 |
| Others | 485 | 8,871,464 | 10.85 |
| | 47,900 | 81,793,415 | 100.00 |

NATIONAL INVESTMENT (UNIT) TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

| Category | As at 30 June 2016 | | |
|--|------------------------|-------------------|------------|
| | Number of unit holders | Investment amount | Percentage |
| | (Rupees in '000) | | |
| Individuals | 47,259 | 25,067,552 | 37.51 |
| Associated Companies / Directors | 5 | 14,919 | 0.02 |
| Insurance Companies | 19 | 9,518,608 | 14.24 |
| Banks / Development Finance Institutions | 32 | 1,266,238 | 1.89 |
| Non-Banking Finance Institutions | 15 | 6,230,790 | 9.32 |
| Retirement funds | 340 | 18,731,951 | 28.03 |
| Public Limited Companies | 6 | 314,142 | 0.47 |
| Others | 491 | 5,686,097 | 8.51 |
| | 48,167 | 66,830,297 | 100.00 |

29 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on September 26, 2017 by the Board of Directors of the Management Company.

30 GENERAL

Figures have been rounded off to the nearest thousand rupees unless, otherwise specified.

For National Investment Trust Limited
(Management Company)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

NATIONAL INVESTMENT (UNIT) TRUST

PERFORMANCE TABLE

LAST 3 YEARS

| | | JUNE 17 | JUNE 16 | JUNE 15 |
|--|----------------|------------|------------|------------|
| Total Net Asset Value Ex-Dividend | (Rs. In 000's) | 81,793,413 | 66,830,297 | 70,852,025 |
| Net Asset Value per Unit Ex-dividend | (Rs./unit) | 83.74 | 65.15 | 63.75 |
| Last Issue Price per Unit * | (Rs./unit) | 90.75 | 71.60 | 69.95 |
| Last Repurchase Price per Unit * | (Rs./unit) | 88.24 | 69.65 | 68.00 |
| Highest Issue Price During the year | (Rs./unit) | 101.45 | 70.25 | 72.85 |
| Lowest Issue Price During the year | (Rs./unit) | 67.65 | 61.15 | 54.70 |
| Highest Repurchase Price During the year | (Rs./unit) | 98.49 | 68.17 | 70.72 |
| Lowest Repurchase Price During the year | (Rs./unit) | 65.65 | 59.35 | 53.11 |
| Total Return of the Fund | % | 35.44 | 9.59 | 20.25 |
| Capital Growth | % | 28.53 | 2.53 | 12.74 |
| Income Distribution | % | 6.91 | 7.06 | 7.51 |
| Distribution per Unit (Interim) | (Rs./unit) | 4.50 | 4.50 | 4.25 |
| Distribution Date | | 22-Jun-17 | 15-Jun-16 | 24-Jun-15 |
| KSE 100 Index Return | | 23.24 | 9.84 | 16.01 |
| Average Annual Return | | | | |
| One Year | % | 35.44 | 9.59 | 20.25 |
| Two Years | % | 22.52 | 14.92 | 38.62 |
| Three Years | % | 21.76 | 28.94 | 45.22 |

Note: All investments in Mutual Funds and securities are subject to Market Risks. Our target return/dividend range can not be guaranteed. NIT's unit price is neither guaranteed nor administered/managed. It is based on Net Asset Value (NAV) and the NAV of NIT units may go up or down depending upon the factors and forces affecting the stock market. Past performance is not indicative of future returns.

* These are cum-dividend prices of 30th June.

PROXY VOTED BY CIS

National Investment (Unit) Trust - (NI(U)T):

| | Resolutions | For | Against | Abstain |
|-------------------|--------------------|------------|----------------|----------------|
| Numbers | 312 | 312 | 0 | - |
| Percentage | | 100% | 0% | - |

The proxy voting policy of the NIT is available on the website of the National Investment Trust Limited and detailed information regarding actual proxies voted by NIT in respect of NI(U)T Fund is also available without charge, upon request, to all unit holders.

During the period =97= General Meetings were attended . The other meetings which were not participated, were either due to nominal holdings or routine matters etc.