



NBP FUNDS
Managing Your Savings

AM1
Rated by PACRA

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

**QUARTERLY
REPORT
MARCH
31, 2019**



NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

MISSION STATEMENT

**To rank in the top quartile
in performance of
NBP FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.**

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

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NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of the Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Nasir Husain	Director
Mr. Abdul Hadi Palekar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Mr. Humayun Bashir	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Humayun Bashir	Member
Mr. Nasir Husain	Member
Mr. Imran Zaffar	Member

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy	Chairman
Mr. Nasir Husain	Member
Mr. Humayun Bashir	Member
Mr. Ali Saigol	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Shehryar Faruque	Member
Mr. Abdul Hadi Palekar	Member
Mr. Ali Saigol	Member

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

Allied Bank Limited
Bank Islami Pakistan Limited
Bank Alfalah Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Summit Bank Limited
Silk Bank Limited
Telenor Microfinance Bank Limited
United Bank Limited
U Microfinance Bank Limited

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

Auditors

KPMG Taseer Hadi & Co.
Sheikh Sultan Trust Buildings,
Ground No. 2 Shaheed Chaudary Aslam Rd,
Civil Lines, Karachi, 75530

Legal Advisor

Akhund Forbes
D-21, Block, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.nbpfunds.com

Lahore Office:

7-Noon Avenue, Canal Bank,
Muslim Town, Lahore.
UAN: 042-111-111-632
Fax: 92-42-35861095

Islamabad Office:

1st Floor, Ranjha Arcade
Main Double Road, Gulberg Greens,
Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

Opposite Gul Haji Plaza, 2nd Floor
National Bank Building
University Road Peshawar,
UAN: 091-111 111 632
Fax: 091-5703202

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of **NBP SAVINGS FUND (NBP-SF)** (*Formerly: NAFA INCOME FUND*) for the period ended March 31, 2019.

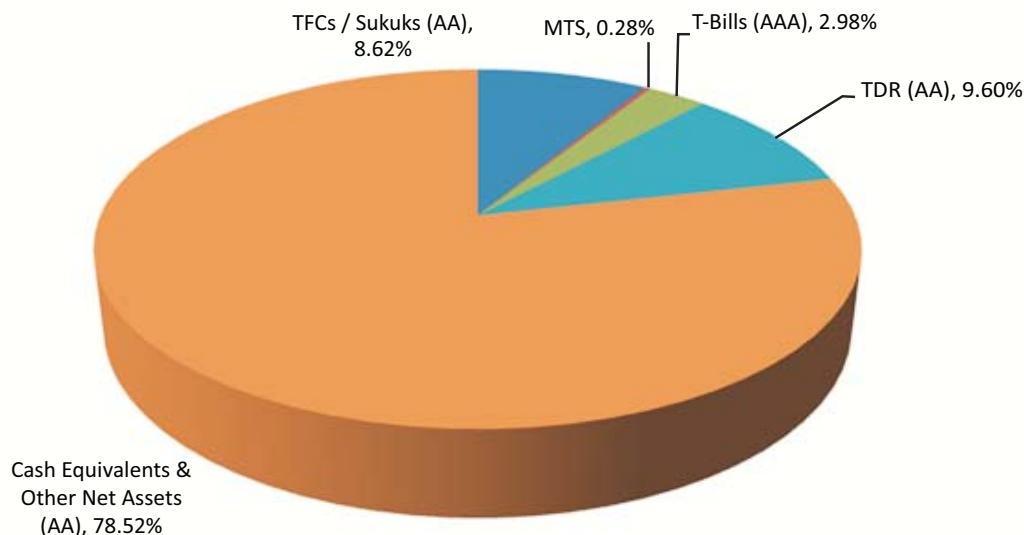
Fund's Performance

The size of **NBP SAVINGS FUND** (*Formerly: NAFA INCOME FUND*) has increased from Rs. 804 million to Rs. 995 million during the period (i.e. a growth of 24%). During the period, the unit price of NAFA Income Fund has increased from Rs. 9.7548 (Ex-Div) on June 30, 2018 to Rs. 10.3955 on March 31, 2019, thus showing a return of 8.7% as compared to the benchmark return of 9.6% for the same period. The performance of the Fund is net of management fee and all other expenses.

NBP-SF is categorized as an Income Scheme and has been awarded stability rating of 'A (f)' by PACRA. During 9MFY2019, the State Bank of Pakistan (SBP) pursued tightening monetary policy and cumulatively hiked the Discount Rate by 425 basis points to 11.25% to contain underlying inflationary pressures and restore financial stability. Since FY2019, sovereign yields responded consequently to every policy rate increase. The yields on T-bills for 3-month, 6-month and 12-month tenors increased by 412 basis points, 410 basis points and 395 basis points respectively during the period under review. Similarly, 10-year PIB yield inched up by 410 basis points to 13.12%. Foreseeing further upside risks to inflation and interest rates, investors' preference remained tilted towards shorter tenor maturities.

After remaining relatively dormant, the market witnessed a surge in fresh issuances of debt securities to meet the increasing working capital and fixed capital investment requirement during the period under review. However, trading activity in corporate debt securities remained thin and was recorded at Rs. 11.4 billion compared to Rs. 16.1 billion in the same period last year. Trading activity in the longer tenor sovereign bonds (PIBs) also remained subdued mainly due to upside risks to interest rates.

The Fund has earned total income of Rs.69.74 million during the period. After accounting for expenses of Rs.13.07 million, the net income is Rs.56.67million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NIF:



NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of
NBP Fund Management Limited

Chief Executive

Director

Date: April 26, 2019
Place: Karachi.

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

ڈائریکٹر زکی رپورٹ

NBP فنڈ میجنت لمبیڈ کے بورڈ آف ڈائریکٹرز 31 مارچ 2019 کو ختم ہونے والی مدت کیلئے NBP سیکیوریٹس فنڈ (NBP-SF) (سابقہ: NAFA اکم فنڈ) کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے مسروت محسوس کرتے ہیں۔

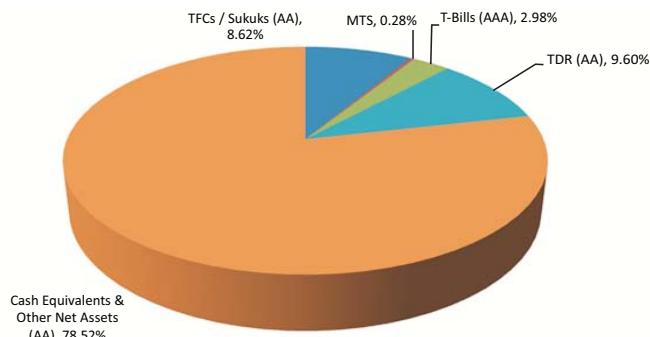
فنڈ کی کارکردگی

موجودہ مدت کے دوران NBP سیکیوریٹس فنڈ (NBP-SF) (سابقہ: NAFA اکم فنڈ) کا سائز 804 ملین روپے سے بڑھ کر 995 ملین روپے ہو گیا یعنی 24% کی نمو ہوئی۔ اس مدت کے دوران، NAFA اکم فنڈ کے یونٹ کی قیمت 30 جون 2018 کو 7.548 روپے (Ex-Div) سے بڑھ کر 31 مارچ 2019 کو 10.3955 روپے ہو گئی۔ چنانچہ زیر جائز مدت کے دوران فنڈ نے اپنے پیشمارک 9.6% کے مقابلے میں 8.7% ماناف درج کیا۔ فنڈ کی یہ کارکردگی میجنت فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP سیکیوریٹس فنڈ (NBP-SF) (سابقہ: NAFA اکم فنڈ) کی اکم اسکیم کے طور پر درجہ بندی کی گئی ہے اور PACRA کی طرف سے 'A(f)' کی مسحکم ریننگ دی گئی ہے۔ زیر جائز مدت کے دوران نیادی افراطی از کے دباؤ کی روک تھام اور مالیاتی استحکام کو بحال کرنے کے لئے ایسٹ بینک آف پاکستان (SBP) نے سخت مانیٹری پالیسی پر عمل درامد کرتے ہوئے پالیسی کی شرح 425 یس پاؤنٹ اضافے کے ساتھ 11.25% کر دی۔ مالی سال 2019 سے، ہر پالیسی کی شرح میں اضافے کے تیجہ میں میں بھی اضافہ دیکھا گیا۔ 3 ماہ، 6 ماہ اور 12 ماہ کے T-bills yields پر یہ زیر جائز مدت کے دوران علی الترتیب 412 یس پاؤنٹ، 410 یس پاؤنٹ اور 395 یس پاؤنٹ تک کا اضافہ ہوا۔ اسی طرح 10 سالہ PIB کی 410 yield کا اضافہ 395 یس پاؤنٹ کے اضافے کے ساتھ 13.12% ہو گئی۔ افراطی از کے خدشات اور شرح سود میں اضافے کے پیش نظر سرمایکاروں نے حکومت کی قلیل المدت پیچوریز کو ترجیح دی۔

نیتا غیر فعال رہنے کے بعد، زیر جائز مدت کے دوران مارکیٹ میں بڑھتے ہوئے درکانگ کیپیٹل اور فلکسڈ کیپیٹل انویسٹمنٹ کی ضروریات کو پورا کرنے کے لئے Debt سیکورٹیز کے نئے اجراء میں اضافہ دیکھا گیا۔ تاہم، کارپوریٹ Debt سیکورٹیز میں تجارتی سرگرمی گزشتہ سال کی بنسٹ کم رہی اور گزشتہ سال کی اسی مدت میں 16.1 ملین روپے کے مقابلے میں 11.4 ملین روپے درج کی گئی۔ طویل المدت حکومتی بانڈز (PIBs) میں تجارتی سرگرمی بھی شرح سود بڑھنے کے خدشات کے سبب کم رہی۔

NBP سیکیوریٹس فنڈ (NBP-SF) (سابقہ: NAFA اکم فنڈ) نے موجودہ مدت کے دوران 69.74 ملین روپے کی مجموعی آمدی کیمائی ہے۔ 13.07 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدی 56.67 ملین روپے ہے۔ درج ذیل چارٹ NIF کی ایسٹ ایلوکیشن اور اس کے ذیلی اٹاؤں کے تمام درجوں کی پیاکش شدہ اوسط کریٹریٹ ریننگ پیش کرتا ہے:



NBP SAVINGS FUND

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اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میجنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکر یہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایچیجن

کمشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور ہنمائی کے لئے ان کے خاص رو یکا بھی اعتراف کرتا ہے۔

بورڈ اپنے اسٹاف اور ٹریسٹی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

من جانب بورڈ آف ڈائریکٹر

NBP میجنٹ لیبٹر

ڈائریکٹر

چیف ایگریکٹو

تاریخ: 26 اپریل 2019

مقام: کراچی

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2019

	Note	Unaudited 31 March 2019	Audited 30 June 2018 (Rupees in '000)
Assets			
Bank balances		782,464	452,098
Investments		211,006	213,274
Receivable against Margin Trading System	4	2,773	142,690
Profit receivables		8,483	3,192
Deposits, prepayment and other receivable		998	929
Total assets		1,005,724	812,183
Liabilities			
Payable to the Management Company		2,313	970
Payable to the Trustee		247	77
Payable to Securities and Exchange Commission of Pakistan		502	654
Accrued expenses and other liabilities		7,608	6,762
Total liabilities		10,670	8,463
Net assets		995,054	803,720
Unit holders' fund (as per statement attached)		995,054	803,720
Contingencies and commitments	6		
Number of units in issue		95,719,583	78,077,784
Net assets value per unit		10.3955	10.2938

The annexed notes 1 to 11 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

	Note	Nine months period ended		Quarter ended		
		2019	2018	2019	2018	
(Rupees in '000)						
Income						
Income from government securities		2,053	1,419	764	462	
Income from term deposit receipts		6,164	5,890	2,541	1,381	
Profit on bank deposits		42,411	23,715	18,512	6,416	
Income from term finance certificate		6,997	6,726	2,645	2,017	
Income from Margin Trading System		7,907	6,643	1,660	3,165	
Income on letter of placement		-	60	-	60	
Income on certificate of investment		-	1,378	-	1,302	
Income from commercial paper		1,727		554		
(Loss) / gain on sale of investments - net		(37)	(41)	(2)	1	
Reversal of provision		4,194	-	548	-	
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(1,677)	(726)	(421)	107	
Total income		69,739	45,064	26,801	14,911	
Expenses						
Remuneration of Management company		4,649	4,191	1,697	1,367	
Sindh Sales Tax on remuneration of Management Company		604	545	220	178	
Remuneration to Trustee		947	667	396	214	
Sindh Sales Tax on remuneration of Trustee		123	87	51	28	
Annual fee - Securities and Exchange Commission of Pakistan		502	500	175	160	
Allocation of expenses related to registrar services, accounting, operation and valuation services		669	667	233	214	
Selling and marketing expense	9	2,050	-	932	-	
Settlement and bank charges		1,547	1,430	209	541	
Annual listing fee		21	19	7	5	
Auditors' remuneration		501	431	72	135	
Professional charges		-	19	-	6	
Fund rating fee		288	157	90	-	
Printing charges		17	40	1	-	
Total expenses		11,918	8,753	4,084	2,848	
Net income from operating activities		57,821	36,311	22,717	12,063	
Provision for Sindh Workers' Welfare Fund	5	(1,156)	(726)	(454)	(241)	
Net income for the period before taxation		56,665	35,585	22,263	11,822	
Taxation	7	-	-	-	-	
Net income for the period		56,665	35,585	22,263	11,822	
Allocation of net income for the period						
Net income for the period		56,665	35,585	22,263	11,822	
Income already paid on units redeemed		(5,204)	(7,450)	(1,147)	(4,593)	
Accounting income available for distribution:		51,461	28,135	21,116	7,229	
-Relating to capital gains		-	-	-	-	
-Excluding capital gains		51,461	28,135	21,116	7,229	
		51,461	28,135	21,116	7,229	

The annexed notes 1 to 11 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP SAVINGS FUND

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

	Nine months period ended		Quarter ended	
	2019	2018	2019	2018
----- (Rupees in '000) -----				
Net income for the period	56,665	35,585	22,263	11,822
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	56,665	35,585	22,263	11,822

The annexed notes 1 to 11 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

	Nine months period ended					
	2019			2018		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- (Rupees in '000) -----						
Net assets at beginning of the period	767,782	35,938	803,720	923,819	(1,762)	922,057
Issuance of 72,566,106 units (2018: 36,170,887 units)						
- Capital value	707,868	-	707,868	352,838	-	352,838
- Element of income	23,047	-	23,047	5,822	-	5,822
Total proceeds on issuance of units	730,915	-	730,915	358,660	-	358,660
Redemption of 54,924,307 units (2018: 57,430,390 units)						
- Capital value	(535,776)	-	(535,776)	(560,220)	-	(560,220)
- Element of loss	(13,182)	(5,204)	(18,386)	(4,741)	(7,450)	(12,191)
Total payments on redemption of units	(548,958)	(5,204)	(554,162)	(564,961)	(7,450)	(572,411)
Total comprehensive income for the period						
	-	56,665	56,665	-	35,585	35,585
Final Distribution for the year ended 30 June 2018: 5.39% declared on 04 July 2018 (30 June 2017: nil unit)						
- Cash distribution	-	(37,694)	(37,694)	-	-	-
- Refund of capital	(4,390)	-	(4,390)	-	-	-
Net assets at end of the period	<u>945,349</u>	<u>49,705</u>	<u>995,054</u>	<u>717,518</u>	<u>26,373</u>	<u>743,891</u>
Undistributed loss brought forward						
- Realised	37,008				(2,511)	
- Unrealised	(1,070)				749	
	<u>35,938</u>				<u>(1,762)</u>	
Accounting income available for distribution:						
- Relating to capital gains	-				-	
- Excluding capital gains	51,461				28,135	
	<u>51,461</u>				<u>28,135</u>	
Final Distribution for the year ended 30 June 2018: 5.39% declared on 04 July 2018 (30 June 2017: nil unit)						
- Cash distribution	(37,694)				-	
Undistributed income carried forward						
	<u>49,705</u>				<u>26,373</u>	
Undistributed income carried forward						
- Realised	51,382				27,099	
- Unrealised	(1,677)				(726)	
	<u>49,705</u>				<u>26,373</u>	
	(Rupees)				(Rupees)	
Net assets value per unit at beginning of the period		<u>10.2938</u>			<u>9.7548</u>	
Net assets value per unit at end of the period		<u>10.3955</u>			<u>10.1535</u>	

The annexed notes 1 to 11 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

	Nine months period ended	
	2019	2018
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	56,665	35,585
Adjustments:		
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	1,677	726
Reversal of provision	4,194	-
Loss on sale of investments - net	37	42
	<u>62,573</u>	<u>36,353</u>
Decrease / (Increase) in assets		
Investments - net	(3,640)	4,085
Receivable against Margin Trading System	139,917	(2,918)
Profit and other receivables	(5,291)	(3,859)
Deposits, prepayment and other receivables	(69)	(120)
	<u>130,917</u>	<u>(2,812)</u>
Increase / (decrease) in liabilities		
Payable to the Management Company	1,343	(284)
Payable to the Trustee	170	(28)
Payable to Securities and Exchange Commission of Pakistan	(152)	(106)
Accrued expenses and other liabilities	846	(41)
	<u>2,207</u>	<u>(459)</u>
Net cash generated from operating activities	<u>195,697</u>	<u>33,082</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issue of units	726,525	358,659
Cash distribution	(37,694)	-
Net payments against redemption of units	(554,162)	(572,411)
Net cash generated / (used in) from financing activities	<u>134,669</u>	<u>(213,752)</u>
Net increase / (decrease) in cash and cash equivalents during the period	<u>330,366</u>	<u>(180,670)</u>
Cash and cash equivalents at beginning of the period	452,098	494,759
Cash and cash equivalents at end of the period	<u><u>782,464</u></u>	<u><u>314,089</u></u>

The annexed notes 1 to 11 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

1 **LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** NAFA Income Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited, as the Management Company and Central Depository Company of Pakistan Limited (CDC), as the Trustee. The Trust Deed was executed on 03 January 2008 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 14 December 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). Subsequently, CDC retired as the Trustee of the Fund and MCB Financial Services Limited (MCBFSL) was appointed as the new Trustee with effect from 22 November 2011. The SECP approved the appointment of MCBFSL as the Trustee in place of the CDC on 15 November 2011. Accordingly, the Trust Deed of the Fund was revised through a supplemental Deed executed between the Management Company, CDC and MCBFSL. During the period, CDC is appointed in place of MCBFSL as the Trustee with effect from 19 October 2018. Accordingly the Trust Deed of the Fund was revised through a supplemental Deed executed between the Management Company and CDC.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of Mutual Funds Association of Pakistan (MUFAP).
- 1.3** The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** With the approval of SECP, the Management Company has changed the name of the fund from 'NAFA Income Fund' to 'NBP Savings Fund' with effect from April 25, 2019. The trust deed has been amended through supplemental trust deed executed for the change of name.
- 1.5** The investment objective of the Fund is to earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets. The Fund comprises of investments of various time horizons with a significant amount invested in short term investments for the purpose of maintaining liquidity.
- 1.6** The Pakistan Credit Rating Agency Limited (PACRA) has assigned a stability rating of 'A(f)' to the Fund and an asset manager rating of 'AM1' to the Management Company.
- 1.7** Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 **BASIS OF PREPARATION**

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

The disclosures made in this condensed interim financial information have been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2018

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2019.

3 ACCOUNTING POLICIES

3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of this condensed interim financial information and financial risk management objectives and policies are the same as those applied in the preparation of the financial statements of the Fund for the year ended June 30, 2018 except for the change in accounting policy as explained in note 3.2.

3.2 Effective from July 01, 2018, the fund has adopted IFRS 9: "Financial Instruments" which has replaced IAS 39: "Financial Instruments: Recognition and Measurement". The standard addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on 'expected credit losses' (ECL) approach rather than 'incurred credit losses' approach, as previously given under IAS 39. However, the SECP vide its letter dated November 21, 2017, has deferred the applicability of requirements relating to impairment for debt securities on mutual funds till further instructions. Currently, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities. Furthermore, the ECL has an impact on all other assets of the Fund which are exposed to credit risk. However, majority of the assets of the Fund other than debt securities (for which there is a separate criteria as mentioned above) that are exposed to credit risk pertain to counter parties which have high credit rating. Therefore, the management believes that the impact of ECL would be very minimal and hence, the same has not been accounted for in these condensed interim financial statements.

IFRS 9 has provided a criteria for debt securities whereby debt securities are either classified as (a) amortised cost or (b) at fair value through other comprehensive income "(FVOCI)" or (c) at fair value through profit or loss (FVPL) based on the business model of the entity. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Furthermore, the collection of contractual cash flows for debt securities is only incidental to achieving the Fund's business model's objective.

IFRS 9 requires securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis to be recognized as FVPL. The management considers its investment in debt securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost."

The adoption of IFRS-9 did not have any impact on classification and measurement of financial assets and financial liabilities on the date of its adoption.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2018 that have a material effect on the financial statements of the Fund.

3.3 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2018. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2018.

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

4 INVESTMENTS

31 March 30 June
2019 2018
Unaudited Audited
 (Rupees in '000)

Investments by category

At fair value through profit or loss

Term finance certificates - listed	4.1	60,804	69,422
Term finance certificates - unlisted	4.2	25,000	30,350
Sukuks	4.3	-	-
Government securities - Market Treasury Bills	4.4	29,668	29,668

Amortized Cost

Term deposit receipt	4.7	95,534	83,834
		211,006	213,274

4.1 Term finance certificates - listed

All certificates have a face value of Rs. 5,000 each unless stated otherwise.

Name of the investee company	Tenor	As at 01 July 2018	Purchas es durin g the peri od	Sales / matured durin g the peri od	As at 31 March 2019	Market value/ Carrying value as at 31 March 2019	Market value / Carrying value as a percentage of net assets	Market value/ carrying value as a percentage of total investments
						(Rupees in'000)	(%)	
Saudi Pak Leasing Company Limited (Note 4.1.1)	5 years	15,000	-	-	15,000	-	-	-
Jahangir Siddiqui and Company Limited (18 Jul 2017)	5 years	4,660	-	-	4,660	20,326	2.04	9.63
Worldcall Telecom Limited (Note 4.5.1)	13 years	14,000	-	-	14,000	-	-	-
Jahangir Siddiqui and Company Limited (08 April 2014)	5 years	5,000	-	-	5,000	4,377	0.44	2.07
Askari Commercial Bank Limited	10 years	7,400	-	-	7,400	36,101	3.63	17.11
		46,060	-	-	46,060	60,804	6.11	28.82

Carrying value before fair value adjustments as at 31 March 2019.

126,129

Accumulated impairment

64,009

- 4.1.1** This represents investment in listed term finance certificates with original term of five years. On 13 October 2011 the investee company defaulted on its obligation on account of principal and profit payment. The investee company rescheduled its terms on 26 December 2011 with new maturity in March 2017. The investee company again defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since 30 April 2014. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of said circulars.

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

4.2 Term finance certificates - Unlisted

All certificates have a face value of Rs. 5,000 each unless stated otherwise.

Name of the investee company	Tenor	As at 01 July 2018	Purchas es during the period	Sales / matured during the period	As at 31 March 2019	Market value/ Carrying value as at 31 March 2019	Market value / Carrying value as a percentage of net assets	Market value/ carrying value as a percentage of total investments
						(Rupees in'000)	(%)	
-----Number of certificates-----								
Agritech Limited II (Note 4.2.1)	12 years	30,000	-	-	30,000	-	-	-
Agritech Limited V (Note 4.2.2)	6 years	4,436	-	-	4,436	-	-	-
Jahangir Siddiqui and Company Limited (24 June 2016)	5 years	8,000	-	-	8,000	25,000	2.51	11.85
		42,436	-	-	42,436	25,000	2.51	11.85

Carrying value before fair value adjustments as at 31 March 2019.

197,406

Accumulated impairment

172,057

4.2.1 This represents investment in Privately Placed unlisted Term Finance Certificates (PPTFCs) with a term of seven years. On 14 July 2010 the investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing by MUFAP since 02 August 2010. The amount of provision as per circular no.1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.2.2 This represents investment in Privately Placed Term Finance Certificates (PPTFC) of Agritech V received against due markup of Agritech I. The investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since 17 January 2012 . The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.3 Sukuks - Unlisted

All sukuks have a face value of Rs. 5,000 each unless stated otherwise.

Name of the investee company	Tenor	As at 01 July 2018	Purchas es during the period	Sales / matured during the period	As at 31 March 2019	Market value/ Carrying value as at 31 March 2019	Market value / Carrying value as a percentage of net assets	Market value/ carrying value as a percentage of total investments
						(Rupees in'000)	(%)	
-----Number of certificates-----								
Eden Housing Limited (Note 4.6.1)	12 years	20,000	-	-	20,000	-	-	-
New Allied Electronics (Private) Limited (Note 4.3.1)	11 years	10,000	-	-	10,000	-	-	-
Carrying value before fair value adjustments as at 31 March 2019.								
						68,742		
Accumulated impairment								
						68,742		

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

- 4.3.1** This represents investment in privately placed sukuks with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since 09 January 2009. The amount of provision as per circular 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.4 Investments in government securities

Issue date	Tenor	Face value				Market value / Carrying value as at 31 March 2019	Market value / Carrying value as a percentage of net assets	Market value / Carrying value as a percentage of total investments
		As at 01 July 2018	Purchases during the period	Sales / matured during the period	As at 31 March 2019			
----- (Rupees in '000) -----								
Market Treasury Bills								
7 June 2018	03	30,000	-	30,000	-	-	-	-
19 July 2018	03		30,000	30,000	-	-	-	-
2 August 2018	03	-	30,000	30,000	-	-	-	-
11 October 2018	03	-	30,000	30,000	-	-	-	-
6 December 2018	03	-	30,000	30,000	-	-	-	-
February 14, 2019	03	-	30,000	-	30,000	29,668	3.16	3.50
Total						29,668	3.16	-
Carrying value before fair value adjustments as at 31 March 2019.								
						29,679		

- 4.4.1** Investments include market treasury bills with market value of Rs 29.668 million (30 June 2018: Rs 29.668 million) which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.
- 4.5.1** This represents investment in listed term finance certificates of Worldcall Telecom Limited. On 07 April 2012, the investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP. The amount of provision required as per SECP circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.
- 4.6.1** This represents investment in privately placed sukuks with a term of five years. On 06 May 2011, the investee company defaulted its principal and profit payment and therefore it was classified as non performing asset by MUFAP. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.
- 4.6.2** The Sukuks held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.
- 4.7** This represents term deposits receipts placed with JS Bank Limited carrying markup rate of 11.15%, having maturity of 27 June 2019.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 13.1 to the annual audited financial statements of the Fund for the year ended June 30, 2018.

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 3.936 million for the nine month ended March 31, 2018 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2018 would have been higher by Rs. 0.0411 per unit (June 30, 2018: Rs. 0.0356 per unit)

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2019 and 30 June 2018

7 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 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2019 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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.

8 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2019 is 1.95% which includes 0.36% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

9 SELLING AND MARKETING EXPENSE

The SECP vide circular 40 of 2016 dated December 30, 2016 (later amended vide circular 05 of 2017 dated February 13, 2017 and circular 5 of 2018 dated June 4, 2018) has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds and money market funds) initially for three years (from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the fund or actual expenses whichever is lower. Accordingly, the Management Company has charged selling and marketing expenses amounting to Rs. 2.050 million at the rate of 0.4% of the net assets of the Fund being lower than the actual expenses chargeable to the Fund for the period.

10 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

- 10.1 Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Baltoro Growth Fund being the sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund
- 10.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

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

10.5 **Details of the transactions with connected persons are as follows:**

	Unaudited Nine months period ended	
	2019	2018 (Rupees in '000)
NBP Fund Management Limited - Management Company		
Management remuneration	4,649	4,191
Sindh Sales Tax on remuneration of Management Company	604	545
Allocation of expenses related to registrar services, accounting, operation and valuation services	669	667
Selling and marketing expense	2,050	-
MCB Financial Services Limited - Trustee		
Remuneration to the Trustee	241	667
Sindh Sales Tax on remuneration of Trustee	31	87
Central Depository Company of Pakistan Limited - Trustee		
Remuneration to the Trustee	706	-
Sindh Sales Tax on remuneration of Trustee	92	-
Employees of the Management Company		
Nil units redeemed (31 March 2018: 26,890 units)	-	263
315 units issued of dividend reinvestment (31 March 2018:Nil units)	3	-
NBP Employees pension fund		
2,448,712 units issued of dividend reinvestment (31 March 2018:Nil units)	23,903	-
NAFA Money Market Fund		
Sell of T-bill	29,979	-
NAFA Government Securities Liquid Fund		
Sell of T-bill	29,911	-

NBP SAVINGS FUND

(Formerly: NAFA INCOME FUND)

10.6 Amounts outstanding as at period / year end:

	Unaudited 31 March 2019	Audited 30 June 2018 (Rupees in '000)
NBP Fund Management Limited - Management Company		
Management remuneration payable	444	453
Sind Sales Tax payable	58	59
Allocation of expenses related to registrar services, accounting, operation and valuation services	233	419
Selling and marketing expense	932	-
Sales and transfer load	573	36
Sind Sales Tax payable on sales load	73	3
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	213	-
Sindh Sales Tax on Trustee remuneration payable	34	-
Security deposit	100	-
MCB Financial Services Limited - Trustee		
Trustee fee payable	-	68
Sindh Sales Tax on Trustee remuneration payable	-	9
NBP Employees pension fund		
Units held: 61,577,619 units (June 2018: 59,128,907 units)	640,130	608,661
National Bank of Pakistan Limited- Parent Company		
Balance in bank account	-	443
Employees of the Management Company		
Units held: 6,995 units (June 2018: 6,679 units)	73	69
Summit Bank Limited		
Bank Balances	587	16
10 DATE OF AUTHORISATION FOR ISSUE		
This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 26, 2019.		
11 GENERAL		
11.1	Figures have been rounded off to the nearest thousand rupees, unless otherwise is specified.	
11.2	Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and disclosure. There have been no significant reclassification during the period except for the impact of change in accounting policy.	

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

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*Mobile apps are also available for download for android and ios devices

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 /nbpfunds

NBP Aitemaad Regular Payment Fund

**QUARTERLY
REPORT
MARCH
31, 2019**



MISSION STATEMENT

**To rank in the top quartile
in performance of
NBP FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.**

NBP Aitemaad Regular Payment Fund

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NBP Aitemaad Regular Payment Fund

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of the Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Nasir Husain	Director
Mr. Abdul Hadi Palekar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Mr. Humayun Bashir	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Humayun Bashir	Member
Mr. Nasir Husain	Member
Mr. Imran Zaffar	Member

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy	Chairman
Mr. Nasir Husain	Member
Mr. Humayun Bashir	Member
Mr. Ali Saigol	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Shehryar Faruque	Member
Mr. Abdul Hadi Palekar	Member
Mr. Ali Saigol	Member

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

MCB Bank Limited
Meezan Bank Limited
Bank Al Habib Limited
National Bank of Pakistan
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Silk Bank Limited
United Bank Limited

NBP Aitemaad Regular Payment Fund

Auditors

KPMG Taseer Hadi & Co.
Sheikh Sultan Trust Buildings,
Ground No. 2 Shaheed Chaudary Aslam Rd,
Civil Lines, Karachi, 75530

Legal Advisor

Akhund Forbes
D-21, Block 4, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
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UAN: 021 (111-111-632),
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Fax: (021) 35825329
Website: www.nbpfunds.com

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Fax: 92-42-35861095

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Main Double Road, Gulberg Greens,
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UAN: 051-111-111-632
Fax: 051-4859031

Peshawar Office:

Opposite Gul Haji Plaza, 2nd Floor
National Bank Building
University Road Peshawar,
UAN: 091-111 111 632
Fax: 091-5703202

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NBP Aitemaad Regular Payment Fund

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of NBP Aitemaad Regular Payment Fund (NARPF) for the period ended March 31, 2019.

Fund's Performance

Since inception, the unit price of NBP Aitemaad Regular Payment Fund has decreased from Rs.10.00 on October 31, 2018 to Rs.9.0125 on March 31, 2019, thus showing a decrease of 9.88%. The Benchmark for the same period decreased by 9.49%. Thus, the Fund has underperformed its Benchmark by 0.39% during the period under review. This performance is net of management fee and all other expenses. The size of the Fund is Rs.116 million.

9MFY19 has been a challenging period for the stock market, characterized by dismal performance, amplified volatility, and lackluster participation. Initially, the market celebrated the fortuitous transition between two democratically elected governments as it quelled the domestic political uncertainty, but the rally proved short-lived as investors' focus shifted from politics to the ailing economy as manifested by intractable twin deficits, especially the ballooning Current Account Deficit (CAD) and the consequent drain on the foreign exchange reserves. The government in its response, embarked on contractionary monetary and fiscal policies such as expanding and deepening the scope of duties on imported luxury goods, cut in public spending, and readjusting the overvalued Rupee against the US Dollar. Concomitantly, the Central Bank also raised the Policy Rate aggressively to rein in inflationary pressures and contain consumption-led demand pressures. This raised concern on economic growth slowdown and corporate profitability, especially of cyclical sectors that in turn dampened market sentiments during the period under review.

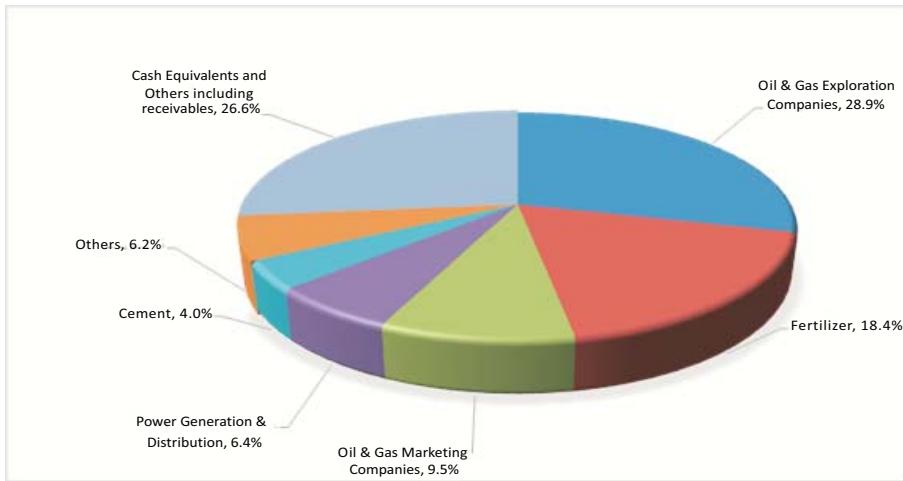
Delay in the IMF program also irked the market participants even though the government was able to secure a sizable financial assistance from friendly countries such as China, KSA and UAE that lent support to SBP's fast depleting FX reserves. In the meanwhile, the tightening policies started showing results as reflected by a substantial decline in CAD that clocked in at USD 873 million and USD 356 million in Jan-19 and Feb-19, respectively compared with the average monthly CAD of USD 1.27 billion in 1HFY19, which revived some confidence in the stocks during 3QFY19. However, the gains were capped by the escalation of tension between Pakistan and India post Pulwama attack in Indian occupied Kashmir. More specifically, the market (KMI 30 Index) surged by 3.5% in 3QFY19, offsetting some of the losses in 1HFY19, taking 9MFY19 decline to 10.9%.

Defensive sectors such as Fertilizers, Commercial Banks, Oil & Gas Exploration, Textile Composite and Chemicals fared better than the market, while Engineering, Oil & Gas Marketing, Refineries, Cements, Autos and Power sectors underperformed the market during 9MFY19. On the trading activity front, Foreign Investors continued their unabated selling, which amounted to USD 373 million. On the local side, Mutual Funds also liquidated equities worth USD 59 million, while Insurance Companies, Individuals, and Companies emerged as large buyers with net inflows to the tune of USD 174 million, USD 144 million, and USD 73 million, respectively.

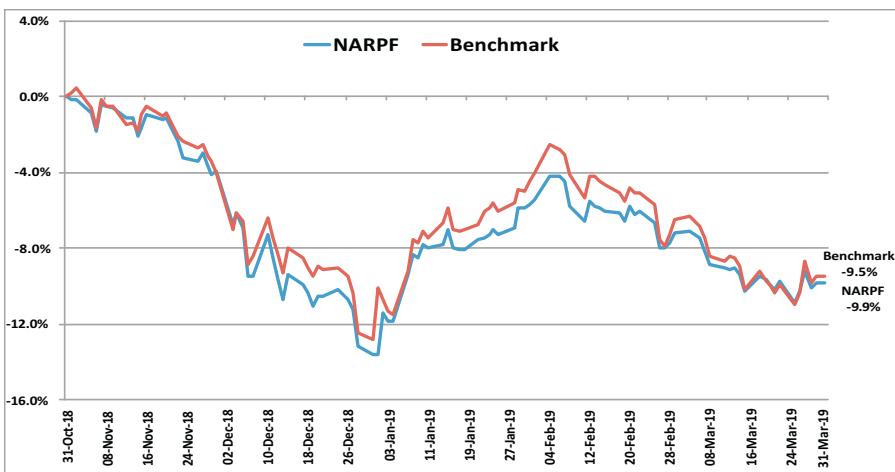
During 9MFY2019, the State Bank of Pakistan (SBP) pursued tightening monetary policy and cumulatively hiked the Discount Rate by 425 basis points to 11.25% to contain underlying inflationary pressures and restore financial stability. The government issued GoP Sukuks to the tune of PKR 200 billion to clear energy sector circular debt that helped the undersupplied Shariah Compliant segment. The market also witnessed issuance of a decent size of corporate Sukuks and Shariah Compliant commercial papers to meet the increasing funding need for working capital as well as fixed capital investments. In the secondary market, trading activity in corporate Sukuks witnessed an increase from Rs. 6.4 billion last year to Rs. 8.6 billion this year.

NBP Aitemaad Regular Payment Fund has incurred a total loss of Rs. 9.183 million during the period. After accounting for total expenses of Rs. 0.933 million, the net loss is Rs. 10.116 million. The asset allocation of the Fund as on March 31, 2019 is as follows:

NBP Aitemaad Regular Payment Fund



NARPF Performance versus Benchmark (Since Inception)



Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of
NBP Fund Management Limited

Chief Executive

Director

Date: April 26, 2019
Place: Karachi.

NBP Aitemaad Regular Payment Fund

ڈائئریکٹر رپورٹ

NBP فنڈ میجنٹ لمبیڈ کے بورڈ آف ڈائریکٹرز 31 مارچ 2019ء کو ختم ہونے والی مدت کے لئے NBP اعتماد ریکارڈ پر میجنٹ فنڈ (NARPF) کے غیر آٹھ شدہ مالیاتی گوشوارے پیش کرتے ہوئے سرت محosoں کرتے ہیں۔

فنڈ کی کارکردگی

اپنے قیام کے وقت سے NBP اعتماد ریکارڈ پر میجنٹ فنڈ (NARPF) کے یونٹ کی قیمت 31 اکتوبر 2018 کو 10.00 روپے سے کم ہو کر 31 اکتوبر 2019 کو 9.0125 روپے ہو چکی ہے، لہذا 9.88% کی کمی ہوئی۔ فنڈ کا نقشہ مارک اسی مدت میں 9.49% سے کم ہو گیا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران فنڈ نے اپنے نقشہ مارک سے 0.39% سے اب تک کارکردگی دکھائی۔ یہ کارکردگی میجنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اس فنڈ کا سائز 116 ملین روپے ہے۔

مالی سال 2019 کی نوماہی میں اشٹاک مارکیٹ، مالیوں کن کارکردگی، عدم استحکام اور عدم ٹکپی کے باعث مشکل حالات سے دوچار ہی۔ ابتدائی طور پر مارکیٹ نے دو جہوری منتخب حکومتوں میں خوش قسمت تبدیلی کو سراہا اور ملکی غیر یقینی سیاسی صورتحال کو استحکام بخشا تا ہم سرمایہ کاروں کا جوش و قی قی ثابت ہوا جس کی وجہ سرمایہ کاروں کا سیاسی صورتحال سے خراب معیشت کی طرف متوجہ ہونا تھا جو کہ دو ہرے خسارے، خاص طور پر بڑھتے ہوئے کرنٹ اکاؤنٹ خسارہ (CAD) اور نیتھا غیر ملکی زر مبادلہ کے ذخائر میں کمی سے صاف ظاہر ہو رہی تھی۔ حکومت نے اس کے عمل میں پرائیش اشیاء کی دارا م پر ڈیوٹیز میں اضافہ، عوامی اخراجات میں کمی اور امریکی ڈالر کے برکس روپیہ کی قدر میں کمی کی ایڈجمنٹ جیسی تخفیفی مانیٹری اور مالی پالیسیوں کا آغاز کیا۔ نیتھا سینٹرل بینک نے افراطیز کے دباؤ اور کھپت پر مشتمل طلب کے دباؤ پر قابو پانے کے لئے پالیسی کی شرح میں خاطر خواہ اضافہ کر دیا اس سے اقتصادی نموکی سرت روی اور کارپوریٹ خاص طور پر گردشی سیکٹر کیمناف میں کمی سے تشویش بڑھ گئی جس کے نتیجے میں زیر جائزہ مدت کے دوران سرمایہ کاروں کے جذبات مہم پڑ گئے۔

IMF پروگرام میں تاثیر نے مارکیٹ کے شرکاء کو بھی پریشان کیا باوجود اس کے حکومت چاہنا، سعودی عرب اور متحده عرب امارات جیسے دوست ممالک سے قابل ذکر مالی امداد کو حاصل کرنے میں کامیاب ہوئی جو SBP کے تیزی سے کم ہوتے زر مبادلہ کے ذخائر کو مستحکم کرنے کے لئے معاون ثابت ہوئی۔ اسی اثناء میں، سخت پالیسیوں کے نتائج سامنے آنے شروع ہو گئے جو CAD میں خاطر خواہ کی سے ظاہر ہوتا ہے۔ مالی سال 19 کی پہلی ششماہی میں 1.27 ملین امریکی ڈالر کے اوسط ماہانہ CAD کے مقابلے میں بالترتیب، جنوری-19 اور فروری-19 میں 873 ملین امریکی ڈالر اور 356 ملین امریکی ڈالر ہی ہے، جس نے مالی سال کی تیسرا سہ ماہی کے دوران اشٹاک میں کچھ اعتماد، حال کیا۔ تا ہم، مقبوضہ کشمیر میں پلامہ محملے کے بعد پاکستان اور بھارت کے درمیان کشیدگی کے اضافے کی وجہ سے اشٹاک مارکیٹ کی سرگرمیاں محدود ہو گئیں۔ خاص طور پر، مالی سال 19 کی تیسرا سہ ماہی میں مارکیٹ (KMI-30) 3.5 فیصد تک بہتر ہوا جس کے نتیجے میں، مالی سال 19 کی پہلی ششماہی کے نقصانات کا کچھ ازالہ ہوا اور مالی سال 19 کی نوماہی میں مارکیٹ کی کمی 10.9% تک رہ گئی۔

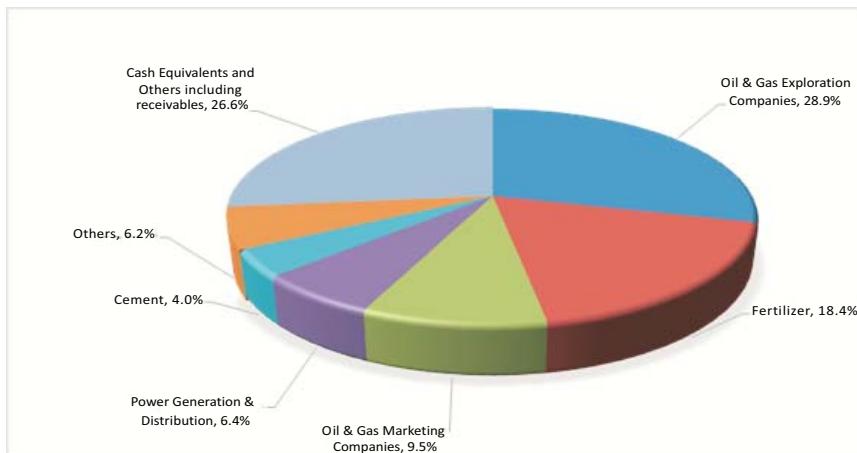
شعبہ جاتی کارکردگی کے حوالہ سے مالی سال 19 کی نوماہی کے دوران کھاد، تجارتی بینکوں، آئل اینڈ گیس ایکسپوریشن، یونیٹائل کمپوزٹ اور کیمیکل نے مارکیٹ سے بہتر کارکردگی دکھائی ہے، جبکہ انجینئرنگ، آئل اینڈ گیس مارکیٹنگ، ریفارسمنٹ، سیمنٹ، آٹو ڈریوریکلی کے شعبوں نے اب تک کارکردگی کا مظاہرہ کیا۔ مارکیٹ میں تجارتی سرگرمی کے لحاظ سے غیر ملکی سرمایہ کار 373 ملین امریکی ڈالر کے حجم کے ساتھ خالص فروخت کنندہ رہے۔ مقامی سرمایہ کاروں میں میوچل فنڈ نے 59 ملین امریکی ڈالر کی اکیوٹیز فروخت کیں جبکہ

NBP Aitemaad Regular Payment Fund

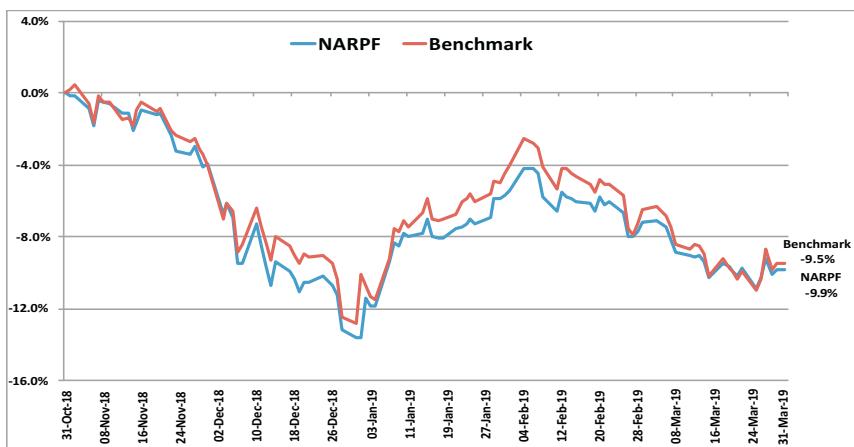
انشورنس، انفرادی سرمایہ کاروں کمپنیاں، اس عرصے کے دوران بالترتیب 174 میلین امریکی ڈالر، 144 میلین امریکی ڈالر کے جم کے ساتھ خالص خریدار رہے۔

مالی سال 2019 کی نوماہی کے دوران، بنیادی افراطی زر کے باوکی روک تھام اور مالیاتی استحکام کو بحال کرنے کے لئے اسٹیٹ بینک آف پاکستان (SBP) نے سخت مانیٹری پالیسی پر عمل درامد کرتے ہوئے پالیسی کی شرح 425 یس پوائنٹ اضافے کے ساتھ 11.25% کرداری حکومت نے انرجی سیکٹر کے گردشی قرضہ کی ادائیگی کے لئے 200 بلین پاکستانی روپے کے شریعہ کمپلیئٹ سیگمنٹ کی مدد کی۔ مارکیٹ نے ورنگ کیپٹل اور فکسڈ کیپٹل سرمایہ کاری کی بڑھتی ہوئی ننڈنگ کی ضرورت کو پورا کرنے کے لئے کارپوریٹ Sukuks اور شریعہ کمپلیئٹ کمرشل پیپرز کے اجراء کا تسلی بخش جم کا مشاہدہ کیا ہے۔ ثانوی مارکیٹ میں، کارپوریٹ Sukuks میں ٹریئنگ کی سرگرمی گزشتہ سال 4.6 بلین روپے سے بڑھ کر اس سال 8.6 بلین روپے ہو گئی۔

NBP اعتماد ریگیولر چینٹ فنڈ کو موجودہ مدت کے دوران 183.1 میلین روپے کا مجموعی خسارہ ہوا۔ 0.933 میلین روپے کے مجموعی اخراجات منہا کرنے کے بعد مکمل خسارہ 10.116 میلین روپے ہے۔ فنڈ کی ایسٹ ایلوکیشن 31 مارچ 2019 کو بہ طابق ذیل ہے:



NARPF کی کارکردگی بمقابلہ نیچے مارک



NBP Aitemaad Regular Payment Fund

اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میجنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہو لہر زکا شکر یہ ادا کرتا ہے۔ یہ سیکورٹیز ایڈا یک چینچ کمشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور ہنمائی کے لئے ان کے خالص رویہ کا بھی اعتراف کرتا ہے۔

بورڈ اپنے اسٹاف اور ٹریئی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین کھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹر
فڈ میجنٹ لمیڈا NBP

ڈائریکٹر

چیف ایگریکٹو

تاریخ: 26 اپریل 2019

مقام: کراچی

NBP Aitemaad Regular Payment Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2019

	Note	(Unaudited) March 31, 2019 (Rupees in '000)
Assets		
Bank balances	4.	30,161
Investments		85,176
Dividend and profit receivable		1,072
Preliminary and floatation costs		927
Advance, deposit and prepayment		383
Total assets		117,719
Liabilities		
Payable to the Management Company		1,201
Payable to the Trustee		22
Payable to Securities and Exchange Commission of Pakistan		42
Accrued expenses and other liabilities		475
Total liabilities		1,740
Net assets		115,979
Unit holders' funds (As per Statement attached)		115,979
Contingencies and commitments	5.	-
		(Number of units)
Number of units in issue		12,868,615
		(Rupees)
Net asset value per unit		9.0125

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP Aitemaad Regular Payment Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE PERIOD FROM OCTOBER 31, 2018 TO MARCH 31, 2019 AND QUARTER ENDED MARCH 31, 2019

Note	For the period from October 31, 2018 To March 31, 2019	Quarter ended March 31, 2019	----- Rupees in '000 -----
			----- Rupees in '000 -----
Income			
Loss on sale of investments - net	(3,324)	(3,012)	
Dividend Income	2,299	1,052	
Profit on bank deposits	922	602	
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(9,080)	5,269	
Total (loss) / income	(9,183)	3,911	
Expenses			
Remuneration of the Trustee	89	57	
Sales Tax on remuneration of the Trustee	12	8	
Accounting and operational charges to the Management Company	44	28	
Annual fee - Securities and Exchange Commission of Pakistan	42	27	
Auditors' remuneration	324	98	
Securities transaction cost	167	55	
Settlement and bank charges	62	31	
Listing fee	17	10	
Professional charges	46	18	
Amortisation of preliminary expenses and floatation costs	84	50	
Shariah advisor fee	6	3	
Printing and other charges	40	20	
Total expenses	933	405	
Net (loss) / income from operating activities	(10,116)	3,506	
Provision for Sindh Workers' Welfare Fund	-	-	
Net (loss) / income for the period before taxation	(10,116)	3,506	
Taxation	6.	-	
Net (loss) / income for the period after taxation	(10,116)	3,506	
Allocation of Net income for the period:			
Net loss for the period	-	-	
Income already paid on units redeemed	-	-	
Accounting Income available for distribution:			
- Relating to capital gains	-	-	
- Excluding capital gains	-	-	
	-	-	
	-	-	
	-	-	

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP Aitemaad Regular Payment Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD FROM OCTOBER 31, 2018 TO MARCH 31, 2019 AND QUARTER ENDED MARCH 31, 2019

	<u>For the period from October 31, 2018 To March 31, 2019</u>	<u>Quarter ended March 31, 2019</u>
----- Rupees in '000' -----		
Net (loss) / income for the period after taxation	(10,116)	3,506
Other comprehensive income	-	-
Total comprehensive (loss) / income for the period	(10,116)	3,506

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP Aitemaad Regular Payment Fund

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE PERIOD FROM OCTOBER 31, 2018 TO MARCH 31, 2019

Note	For the period from October 31, 2018 to March 31, 2019		
	Capital value	Undistributed loss	Total
----- (Rupees in '000) -----			
Net assets at beginning of the period	-	-	-
Issue of 13,017,665 units			
- Capital value	130,177	-	130,177
- Element of loss	(2,617)	-	(2,617)
Total proceeds on issuance of units	127,560	-	127,560
Redemption of 149,050 units			
- Capital value	(1,491)	-	(1,491)
- Element of income	26	-	26
Total payments on redemption of units	(1,465)	-	(1,465)
Total comprehensive loss for the period	-	(10,116)	(10,116)
Net assets at end of the period	126,095	(10,116)	115,979
Undistributed income brought forward			
- Realised	-	-	-
- Unrealised	-	-	-
Accounting (loss) / income available for distribution:			
- Relating to capital gains	-	-	-
- Excluding capital gains	-	-	-
Net loss for the period after taxation		(10,116)	(10,116)
Undistributed loss carried forward			
Undistributed loss carried forward			
- Realised loss	(1,036)		
- Unrealised loss	(9,080)		
	(10,116)		
Net assets value per unit at beginning of the period			
Net assets value per unit at end of the period		9.0125	

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP Aitemaad Regular Payment Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE PERIOD FROM OCTOBER 31, 2018 TO MARCH 31, 2019

	For the period from October 31, 2018 to March 31, 2019
	(Rupees in '000)
CASH FLOW FROM OPERATING ACTIVITIES	
Net (loss) for the period before taxation	(10,116)
Adjustments	
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	9,080
Amortisation of preliminary expenses and floatation costs	84
	<u>(952)</u>
Increase in assets	
Investments - net	(94,256)
Dividend and profit receivable	(1,072)
Preliminary and floatation costs	(1,011)
Advance, deposit and prepayment	(383)
	<u>(96,722)</u>
Increase in liabilities	
Payable to the Management Company	1,201
Payable to the Trustee	22
Payable to Securities and Exchange Commission of Pakistan	42
Total liabilities	475
	<u>1,740</u>
Net cash used in operating activities	<u>(95,934)</u>
CASH FLOW FROM FINANCING ACTIVITIES	
Net receipts from issue of units	127,560
Net payments on redemption of units	(1,465)
Net cash generated from financing activities	<u>126,095</u>
Net increase in cash and cash equivalents during the period	<u>30,161</u>
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	<u>30,161</u>

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP Aitemaad Regular Payment Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE PERIOD FROM OCTOBER 31, 2018 TO MARCH 31, 2019

1. LEGAL STATUS AND NATURE OF BUSINESS

The NBP Aitemaad Regular Payment Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on 07 August 2018 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and accordingly the Trust Deed was executed on 09 August 2018.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of (MUFAP).

The Fund is an open-ended mutual fund classified as an "Shariah Compliant Asset Allocation Fund" by the Management Company as per the criteria for categorization of open end collective investment scheme as specified by Securities and Exchange Commission of Pakistan (SECP) and other allied matters and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The core objective of the Fund, is to provide regular monthly payments to investors by investing in Shariah Compliant Debt, Money Market and Equity investment avenues.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of "AM1" to the Management Company. The Fund has not yet been rated.

Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement Of Compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- 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 the requirements of the Trust Deed.

NBP Aitemaad Regular Payment Fund

Where provisions of and directives issued under the Companies Act, 2017, part VIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published auditors' reviewed condensed interim financial statements of the Fund for the period from October 31, 2018 to December 31, 2019.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2019.

3. ACCOUNTING POLICIES

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the first set of the condensed interim financial information for the period from October 31, 2018 to December 31, 2018.
- 3.2** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the condensed interim financial information for the period from October 31, 2018 to December 31, 2018.. The Fund's financial risk management objectives and policies are consistent with those disclosed in the condensed interim financial information for the period from October 31, 2018 to December 31, 2018..

4. INVESTMENTS

	Note	(Unaudited) March 31, 2019 (Rupees in '000)
Financial assets at fair value through profit or loss		
- Listed equity securities	4.1	<u><u>85,176</u></u>

NBP Aitemaad Regular Payment Fund

4.1 Investment in listed equity securities

All shares have a nominal face value of Rs.10 each.

Name of the Investee Company	As at 31 October 2018	Purchases during the period	Bonus Shares issued during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2019	Market value /carrying value as at 31 March 2019	Market value as a percentage of net assets	Market value as a percentage of total investment	Percentage of the paid up capital of the investee company held
	(Number of shares)					(Rupees in '000)		(%)		
Oil and Gas Exploration Company										
Pakistan Oilfields Limited	-	27,900	-	-	4,300	23,600	10,555	9.10	12.39	0.01
Pakistan Petroleum Limited	-	57,800	-	-	1,200	56,600	10,470	9.03	12.29	-
Oil & Gas Development Company Limited	-	86,100	-	-	1,400	84,700	12,497	10.79	14.67	-
	-	171,800	-	-	6,900	164,900	33,522	28.92	39.35	
Oil and Gas Marketing Company										
Pakistan State Oil Company Limited	-	3,600	-	-	-	3,600	778	0.67	0.91	-
Attock Petroleum Limited	-	28,400	-	-	2,700	25,700	10,241	8.83	12.02	0.03
	-	32,000	-	-	2,700	29,300	11,019	9.50	12.93	
Fertilizer										
Engro Corporation Limited	-	46,200	-	-	3,600	42,600	13,940	12.02	16.37	0.01
Engro Fertilizers Limited	-	207,000	-	-	104,000	103,000	7,370	6.35	8.65	0.01
	-	253,200	-	-	107,600	145,600	21,310	18.37	25.02	
Chemical										
Lotte Chemical Pakistan Limited	-	80,000	-	-	80,000	-	-	-	-	-
	-	80,000	-	-	80,000	-	-	-	-	
Cement										
Cherat Cement Company Limited	-	16,000	-	-	8,000	8,000	503	0.43	0.59	-
Lucky Cement Limited	-	5,100	-	-	900	4,200	1,799	1.55	2.11	-
Pioneer Cement Limited	-	65,000	-	-	53,000	12,000	417	0.36	0.49	0.01
Kohat Cement Company Limited	-	27,800	-	-	5,000	22,800	1,957	1.69	2.30	0.01
	-	113,900	-	-	66,900	47,000	4,676	4.03	5.49	
Automobile Assembler										
Millat Tractors Limited	-	7,000	-	-	7,000	-	-	-	-	-
	-	7,000	-	-	7,000	-	-	-	-	
Engineering										
International Steel Limited	-	39,000	-	-	39,000	-	-	-	-	-
	-	39,000	-	-	39,000	-	-	-	-	
Textile Composite										
Nishat Mills Limited	-	20,000	-	-	-	20,000	2,692	2.32	3.16	0.01
	-	20,000	-	-	-	20,000	2,692	2.32	3.16	
Technology & Communication										
Pakistan Telecommunication Company Limited		609,500	-	-	117,000	492,500	4,477	3.86	5.26	0.01
	-	609,500	-	-	117,000	492,500	4,477	3.86	5.26	
Power Generation and Distribution										
The Hub Power Company Limited	-	146,000	-	-	44,000	102,000	7,480	6.45	8.78	0.01
	-	146,000	-	-	44,000	102,000	7,480	6.45	8.78	
Total - 31 March 2019	-	1,472,400	-	-	471,100	1,001,300	85,176	73.45	100.00	
Carrying value before fair value adjustment as at 31 March 2019										
							94,256			

NBP Aitemaad Regular Payment Fund

5. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2019.

6. 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 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2019 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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.

7. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2019 is 2.10% which includes 0.12% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Shariah Compliant Asset Allocation scheme.

8. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

- 8.1** Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, other collective investment schemes managed by the Management Company, entities having common directorship with the Management Company, retirement funds of group companies, directors and officers of the Management Company and any person or company which beneficially owns directly or indirectly 10% or more of the units in issue / net assets of the Fund.
- 8.2** The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 8.3** Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 8.4** The details of significant transactions carried out by the Fund with connected persons and balances with them at period end are as follows:

NBP Aitemaad Regular Payment Fund

8.5 Transactions during the period

(Unaudited)
For the period from
October 31, 2018 to
March 31, 2019
(Rupees in '000)

NBP Fund Management Limited - Management Company	
Issue of 12,209,553 units	120,022
Accounting and operational charges to the Management Company	44
Sales load and others	2
Employees of the Management Company	
Units issued: 52,743 units	525
Units redeemed: 52,743 units	524
Bank Islami Pakistan Limited (Common directorship)	
Markup on bank balances	72
Central Depository Company of Pakistan Limited - Trustee	
Trustee Remuneration	89
Sales tax on remuneration to Trustee	12
CDC charges	30
National Bank of Pakistan Limited - Islamic Banking (Parent Company)	
Markup on bank balances	1
Taurus Securities Limited (Subsidiary of Parent Company)	
Brokerage charges	10
International Industries Limited (Common directorship)	
Shares purchased: 39,000 shares	3,233
Shares sold: 39,000 shares	2,769

8.6 Balances outstanding as at period end

(Unaudited)
March 31, 2019
(Rupees in '000)

NBP Fund Management Limited - Management Company	
Units held: 12,209,553 units	110,039
Accounting and operational charges to the Management Company	29
Preliminary expenses and floatation costs	1,010
Sales load and others	2
Other payable	160
National Bank of Pakistan Limited - Islamic Banking (Parent Company)	
Bank Balance	115
Central Depository Company of Pakistan Limited - Trustee	
Remuneration Payable	20
Sindh Sales Tax on Trustee remuneration	2
CDC charges	21
Security deposit	100
Bank Islami Pakistan Limited (Common directorship)	
Bank balance	425
Markup on bank balance	16

NBP Aitemaad Regular Payment Fund

9. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 26, 2019

10. GENERAL

10.1 Figures have been rounded off to the nearest thousand rupees.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director



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- 📖 Knowledge center
- 📊 Risk profiler*
- 📊 Financial calculator
- ⌚ Subscription to Alerts (event notifications, corporate and regulatory actions)
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- 💻 Online Quizzes



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Email: info@nbpfunds.com

Website: www.nbpfunds.com

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NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

**QUARTERLY
REPORT
MARCH
31, 2019**



NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

MISSION STATEMENT

**To rank in the top quartile
in performance of
NBP FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.**

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

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NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of the Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Nasir Husain	Director
Mr. Abdul Hadi Palekar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Mr. Humayun Bashir	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Humayun Bashir	Member
Mr. Nasir Husain	Member
Mr. Imran Zaffar	Member

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy	Chairman
Mr. Nasir Husain	Member
Mr. Humayun Bashir	Member
Mr. Ali Saigol	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Shehryar Faruque	Member
Mr. Abdul Hadi Palekar	Member
Mr. Ali Saigol	Member

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

Allied Bank Limited
Askari Bank Limited
Summit Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
National Bank Limited
Silk Bank Limited
Soneri Bank Limited
The Bank of Punjab
United Bank Limited
Sindh Bank Limited
Zarai Tarqiati Bank Limited
JS Bank Pakistan Limited
BankIslami Pakistan Limited
Meezan Bank Limited

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Auditors

KPMG Taseer Hadi & Co.
Sheikh Sultan Trust Buildings,
Ground No. 2 Shaheed Chaudary Aslam Rd,
Civil Lines, Karachi, 75530

Legal Advisor

Akhund Forbes
D-21, Block 4, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.nbpfunds.com

Lahore Office:

7-Noon Avenue, Canal Bank,
Muslim Town, Lahore.
UAN: 042-111-111-632
Fax: 92-42-35861095

Islamabad Office:

1st Floor, Ranjha Arcade
Main Double Road, Gulberg Greens,
Islamabad.
UAN: 051-111-111-632
Fax: 051-4859031

Peshawar Office:

Opposite Gul Haji Plaza, 2nd Floor
National Bank Building
University Road Peshawar,
UAN: 091-111 111 632
Fax: 091-5703202

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of **NBP Balanced Fund (NBF) - Formerly: NAFA Multi Asset Fund** for the period ended March 30, 2019.

Fund's Performance

The size of NBP Balanced Fund (NBF) - *Formerly: NAFA Multi Asset Fund* has decreased from Rs. 1,654 million to Rs. 1,555 million during the period, i.e. a decrease of 6%. During the period, the unit price of **NBP Balanced Fund (NBF) - Formerly: NAFA Multi Asset Fund** has decreased from Rs. 18.0084 on June 30, 2018 to Rs. 17.7291 on March 31, 2019, thus showing a decrease of 1.55%. The Benchmark increase during the same period was 1.42%. Thus, the Fund has underperformed its Benchmark by 2.97% during the period under review. Since inception the NAV of the Fund has increased from Rs. 3.7741 (Ex-Div) on January 19, 2007 to Rs. 17.7291 on March 31, 2019, thus showing an increase of 369.76%. During the said period, the Benchmark increased by 162.65%, translating into outperformance of 207.11%. This performance is net of management fee and all other expenses.

9MFY19 has been a challenging period for the stock market, characterized by dismal performance, amplified volatility, and lackluster participation. Initially, the market celebrated the fortuitous transition between two democratically elected governments as it quelled the domestic political uncertainty, but the rally proved short-lived as investors' focus shifted from politics to the ailing economy as manifested by intractable twin deficits, especially the ballooning Current Account Deficit (CAD) and the consequent drain on the foreign exchange reserves. The government in its response, embarked on contractionary monetary and fiscal policies such as expanding and deepening the scope of duties on imported luxury goods, cut in public spending, and readjusting the overvalued Rupee against the US Dollar. Concomitantly, the Central Bank also raised the Policy Rate aggressively to rein in inflationary pressures and contain consumption-led demand pressures. This raised concern on economic growth slowdown and corporate profitability, especially of cyclical sectors that in turn damped market sentiments during the period under review.

Delay in the IMF program also irked the market participants even though the government was able to secure a sizable financial assistance from friendly countries such as China, KSA and UAE that lent support to SBP's fast depleting FX reserves. In the meanwhile, the tightening policies started showing results as reflected by a substantial decline in CAD that clocked in at USD 873 million and USD 356 million in Jan-19 and Feb-19, respectively compared with the average monthly CAD of USD 1.27 billion in 1HFY19, which revived some confidence in the stocks during 3QFY19. However, the gains were capped by the escalation of tension between Pakistan and India post Pulwama attack in Indian occupied Kashmir. More specifically, the market (KSE 100 Index) surged by 4.3% in 3QFY19, offsetting some of the losses in 1HFY19, taking 9MFY19 decline to 7.8%.

Defensive sectors such as Fertilizers, Commercial Banks, Oil & Gas Exploration, Textile Composite and Chemicals fared better than the market, while Engineering, Oil & Gas Marketing, Refineries, Cements, Autos and Power sectors underperformed the market during 9MFY19. On the trading activity front, Foreign Investors continued their unabated selling, which amounted to USD 373 million. On the local side, Mutual Funds also liquidated equities worth USD 59 million, while Insurance Companies, Individuals, and Companies emerged as large buyers with net inflows to the tune of USD 174 million, USD 144 million, and USD 73 million, respectively.

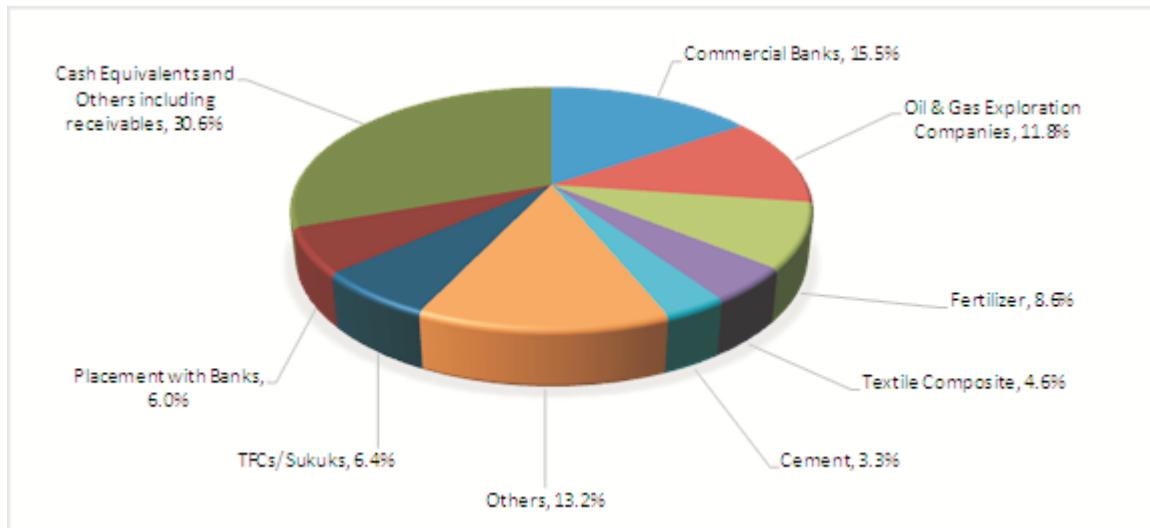
During 9MFY2019, the State Bank of Pakistan (SBP) pursued tightening monetary policy and cumulatively hiked the Discount Rate by 425 basis points to 11.25% to contain underlying inflationary pressures and restore financial stability. Since FY2019, sovereign yields responded consequently to every policy rate increase. The yields on T-bills for 3-month, 6-month and 12-month tenors increased by 412 basis points, 410 basis points and 395 basis points respectively during the period under review. Similarly, 10-year PIB yield inched up by 410 basis points to 13.12%. Foreseeing further upside risks to inflation and interest rates, investors' preference remained tilted towards shorter tenor maturities.

After remaining relatively dormant, the market witnessed a surge in fresh issuances of debt securities to meet the increasing working capital and fixed capital investment requirement during the period under review. However, trading activity in corporate debt securities remained thin and was recorded at Rs. 11.4 billion compared to Rs. 16.1 billion in the same period last year. Trading activity in the longer tenor sovereign bonds (PIBs) also remained subdued mainly due to upside risks to interest rates.

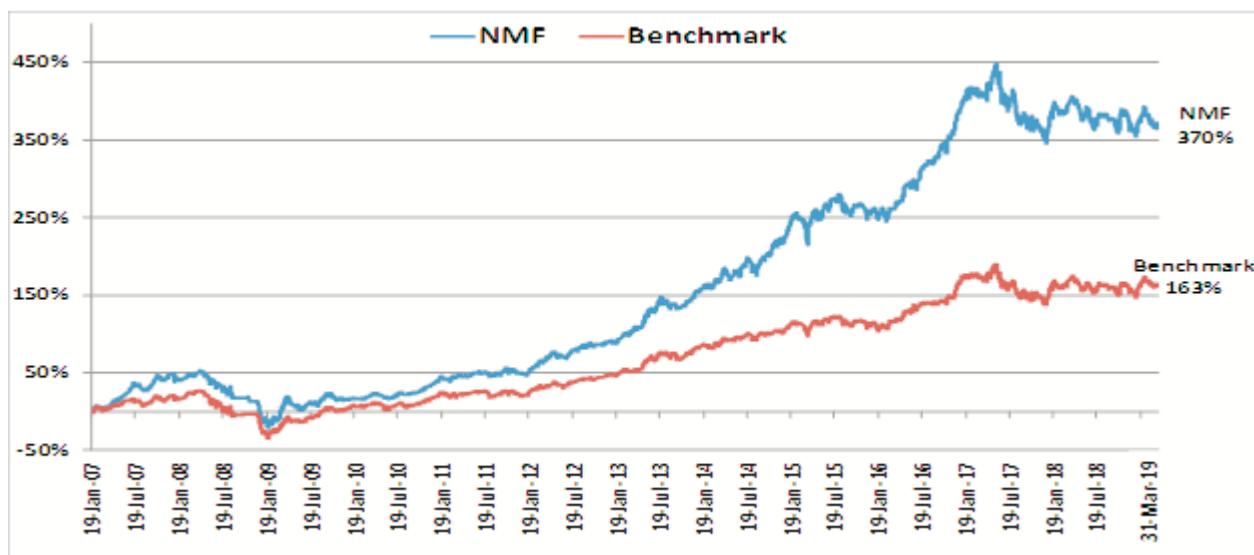
NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

NBP Balanced Fund (NBF) - Formerly: NAFA Multi Asset Fund has earned total income of Rs. 13.40 million during the period. After deducting total expenses of Rs. 38.86 million, the net loss is Rs. 25.46 million. The asset allocation of the Fund as on March 31, 2019 is as follows:



NBF Performance versus Benchmark (Since Inception)



NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of

NBP Fund Management Limited

Chief Executive

Director

Date: April 26, 2019

Place: Karachi.

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

ڈائریکٹر رپورٹ

NBP فنڈ میجنٹ میٹڈ کے بورڈ آف ڈائریکٹر 31 مارچ 2019ء کو ختم ہونے والی مدت کے لئے NBP بیلینڈ فنڈ (NBF) (سابقہ: NAFA ملٹی ایسیٹ فنڈ) کے غیر آٹھ شدہ مالیاتی گوشوارے پیش کرتے ہوئے مسٹر محسوس کرتے ہیں۔

فنڈ کی کارکردگی

NBP بیلینڈ فنڈ (NBF) (سابقہ: NAFA ملٹی ایسیٹ فنڈ) کا سائز اس مدت کے دوران 1,654 ملین روپے سے کم ہو کر 1,555 ملین روپے ہو گیا، یعنی 6% کی کمی۔ اس مدت کے دوران NBP بیلینڈ فنڈ (NBF) (سابقہ: NAFA ملٹی ایسیٹ فنڈ) کے یونٹ کی قیمت 30 جون 2018 کو 18.0084 روپے سے کم ہو کر 31 مارچ 2019 کو 17.7219 روپے پر پہنچ چکی ہے۔ لہذا 1.55% کی کمی دیکھنے میں آئی۔ اسی مدت کے دوران پنچ مارک میں 1.42% کا اضافہ ہوا۔ چنانچہ فنڈ نے زیر جائزہ مدت کے دوران فنڈ کی کارکردگی اپنے پنچ مارک سے 3.49% سے اب تک فنڈ کی NAV 19 جنوری 2007 کو 3.7741 روپے (EX-Div) سے بڑھ کر 31 مارچ 2019 کو 17.7291 روپے ہو گئی، چنانچہ 369.76% کا اضافہ ہوا۔ اس مدت کے دوران، پنچ مارک 162.65% سے بڑھا۔ لہذا فنڈ نے 207.11% بہتر کارکردگی دیکھائی۔ فنڈ کی یہ کارکردگی میجنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

مالی سال 2019 کی نوماہی میں اسٹاک مارکیٹ، مایوس کن کارکردگی، عدم استحکام اور عدم دلچسپی کے باعث مشکل حالات سے دوچار رہی۔ ابتدائی طور پر مارکیٹ نے دو جہوری منتخب حکومتوں میں خوش قسمت تبدیلی کو سراہا اور ملکی غیر یقینی سیاسی صورتحال کا استحکام بخشتہ تاہم سرمایہ کاروں کا جوش وقت ثابت ہوا جس کی وجہ سرماہی کاروں کا سیاسی صورتحال سے خراب میعیش کی طرف متوجہ ہونا تھا جو کہ دو ہرے خسارے، خاص طور پر بڑھتے ہوئے کرنٹ اکاؤنٹ خسارہ (CAD) اور نیجتاً غیر ملکی زریمدالہ کے ذخیرے میں کمی سے صاف ظاہر ہو رہی تھی۔ حکومت نے اس کے بعد میں پر تیش اشیاء کی درآمد پر ڈیوٹیز میں اضافہ، عوامی اخراجات میں کمی اور امریکی ڈالر کے برعکس روپیہ کی قدر میں کمی کی ایڈجٹمنٹ جسی تخفیفی مانیٹری اور مالی پالیسیوں کا آغاز کیا۔ نتیجتاً سینٹرل بینک نے افراطی اور کھپت پر مشتمل طلب کے دباؤ اور کھپت پر مشتمل طلب کے دباؤ پر قابو پانے کے لئے پالیسی کی شرح میں خاطر خواہ اضافہ کر دیا اس سے اقتصادی نمکوی سست روی اور کارپوریٹ خاص طور پر گردشی میکٹریز کی بھانج میں کمی سے تشویش بڑھ گئی جس کے نتیجے میں زیر جائزہ مدت کے دوران سرمایہ کاروں کے جذبات میں بڑھ گئے۔

IMF پروگرام میں تا خیر نے مارکیٹ کے شرکاء کو بھی پریشان کیا باوجود اس کے حکومت چاننا، سعودی عرب اور متحده عرب امارات جیسے دوست ممالک سے قابل ذکر مالی امداد کو حاصل کرنے میں کامیاب ہوئی جو SBP کے تیزی سے کم ہوتے زریمدالہ کے ذخیرے کو مستحکم کرنے کے لئے معاون ٹیکنالوجی میں، سخت پالیسیوں کے نتائج سامنے آنے شروع ہو گئے جو CAD میں خاطر خواہ کی سے ظاہر ہوتا ہے۔ مالی سال 19 کی پہلی ششماہی میں 1.27 بیلین امریکی ڈالر کے اوسط ماہانہ CAD کے مقابلے میں بالترتیب، جنوری-19 اور فروری-19 میں 873 بیلین امریکی ڈالر اور 356 بیلین امریکی ڈالر رہی ہے، جس نے مالی سال کی تیسرا سسماہی کے دوران اسٹاک میں کچھ اعتدالی بحال کیا۔ تاہم، مقبوضہ کشمیر میں پلوامہ جملے کے بعد پاکستان اور بھارت کے درمیان کشیدگی کے اضافے کی وجہ سے اسٹاک مارکیٹ کی سرگرمیاں محدود ہو گئیں۔ خاص طور پر، مالی سال 19 کی تیسرا سسماہی میں مارکیٹ (KSE-100 انڈیکس) 4.3% کی فیصد تک بہتر ہوا جس کے نتیجے میں، مالی سال 19 کی پہلی ششماہی کے نقصانات کا کچھ ازالہ ہوا اور مالی سال 19 کی نوماہی میں مارکیٹ کی کمی 7.8% تک رہ گئی۔

NBP BALANCED FUND

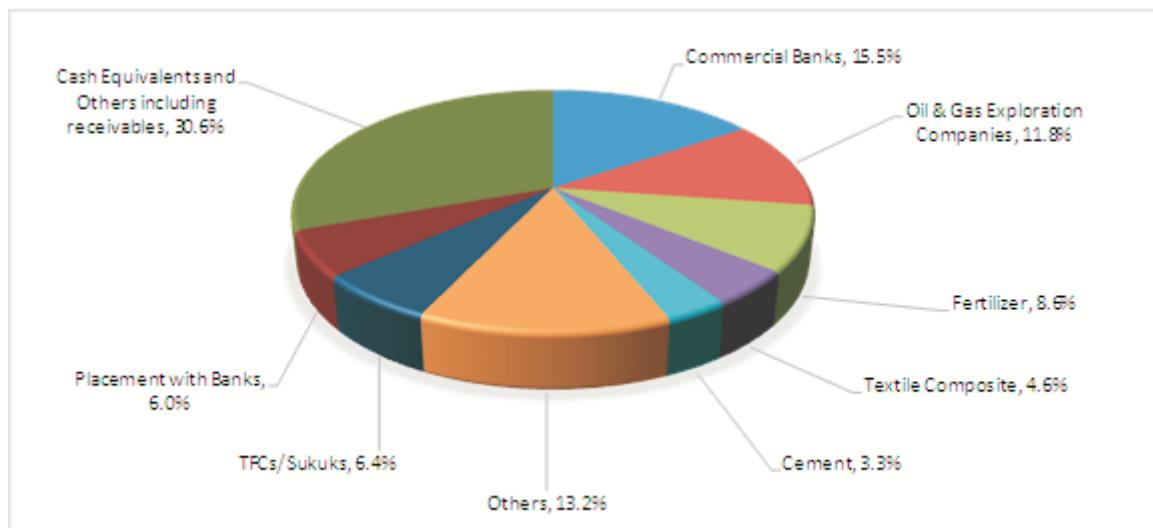
(Formerly: NAFA Multi Asset Fund)

شعبہ جاتی کارکردگی کے حوالہ سے مالی سال 19 کی نوماہی کے دوران کھاد، تجارتی بیکوں، آئل اینڈ گیس ایکسپورٹریشن، یونیٹائل کمپوزٹ اور کمیکل نے مارکیٹ سے بہتر کارکردگی دکھائی ہے، جبکہ انجینئرنگ، آئل اینڈ گیس مارکیٹنگ، ریفارمیری، سیمنٹ، آئوڈی اور بھل کے شعبوں نے اپنے کارکردگی کا مظاہرہ کیا۔ مارکیٹ میں تجارتی سرگرمی کے لحاظ سے غیر ملکی سرمایہ کار 373 ملین امریکی ڈالر کے جم کے ساتھ خالص فروخت کنندہ رہے۔ مقامی سرمایہ کاروں میں میوچل فنڈ نے 59 ملین امریکی ڈالر کی ایکوٹیز فروخت کیں جبکہ انشورنس، انفارادی سرمایہ کار اور کمپنیاں، اس عرصے کے دوران بالترتیب 174 ملین امریکی ڈالر، 144 ملین امریکی ڈالر اور 73 ملین امریکی ڈالر کے جم کے ساتھ خالص خریدار رہے۔

مالی سال 2019 کی نوماہی کے دوران، بنیادی افراط از ر کے دباؤ کی روک تھام اور مالیاتی استحکام کو بحال کرنے کے لئے اسٹیٹ بینک آف پاکستان (SBP) نے سخت مانیٹری پالیسی پر عمل درامد کرتے ہوئے پالیسی کی شرح 425 یس پوائنٹ اشافے کے ساتھ 11.25% کردو۔ مالی سال 2019 سے، ہر پالیسی کی شرح میں اضافہ کے تیجہ میں Sovereign Yields میں بھی اضافہ دیکھا گیا۔ 3 ماہ، 6 ماہ اور 12 ماہ کے T-bills پر زیر جائزہ مدت کے دوران علی الترتیب 412 یس پوائنٹس، 410 یس پوائنٹس اور 395 یس پوائنٹس تک کا اضافہ ہوا۔ اسی طرح 10 سالہ PIB کی 410 yield کی 395 یس پوائنٹس کے اضافے کے ساتھ 13.12% ہو گئی۔ افراط از کے خدشات اور شرح سود میں اضافہ کے پیش نظر سرمایہ کاروں نے حکومت کی قیل المدت پیچوریز کو ترجیح دی۔

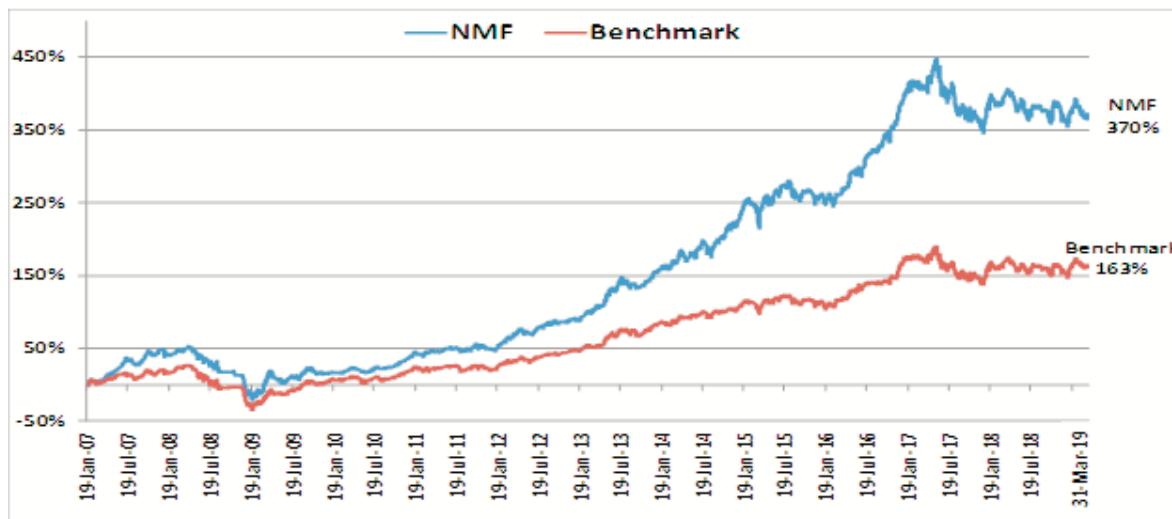
نسبتاً غیرفعال رہنے کے بعد، زیر جائزہ مدت کے دوران مارکیٹ میں بڑھتے ہوئے درگل کمپیٹیشن اور فکسلڈ کمپیٹیشن انسٹیٹیوٹ کی ضروریات کو پورا کرنے کے لئے Debt سیکورٹیز کے نئے اجراء میں اضافہ دیکھا گیا۔ تاہم، کارپوریٹ Debt سیکورٹیز میں تجارتی سرگرمی گزشتہ سال کی نسبت کم رہی اور گزشتہ سال کی اسی مدت میں 16.1 ملین روپے کے مقابلے میں 11.4 ملین روپے پر درج کی گئی۔ طویل المدت حکومتی بانڈز (PIBs) میں تجارتی سرگرمی بھی شرح سود بڑھنے کے خدشات کے سبب کم رہی۔

NBP بیلنس فنڈ (NAFA ملٹی ایسٹ فنڈ) (سابقہ: NBF) نے موجودہ مدت کے دوران 13.40 ملین روپے کا مجموعی منافع کمایا ہے۔ 38.86 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص نقصان 25.46 ملین روپے ہے۔ 31 مارچ 2019 کے مطابق فنڈ کی ایسٹ ایکسپورٹریشن حصہ ذیل ہے:



NBP BALANCED FUND (Formerly: NAFA Multi Asset Fund)

NBF کی کارکردگی بمقابلہ نئے مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل تدریونٹ ہولڈرز کا شکر یہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایچینج کمشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے خلاص رویہ کا بھی اعتراف کرتا ہے۔ بورڈ اپنے اسٹاف اور ٹریسٹی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

من جانب بورڈ آف ڈائریکٹرز

NBP فنڈ میجمنٹ لمبیڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 26 اپریل 2019

مقام: کراچی

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2019

	Note	Unaudited March 31, 2019	Audited June 30, 2018
-----Rupees in '000-----			
ASSETS			
Balances with banks & term deposits		482,002	729,754
Investments	4	1,079,169	947,249
Dividend and profit receivable		18,843	6,007
Advances, deposits, prepayments and other receivables		11,558	3,732
Total assets		1,591,572	1,686,742
LIABILITIES			
Payable to the Management Company		5,262	4,535
Payable to the Trustee		248	353
Payable to the Securities and Exchange Commission of Pakistan		1,039	1,476
Accrued expenses and other liabilities		30,264	26,354
Total liabilities		36,813	32,718
NET ASSETS		<u>1,554,759</u>	<u>1,654,024</u>
UNIT HOLDERS' FUND (As per statement attached)		<u>1,554,759</u>	<u>1,654,024</u>
CONTINGENCIES AND COMMITMENTS			
-----Number of units-----			
Number of units in issue		<u>87,695,144</u>	<u>91,847,605</u>
-----Rupees-----			
Net Asset Value per unit		<u>17.7291</u>	<u>18.0084</u>

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

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

Note	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
----- Rupees in '000 -----				
INCOME				
Capital loss on sale of investments - net	(14,342)	(52,826)	(6,055)	(30,168)
Income from term finance certificates and sukuk bonds	8,254	6,988	2,956	2,279
Income from government securities	8,862	4,193	-	-
Dividend income	31,656	42,530	11,703	9,769
Profit on bank deposits and term deposits	41,319	23,956	14,641	9,120
Unrealised (diminution) / appreciation on re-measurement of investments 'at fair value through profit or loss - net	(62,348)	(31,429)	40,683	139,890
Total Income	13,401	(6,588)	63,928	130,890
EXPENSES				
Remuneration of the Management Company	24,450	26,259	7,883	8,449
Sindh sales tax on remuneration on the Management Company	3,179	3,414	1,025	1,099
Remuneration of the Trustee	1,973	2,064	641	669
Sindh Sales Tax on remuneration of Trustee	257	268	84	87
Accounting and operational charges to the Management Company	1,223	1,313	395	423
Selling and marketing expenses	9 3,984	-	1,577	-
Annual fee - Securities and Exchange Commission of Pakistan	1,039	1,116	335	359
Securities transaction cost	1,525	618	596	317
Settlement and bank charges	432	292	194	90
Annual listing fee	21	20	7	6
Legal and professional charges	54	68	20	38
Auditors' remuneration	534	503	118	115
Printing expenses	35	37	3	8
Fund's rating fee	157	135	56	45
Total Expenses	38,863	36,107	12,934	11,705
Net (Loss) / Income from operating activities	(25,462)	(42,695)	50,994	119,185
Provision for Sindh Workers' Welfare Fund	6 -	-	-	-
Net (loss) / Income for the period before taxation	(25,462)	(42,695)	50,994	119,185
Taxation	7 -	-	-	-
Net (loss) / Income for the period after taxation	(25,462)	(42,695)	50,994	119,185
Allocation of net income for the period:				
Net Income for the period	-	-	-	-
Income already paid on units redeemed	-	-	-	-
Accounting income available for distribution:	-	-	-	-
- Relating to capital gains	-	-	-	-
- Excluding capital gains	-	-	-	-

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

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2019

	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
----- Rupees in '000 -----				
Net (Loss) / Income for the period after taxation	(25,462)	(42,695)	50,994	119,185
Other comprehensive income / (loss)				
Net unrealised appreciation in the value of investments classified as 'available for sale'	-	-	-	-
Total comprehensive (loss) / Income for the period	(25,462)	(42,695)	50,994	119,185
=====				

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

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND FOR THE NINE MONTHS ENDED MARCH 31, 2019

	Nine Months Period Ended					
	2019	Undistributed income	Total	2018	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	1,010,443	643,581	1,654,024	1,077,061	770,053	1,847,114
Issue of 3,529,753 units (2018: 10,628,591 units)						
- Capital value	63,565	-	63,565	204,430	-	204,430
- Element of Income	142	-	142	(6,978)	-	(6,978)
Total proceeds on issuance of units	63,707	-	63,707	197,452	-	197,452
Redemption of 7,682,214 units (2018: 13,602,334 units)						
- Capital value	(138,344)	-	(138,344)	(261,356)	-	(261,356)
- Element of income	834	-	834	16,675	-	16,675
Total payments on redemption of units	(137,508)	-	(137,510)	(244,681)	-	(244,681)
Total comprehensive (loss) / income for the period	-	(25,462)	(25,462)	-	(42,695)	(42,695)
Distribution during the period	-	-	-	-	(7,502)	(7,502)
Net assets at end of the period	<u>936,642</u>	<u>618,119</u>	<u>1,554,759</u>	<u>1,029,832</u>	<u>719,856</u>	<u>1,749,688</u>
Undistributed income brought forward						
- Realised	730,114				528,024	
- Unrealised	(86,533)				242,029	
	<u>643,581</u>				<u>770,053</u>	
Accounting income available for distribution:						
- Relating to capital gains	-				-	
- Excluding capital gains	-				-	
Net (loss) / income for the period	(25,462)				(42,695)	
Distribution during the period	-				(7,502)	
Undistributed income carried forward	<u>618,119</u>				<u>719,856</u>	
Undistributed income carried forward						
- Realised	680,467				751,285	
- Unrealised	(62,348)				(31,429)	
	<u>618,119</u>				<u>719,856</u>	
	(Ruppes)				(Ruppes)	
Net assets value per unit at beginning of the period	<u>18.0084</u>				<u>19.2708</u>	
Net assets value per unit at end of the period	<u>17.7291</u>				<u>18.8389</u>	

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

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2019

	Nine months ended	
	March 31, 2019	March 31, 2018
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Net Loss for the period before taxation	(25,462)	(42,695)
Adjustments		
Unrealised diminution in the value of investments classified as 'at fair value through profit or loss'	62,348	31,429
Loss on sale of investments - net	14,342	52,826
	51,228	41,560
Decrease / (increase) in assets		
Investments - net	(208,610)	54,315
Advances, deposits, prepayments and other receivables	(7,826)	(7)
Dividend and profit receivable	(12,836)	(7,697)
	(229,272)	46,611
(Decrease) / increase in liabilities		
Payable to the Management Company	727	(373)
Payable to the Trustee	(105)	29
Payable to the Securities and Exchange Commission of Pakistan	(437)	(301)
Accrued expenses and other liabilities	3,910	(4,318)
	4,095	(4,963)
Net cash (used in) generated from operating activities	(173,949)	83,208
CASH FLOW FROM FINANCING ACTIVITIES		
Amounts received from issuance of units	63,707	197,452
Amounts paid on redemption of units	(137,510)	(244,681)
Distribution paid	-	(35,746)
Net cash / (used in) financing activities	(73,803)	(82,975)
Net increase in cash and cash equivalents during the period	(247,752)	233
Cash and cash equivalents at the beginning of the period	729,754	730,941
Cash and cash equivalents at the end of the period	482,002	731,174

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2019

1 LEGAL STATUS AND NATURE OF BUSINESS

The NBP Balanced Fund (NBF) - *Formerly: NAFA Multi Asset Fund* (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited and Central Depository Company of Pakistan Limited (CDC), as Trustee. The Trust Deed was executed on 06 December 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 20 December 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of Mutual Fund Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and is listed on Pakistan Stock Exchange Limited (PSX). Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is categorized as an Balanced 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.

With the approval of SECP, the Management Company has changed the name of the fund from 'NAFA Multi Asset Fund' to 'NBP Balanced Fund' with effect from April 25, 2019. The trust deed has been amended through supplemental trust deed executed for the change of name.

The core objective of the Fund is to provide its investors with a combination of capital growth and income. The Fund aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments etc.

The Pakistan Credit Rating Agency (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company. long term and short term performance ranking of '4 star' to the Fund.

Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan (CDC) Limited as Trustee of Fund

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

"These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

Provisions of and directives issued under the Companies Act, 2017 along with part VIIA of the repealed Companies Ordinance, 1984; and

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 the requirements of the Trust Deed.

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2018.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2019.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2018 except for the change in accounting policy as explained in note 3.2.

3.2 Effective from July 01, 2018, the fund has adopted IFRS 9: "Financial Instruments" which has replaced IAS 39: "Financial Instruments: Recognition and Measurement". The standard addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on 'expected credit losses' (ECL) approach rather than 'incurred credit losses' approach, as previously given under IAS 39. However, the SECP vide its letter dated November 21, 2017, has deferred the applicability of requirements relating to impairment for debt securities on mutual funds till further instructions. Currently, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities. Furthermore, the ECL has an impact on all other assets of the Fund which are exposed to credit risk. However, majority of the assets of the Fund other than debt securities (for which there is a separate criteria as mentioned above) that are exposed to credit risk pertain to counter parties which have high credit rating. Therefore, the management believes that the impact of ECL would be very minimal and hence, the same has not been accounted for in these condensed interim financial statements.

"IFRS 9 has provided a criteria for debt securities whereby debt securities are either classified as (a) amortised cost or (b) at fair value through other comprehensive income "(FVOCI)" or (c) at fair value through profit or loss (FVPL) based on the business model of the entity. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Furthermore, the collection of contractual cash flows for debt securities is only incidental to achieving the Fund's business model's objective.

IFRS 9 requires securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis to be recognized as FVPL. The management considers its investment in debt securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost."

The adoption of IFRS-9 did not have any impact on classification and measurement of financial assets and financial liabilities on the date of its adoption.

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2018 that have a material effect on the financial statements of the Fund.

- 3.3** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2018. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2018.

4 INVESTMENTS

4.1	Financial assets 'at fair value through profit or loss'	Note	Unaudited	Audited
			March 31, 2019	June 30, 2018
(Rupees in '000)				
	Equity securities - listed	4.1.1	886,698	744,286
	Term finance certificates - unlisted	4.1.4	99,588	116,869
			<hr/> 986,286	<hr/> 861,155
Financial Assets at amortised cost				
	Term deposits	4.2.1	92,883	86,094
			<hr/> 92,883	<hr/> 86,094
			<hr/> 1,079,169	<hr/> 947,249

4.1.1 Equity securities - Listed

All shares have a nominal face value of Rs 10 each except for shares of Thal Limited which have a face value of Rs 5.

Name of the investee company	As at 1 July 2018	Purchases during the period	Bonus issue during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2019	Market value / carrying value as at 31 March 2019	Market value as a percentage of net assets	Market value as a percentage of investments	Market Value as Percentage of paid-up capital of the investee company held									
							(Number of Shares)												
----- (Number of Shares) ----- (Rupees in '000) ----- (%) -----																			
Oil & Gas Exploration Companies																			
Oil and Gas Development Company Limited	220,096	371,500	-	-	184,600	406,996	60,052	0.04	0.06	1.40									
Pakistan Oilfields Limited	32,369	67,500	5,954	-	28,000	77,823	34,806	0.02	0.03	0.01									
Pakistan Petroleum Limited	181,084	224,800	27,868	-	95,100	338,652	62,647	0.04	0.06	0.00									
Mari Petroleum Limited	27,200	-	2,116	-	8,440	20,876	25,996	0.02	0.02	0.02									
	<hr/> 460,749	<hr/> 663,800	<hr/> 35,938	-	<hr/> 316,140	<hr/> 844,347	<hr/> 183,501	<hr/> 0.12	<hr/> 0.17										
Oil & Gas Marketing Companies																			
Pakistan State Oil Company Limited	41,182	79,800	8,236	-	41,800	87,418	18,898	0.01	0.02	0.01									
Attock Petroleum Limited	18,951	-	2,310	-	10,200	11,061	4,408	0.00	0.00	0.01									
Shell Pakistan Limited	36,300	-	-	-	36,300	-	-	-	-	-									
Sui Northern gas Pipelines	108,500	183,500	-	-	97,500	194,500	14,609	0.01	0.01	0.00									
Hascol Petroleum Limited	565	11,000	2,891	-	-	14,456	1,875	0.00	0.00	0.00									
	<hr/> 205,498	<hr/> 274,300	<hr/> 13,437	-	<hr/> 185,800	<hr/> 307,435	<hr/> 39,790	<hr/> 0.03	<hr/> 0.04										

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Name of the investee company	As at 1 July 2018	Purchases during the period	Bonus issue during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2019	Market value / carrying value as at 31 March 2019	Market value as a percentage of net assets	Market value as a percentage of investments	Market Value as Percentage of paid-up capital of the investee company held
	(Number of Shares)					(Rupees in '000)				
Refinery										
Attock Refinery Limited	2,100	-	-	-	2,100	-	-	-	-	-
National Refinery Limited	-	16,000	-	-	16,000	-	-	-	-	-
	2,100	16,000	-	-	18,100	-	-	-	-	-
Fertilizers										
Engro Fertilizers Limited	479,001	200,000	-	-	319,500	359,501	25,722	0.02	0.02	0.00
Fauji Fertilizer Bin Qasim Limited	37,500	270,000	-	-	51,000	256,500	8,783	0.01	0.01	0.00
Engro Corporation Limited	148,018	77,300	-	-	83,500	141,818	46,407	0.03	0.04	0.01
Dawood Hercules Corporation Limited	9,000	-	-	-	9,000	-	-	-	-	-
Fauji Fertilizer Company Limited	203,001	473,000	-	-	166,000	510,001	53,275	0.03	0.05	0.00
	876,520	1,020,300	-	-	629,000	1,267,820	134,187	0.09	0.12	-
Chemicals										
Akzo Nobel Pakistan Limited	27,800	-	-	-	27,800	-	-	-	-	-
Descon Oxychem Ltd	-	1,046,000	-	-	1,046,000	-	-	-	-	-
Engro Polymer & Chemicals Limited	149,000	837,500	-	-	675,500	311,000	13,298	0.01	0.01	0.03
Engro Polymer & Chemicals Limited	55,123	-	-	-	-	55,123	-	-	-	-
Lotte Chemical Pakistan Ltd	-	908,500	-	-	908,500	-	-	-	-	-
	231,923	2,792,000	-	-	2,657,800	366,123	13,298	0.01	0.01	-
Cement										
Attock Cement Pakistan Limited	124,100	-	-	-	124,100	-	-	-	-	-
Cherat Cement Company Limited	82,800	-	-	-	-	82,800	5,201	0.00	0.00	0.00
D.G. Khan Cement Pakistan Limited	58,100	26,500	-	-	84,600	-	-	-	-	-
Fauji Cement Company Limited	50,500	-	-	-	50,500	-	-	-	-	-
Kohat Cement Company Limited	17,500	-	5,250	-	-	22,750	1,953	0.00	0.00	0.00
Lucky Cement Limited	22,764	70,300	-	-	40,900	52,164	22,339	0.01	0.02	0.01
Maple Leaf Cement Factory Limited	44,000	745,000	-	-	481,500	307,500	11,516	0.01	0.01	0.00
Pioneer Cement Limited	-	377,000	-	-	64,000	313,000	10,883	0.01	0.01	0.00
	399,764	1,218,800	5,250	-	845,600	778,214	51,892	0.03	0.05	-
Automobile Parts & Accessories										
Thal Limited	13,186	-	-	-	13,175	11	5	0.00	-	0.00
	13,186	-	-	-	13,175	11	5	0.00	-	-
Textile Composite										
Azgard Nine Limited (Non-voting shares)	807,000	-	-	-	-	807,000	5,649	0.00	0.01	0.10
Kohinoor Textile Mills Limited	245,613	-	-	-	66,000	179,613	8,059	0.01	0.01	0.00
Nishat (Chunian) Limited	324,500	347,000	-	-	428,500	243,000	12,573	0.01	0.01	0.01
Gul Ahmed Textile Mills	-	528,000	-	-	75,000	453,000	25,807	0.02	0.02	0.01
Nishat Mills Limited	98,700	83,500	-	-	35,500	146,700	19,747	0.01	0.02	0.01
	1,475,813	958,500	-	-	605,000	1,829,313	71,835	0.05	0.07	-
Transport										
Pakistan National Shipping Corporation	7,000	-	-	-	7,000	-	-	-	-	-
	7,000	-	-	-	7,000	-	-	-	-	-
Technology & Communication										
Netsol Technologies Ltd	-	124,800	-	-	30,000	94,800	7,732	-	0.01	0.01
Avanceon Limited	-	48,000	-	-	-	48,000	3,344	-	-	0.00
Systems Limited	-	49,500	-	-	-	49,500	5,272	-	-	0.00
	-	222,300	-	-	30,000	192,300	16,348	-	0.01	-
VANASPATI AND ALLIED INDUSTRIES										
Unity Foods Limited	-	642,500	-	-	-	642,500	12,121	0.01	0.01	0.01
Unity Foods Limited	-	-	-	1,425,257	-	1,425,257	-	-	-	-
	-	642,500	-	1,425,257	-	2,067,757	12,121	0.01	0.01	-
Engineering										
Amreli Steels Limited	66,600	-	-	-	66,600	-	-	-	-	-
Aisha Steel Ltd	-	220,000	-	-	220,000	-	-	-	-	-
International Steels Limited	143,500	182,600	-	-	221,000	105,100	6,730	0.00	0.01	0.00
Ittefaq Iron Industries	-	295,000	-	-	295,000	-	-	-	-	-
International Industries Limited	61,000	54,300	-	-	83,300	32,000	3,971	0.00	0.00	0.00
Mughal Iron & Steel Industries	-	638,500	-	-	208,000	430,500	16,815	0.01	0.02	0.01
	271,100	1,390,400	-	-	1,093,900	567,600	27,516	0.01	0.03	-

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Name of the investee company	As at 1 July 2018	Purchases during the period	Bonus issue during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2019	Market value / carrying value as at 31 March 2019	Market value as a percentage of net assets	Market value as a percentage of investments	Market Value as Percentage of paid-up capital of the investee company held
				(Number of Shares)			(Rupees in '000)		(%)	
Power Generation & Distirbution										
Kot Addu Power Company Limited	108,000	-	-	-	108,000	-	-	-	-	-
K-Electric limited	250,000	2,103,000	-	-	831,000	1,522,000	8,508	0.01	0.01	0.00
Saif Power Limited	130,000	-	-	-	-	130,000	3,007	0.00	0.00	0.00
The Hub Power Company Limited	269,748	328,000	-	-	213,500	384,248	28,177	0.02	0.03	0.00
	757,748	2,431,000			1,152,500	2,036,248	39,692	0.03	0.04	
Commercial Banks										
Allied Bank Limited	319,300	-	-	-	79,000	240,300	25,962	0.02	0.02	0.00
Bank Al-falah Limited	740,500	437,500	81,550	-	100,000	1,159,550	54,580	0.04	0.05	0.00
Bank Al-Habib Limited	222,900	202,000	-	-	-	424,900	36,397	0.02	0.03	0.00
Faysal Bank Limited	846,597	-	-	-	618,500	228,097	5,369	0.00	0.00	0.00
Habib Bank Limited	243,380	176,000	-	-	141,000	278,380	36,883	0.02	0.03	0.00
Habib Metropolitan Bank Limited	81,000	-	-	-	81,000	-	-	-	-	-
MCB Bank Limited	86,500	37,100	-	-	32,000	91,600	18,002	0.01	0.02	0.00
Meezan Bank Limited	655	-	66	-	-	721	71	0.00	0.00	0.00
Askari Bank limited	562,500	2,500	-	-	348,500	216,500	4,427	0.00	0.00	0.00
National Bank of Pakistan	-	67,000	-	-	67,000	-	-	-	-	-
Bank of Punjab	-	981,500	-	-	240,000	741,500	9,654	0.01	0.01	0.00
United Bank Limited	152,191	233,200	-	-	26,000	359,391	50,146	0.03	0.05	0.00
	#####	2,136,800	81,616		1,733,000	3,740,939	241,491	0.16	0.22	
Insurance										
Adamjee Insurance Co. Ltd	-	90,500	-	-	-	90,500	3,625	-	0.00	
	-	90,500				90,500	3,625		0.00	
Cable and Electrical Goods										
Pakistan Elektron Limited	-	210,500	-	-	210,500	-	-	-	-	-
	-	210,500			210,500					
Glass and Ceramics										
Tariq Glass Industries Limited	171,000	30,000	-	-	81,500	119,500	12,101	0.01	0.01	0.02
Shabbir Tiles & Ceramics Ltd	51,500	100,000	-	-	51,500	100,000	1,254	0.00	0.00	0.00
	222,500	130,000			133,000	219,500	13,355	0.01	0.01	
Paper & Board										
Century Paper & Board Mills Ltd	255,400	-	-	-	110,000	145,400	7,343	0.00	0.01	0.00
Cherat Packaging Ltd	-	96,200	-	-	17,100	79,100	11,232	0.01	0.01	
	255,400	96,200			127,100	224,500	18,575	0.01	0.02	
Automobile Assembler										
Honda Atlas Cars (Pakistan) Ltd	-	38,000	-	-	38,000	-	-	-	-	-
Indus Motor Company Limited	6,820	-	-	-	5,600	1,220	1,592	0.00	0.00	0.00
Millat Tractors Ltd	5,250	4,700	-	-	9,950	-	-	-	-	-
	12,070	42,700			53,550	1,220	1,592	0.00	0.00	
Food and Personal Care Products										
Al Shaheer Corporation Ltd	-	55,000	-	-	4,000	51,000	917	0.00	0.00	0.00
Fauji Foods Limited	-	254,000	-	-	143,500	110,500	2,884	0.00	0.00	0.00
Matco Foods Limited	-	337,000	7,000	-	140,000	204,000	7,028	0.00	0.01	0.01
	-	646,000	7,000		287,500	365,500	10,829	0.00	0.01	
Pharma And Biotech										
Abbott Lab (Pakistan) Limited.	7,700	-	-	-	7,700	-	-	-	-	-
GlaxoSmithKline (Pakistan) Limited	16,600	40,500	-	-	34,100	23,000	3,302	0.00	0.00	0.00
Hightnoon Laboratories Lmited	-	4,400	-	-	-	4,400	1,488	0.00	0.00	0.01
AGP Limited	-	26,500	-	-	-	26,500	2,256	0.00	0.00	0.00
The Searle Company Limited	-	16,000	2,400	-	18,400	-	-	-	-	-
	24,300	87,400	2,400		60,200	53,900	7,046	0.00	0.00	

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Name of the investee company	As at 1 July 2018	Purchases during the period	Bonus issue during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2019	Market value / carrying value as at 31 March 2019	Market value as a percentage of net assets	Market value as a percentage of investments	Market Value as Percentage of paid-up capital of the investee company held
							(Number of Shares)	(Rupees in '000)	(%)	
Inv. Banks / Inv. Cos. / Securities Cos.										
Pakistan Stock Exchange Limited	148,454	-	-	-	148,454	-	-	-	-	-
	148,454	-	-	-	148,454	-	-	-	-	-
Miscellaneous										
Synthetic Products Limited	2,500	-	-	-	2,500	-	-	-	-	-
	2,500	-	-	-	2,500	-	-	-	-	-
Total - 31 March 2019	8,622,148	15,070,000	145,641	1,425,257	10,309,819	14,953,227	886,698	0.57	0.79	
Carrying value before fair value adjustment as at 31 March 2019							947,453			

- 4.1.2** Investments include shares with market value of Rs. 39.217 million (30 June 2018: Rs. 42.15 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no.11 dated 23 October 2007 issued by the SECP.

4.1.3 Term finance certificates and Sukuk - listed

All term finance certificates have a face value of Rs 5,000 each unless stated otherwise

Name of the investee company	Number of certificates / bonds				Market value as at March 31, 2019	Investment as a percentage of	
	As at July 1, 2018	Purchases during the period	Sales during the period	As at March 31, 2019		Net assets	Market value as a percentage of investments
Rupees in '000'							
Saudi Pak Leasing Company Limited (note 4.1.4)	10,000	-	-	10,000	-	-	-
	10,000	-	-	10,000	-		
Carrying value as at March 31, 2019					27,547		
Provision for impairment loss as at March 31, 2019					27,547		

- 4.1.4** This represents investment in term finance certificates with original term of nine years. On October 13, 2011 the investee company defaulted on its obligation on account of principal and profit payment. The investee company rescheduled its term on December 26, 2011 with a new maturity in March 2017. The said TFCs complied with repayment terms since it was rescheduled and had been reclassified as performing as per criteria defined in circular no. 1 of 2009. However, the investee company again defaulted on its obligation on account of principal and profit payment for the month of April 2014 and was therefore declared as Non-performing Asset (NPA) since April 30, 2014. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

4.1.5 Term finance certificates - unlisted

All term finance certificates have a face value of Rs 5,000 each unless stated otherwise

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

Name of the investee company	Number of certificates / bonds				Market value as at March 31, 2019	Investment as a percentage of	
	As at July 1, 2018	Purchases during the period	Sales during the period	As at March 31, 2019		Net assets	Market value as a percentage of investments
Rupees in							
Jahangir Siddiqui and Company Limited (24.06.2016 to 24.06.2021)	8,000	-	-	8,000	25,000	1.61	2.32
Jahangir Siddiqui and Company Limited (18.07.2017 to 18.07.2022)	17,100	-	-	17,100	74,588	4.80	6.91
	25,100	-	-	25,100	99,588		
Carrying value as at March 31, 2019					101,181	(1,593.00)	

4.2.1 Sukuk Bonds - unlisted

Name of investee company	Number of certificates / bonds				Market value as at March 31, 2019	Investment as a percentage of	
	As at July 1, 2018	Purchases during the period	Sales/Matured during the period	As at March 31, 2019		Net assets	Market value as a percentage of investments
Rupees in							
New Allied Electronics Industries (Private) Limited (note 4.2.2)	32,000	-	-	32,000	-	-	-
Eden Housing Limited (note 4.2.3)	10,000	-	-	10,000	-	-	-
	42,000	-	-	42,000	-		
Carrying value as at March 31, 2019					19,844		
Provision for impairment loss as at March 31, 2019					19,844		

- 4.2.2 This represents investment in privately placed sukuks with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as NPA by MUFAP since January 9, 2009. The amount of provision as per circular 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 4.2.3 This represents investment in privately placed sukuk bonds with a term of five years. On May 06, 2011, the issuer has defaulted its scheduled principal and profit payment and therefore it was classified as NPA by MUFAP. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 4.2.4 This represents investment in privately placed sukuk bonds with a term of five years. On 6 May 2011, the issuer has defaulted its scheduled principal and prot payment and therefore it was classed as NPA by MUFAP. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 4.2.5 The sukuks held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.

5 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2019 and June 30, 2018.

6 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 12.1 to the annual audited financial statements of the Fund for the year ended June 30, 2018.

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 12.213 million for the period ended

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

March 31, 2019 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2019 would have been higher by Rs. 0.1393 per unit (June 30, 2018: Rs. 0.1300 per unit).

7 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 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2019 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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.

8 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2019 is 3.18% which includes 0.37% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an balanced scheme.

9 SELLING AND MARKETING EXPENSES

The SECP vide circular 40 of 2016 dated December 30, 2016 (later amended vide circular 05 of 2017 dated February 13, 2017 and circular 5 of 2018 dated June 4, 2018) has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds and money market funds) initially for three years (from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the fund or actual expenses whichever is lower. Accordingly, the Management Company has charged selling and marketing expenses amounting to Rs. 3.894 million at the rate of 0.4% of the net assets of the Fund being lower than the actual expenses chargeable to the Fund for the period.

10 DETAILS OF NON COMPLIANT INVESTMENT WITH THE INVESTMENT CRITERIA AS DEFINED BY THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The Securities and Exchange Commission of Pakistan (SECP) vide circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. The Board has approved the category of the fund as 'Balanced Scheme'.

The SECP vide circular no. 16 dated July 07, 2010, prescribed specific disclosures for the scheme holding investments that are non - compliant either with the minimum investment criteria specified for the category assigned to such schemes or with investment requirements of their constitutive documents.

The following are the details of non-compliant investments:

Type of Investment	Name of non-compliant investment	Value of investment before provision	Provision held, if any	Value of investment after provision	Percentage of net assets	Percentage of gross assets
.....Rupees in '000'.....						
	Investment in Debt Securities					
	a) Saudi Pak Leasing Company Limited-TFC	27,547	27,547	-	-	-
	b) Eden Housing Industries Private Limited - Sukuk	9,844	9,844	-	-	-
	C) New Allied Electronics Limited	10,000	10,000	-	-	-

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

10.1 At the time of purchase, these term finance certificates and sukuks bonds were in compliance with the aforementioned circular. However, they subsequently defaulted or were downgraded to non investment grade.

10.2 The management is taking steps to ensure compliance with the above requirements.

11 TRANSACTIONS WITH CONNECTED PERSONS

11.1 Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, NAFA Pension Fund, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of 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 unit holders holding ten percent or more units of the Fund.

11.2 The transactions with connected persons are at contracted rates.

11.3 Remuneration and front - end load payable to the Management Company and remuneration payable to the Trustee are determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

11.4 Transactions during the period

	----- (Un-audited) -----	
	Nine Months Ended	
	March 31, 2019	March 31, 2018
----Rupees in '000----		
NBP Fund Management Limited		
Management fee expense	24,450	26,259
Accounting and operational charges to the Management Company	1,223	1,313
Front-end load	1,054	988
Sindh Sales Tax on remuneration of the Management Company	3,179	3,414
Selling and marketing expenses	3,984	-
National Bank of Pakistan - Parent Company		
Treasury bill sold Mar-2019 (Nil)	-	148,826
Shares purchased 67,000 shares (March 31, 2018: Nil shares)	3,365	-
Shares sold: 67,000 shares (March 31, 2018: Nil shares)	3,015	-
International Industries Limited - Common Directorship		
Shares purchased 54,000 shares (March 31, 2018: Nil shares)	8,920	-
Shares sold: 83,300 shares (March 31, 2018: 8,700 shares)	14,230	2,544
Dividend income	275	321
International Steels Limited - Common Directorship		
Shares purchased 182,600 shares (March 31, 2018: Nil shares)	12,620	-
Shares sold: 221,000 shares (March 31, 2018: 37,500 shares)	16,074	4,616
Dividend income	450	306
Central Depository Company of Pakistan Limited - Trustee		
Remuneration	1,973	2,064
Sindh Sales Tax on remuneration of the Trustee	257	268
CDS charges	8	82
Employees of Management Company		
Units Issued / Dividend re invest in Nil units; (March 31, 2018: 4 units)	-	1
Units Redeemed / Transferred out Nil units (March 31, 2018: 12,853 units)	-	233

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

----- (Un-audited) -----		
Nine Months Ended		
	March 31, 2019	March 31, 2018
	----Rupees in '000----	
Taurus Securities Limited - Subsidiary of Parent Company		
Brokerage charges	92	39
Summit Bank Limited		
Bank Profit	-	1
Askari Bank Limited		
Bank Profit	-	55
NBP EMPLOYEES PENSION FUND - RELATED PARTY		
Units issued / Dividend re-invest: Nil units (March 31, 2018: 111,079 units)	-	2,016
BYCO PETROLEUM PAKISTAN LIMITED - EMPLOYEE PROVIDENT FUND		
Units Issued / Transferred in Nil units; (March 31, 2018: 3,294 units)	-	60
Units redeemed / transferred out: Nil units (March 31, 2018: 1,045,171 units)	-	18,562
11.5 Balances outstanding as at period end	Un-audited March 31, 2019	Audited June 30, 2018
	----- Rupees in '000 -----	
NBP Fund Management Limited		
Remuneration payable to Management Company	2,657	2,742
Sindh Sales Tax payable to Management Company	345	356
Selling and marketing expenses	1,577	-
Allocated expenses payable	394	846
Sale load and sale tax on sale load	289	591
National Bank of Pakistan - Parent company		
Balance in current account	4,968	3,446
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	220	222
Sindh Sales Tax on remuneration of the Trustee	28	28
CDC charges payable	26	103
Security deposit	100	100
NBP Employees Pension Fund		
Investment held in the Fund: 26,464,902 units (June 30, 2018: 26,464,902 units)	469,199	476,591
The Trustees- Karachi Electric Provident Fund (Units holder of 10% or more of units holding)		
Investment held in the Fund: 34,224,720 units (June 30, 2017: 34,224,720 units)	644,756	616,332
Employees of Management Company		
Investment held in the Fund: 18,252 units (June 30, 2018: 18,252 units)	324	329
Summit Bank of Pakistan		
Bank Balance in current account	2,669	2,579
Bank Balance in Savings account	37	-

NBP BALANCED FUND

(Formerly: NAFA Multi Asset Fund)

	Un-audited March 31, 2019	Audited June 30, 2018
----- Rupees in '000 -----		
Askari Bank Limited		
Bank Balance in savings account	365	1,839
National Bank of Pakistan		
Bank Balance current account	4,968	3,446
International Industries Limited - Common Directorship		
Ordinary shares held 105,000 (June 30, 2018: 61,000 shares)	6,730	14,170
International Steels Limited - Common Directorship		
Ordinary shares held 32,000 (June 30, 2018: 143,500 shares)	3,971	14,570
12 DATE OF AUTHORISATION FOR ISSUE		
These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on April 26, 2019		
13 GENERAL		
13.1 Figures have been rounded off to the nearest thousand rupees.		
13.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation. No significant reclassifications have been made during the current period.		

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

www.jamapunji.pk



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(based on live feed from KSE)
- 📖 Knowledge center
- ⬆️ Risk profiler*
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- ⌚ Subscription to Alerts (event notifications, corporate and regulatory actions)
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- ❓ Online Quizzes



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*Mobile apps are also available for download for android and ios devices

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NBP SARMAYA IZAFAT FUND

(Formerly: NAFA ASSET ALLOCATION FUND)

**QUARTERLY
REPORT
MARCH
31, 2019**



**NBP SARMAYA IZAFAT FUND
(Formerly: NAFA ASSET ALLOCATION FUND)**

MISSION STATEMENT

**To rank in the top quartile
in performance of
NBP FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.**

NBP SARMAYA IZAFAT FUND (Formerly: NAFA ASSET ALLOCATION FUND)

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NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of the Management Company

Shaikh Muhammad Abdul Wahid Sethi
Dr. Amjad Waheed
Mr. Nasir Husain
Mr. Abdul Hadi Palekar
Mr. Ali Saigol
Mr. Imran Zaffar
Mr. Kamal Amir Chinoy
Mr. Shehryar Faruque
Mr. Humayun Bashir

Chairman
Chief Executive Officer
Director
Director
Director
Director
Director
Director
Director
Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Shehryar Faruque
Mr. Humayun Bashir
Mr. Nasir Husain
Mr. Imran Zaffar

Chairman
Member
Member
Member

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy
Mr. Nasir Husain
Mr. Humayun Bashir
Mr. Ali Saigol

Chairman
Member
Member
Member

Strategy & Business Planning Committee

Mr. Humayun Bashir
Mr. Shehryar Faruque
Mr. Abdul Hadi Palekar
Mr. Ali Saigol

Chairman
Member
Member
Member

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

MCB Bank Limited
Summit Bank Limited
JS Bank Limited
Meezan Bank Limited
Habib Bank Limited
United Bank Limited
Bank Al Falah Limited
Bank Al Habib Limited
Askari Bank Limited
Habib Metropolitan Bank Limited
Allied Bank Limited
National Bank of Pakistan
Zarai Taraqiati Bank Limited
MCB Islamic Bank Limited
Faysal Bank Limited
Soneri Bank Limited
Dubai Islamic Bank Limited
Telenor Microfinance Bank Limited
Bank Islami Pakistan Limited
U Microfinance Bank Limited
The Bank of Punjab

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

Auditors

Deloitte Yousuf Adil
Chartered Accountants
Cavish Court,
A-35, Block 7 & 8,
KCHSU, Sharae Faisal
Karachi-75350 Pakistan.

Legal Advisor

Akhund Forbes
D-21, Block 4, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

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(Toll Free): 0800-20002,
Fax: (021) 35825329
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Fax: 92-42-35861095

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UAN: 051-111-111-632
Fax: 051-4859031

Peshawar Office:

Opposite Gul Haji Plaza, 2nd Floor
National Bank Building
University Road Peshawar,
UAN: 091-111 111 632
Fax: 091-5703202

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NBP SARMAYA IZAFIA FUND (Formerly: NAFA ASSET ALLOCATION FUND)

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of **NBP Sarmaya Izafa Fund (NSIF) - Formerly: Nafa Asset Allocation Fund** for the period ended March 31, 2019.

Fund's Performance

The size of **NBP Sarmaya Izafa Fund (NSIF) - Formerly: Nafa Asset Allocation Fund** has decreased from Rs. 3,140 million to Rs. 2,414 million during the period, i.e. a decrease of 23.1%. During the period, the unit price of **NBP Sarmaya Izafa Fund (NSIF) - Formerly: Nafa Asset Allocation Fund** has decreased from Rs. 15.8337 on June 30, 2018 to Rs. 15.5965 on March 31, 2019, thus showing a decrease of 1.50%. The Benchmark increase during the same period was 1.32%. Thus, the Fund has underperformed its Benchmark by 2.82% during the period under review. Since inception the NAV of the Fund has increased from Rs. 4.7573 (Ex-Div) on August 20, 2010 to Rs. 15.5965 on March 31, 2019, thus showing an increase of 227.85%. During the said period, the Benchmark increased by 114.67%, translating into outperformance of 113.18%. This performance is net of management fee and all other expenses.

9MFY19 has been a challenging period for the stock market, characterized by dismal performance, amplified volatility, and lackluster participation. Initially, the market celebrated the fortuitous transition between two democratically elected governments as it quelled the domestic political uncertainty, but the rally proved short-lived as investors' focus shifted from politics to the ailing economy as manifested by intractable twin deficits, especially the ballooning Current Account Deficit (CAD) and the consequent drain on the foreign exchange reserves. The government in its response, embarked on contractionary monetary and fiscal policies such as expanding and deepening the scope of duties on imported luxury goods, cut in public spending, and readjusting the overvalued Rupee against the US Dollar. Concomitantly, the Central Bank also raised the Policy Rate aggressively to rein in inflationary pressures and contain consumption-led demand pressures. This raised concern on economic growth slowdown and corporate profitability, especially of cyclical sectors that in turn dampened market sentiments during the period under review.

Delay in the IMF program also irked the market participants even though the government was able to secure a sizable financial assistance from friendly countries such as China, KSA and UAE that lent support to SBP's fast depleting FX reserves. In the meanwhile, the tightening policies started showing results as reflected by a substantial decline in CAD that clocked in at USD 873 million and USD 356 million in Jan-19 and Feb-19, respectively compared with the average monthly CAD of USD 1.27 billion in 1HFY19, which revived some confidence in the stocks during 3QFY19. However, the gains were capped by the escalation of tension between Pakistan and India post Pulwama attack in Indian occupied Kashmir. More specifically, the market (KSE 100 Index) surged by 4.3% in 3QFY19, offsetting some of the losses in 1HFY19, taking 9MFY19 decline to 7.8%.

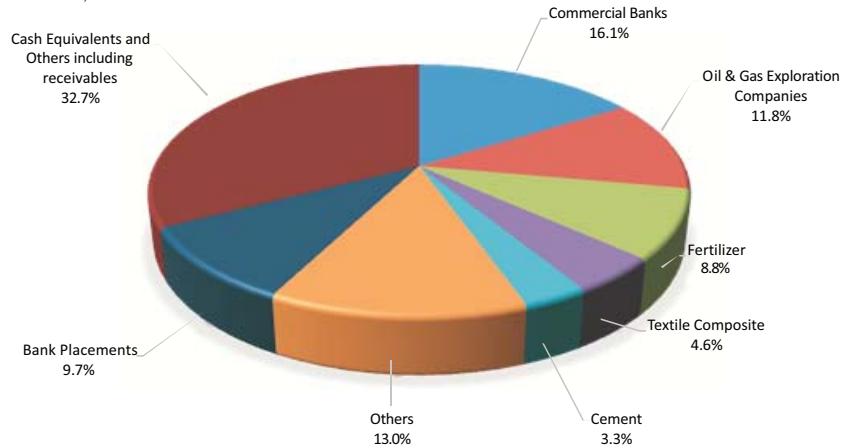
Defensive sectors such as Fertilizers, Commercial Banks, Oil & Gas Exploration, Textile Composite and Chemicals fared better than the market, while Engineering, Oil & Gas Marketing, Refineries, Cements, Autos and Power sectors underperformed the market during 9MFY19. On the trading activity front, Foreign Investors continued their unabated selling, which amounted to USD 373 million. On the local side, Mutual Funds also liquidated equities worth USD 59 million, while Insurance Companies, Individuals, and Companies emerged as large buyers with net inflows to the tune of USD 174 million, USD 144 million, and USD 73 million, respectively.

During 9MFY2019, the State Bank of Pakistan (SBP) pursued tightening monetary policy and cumulatively hiked the Discount Rate by 425 basis points to 11.25% to contain underlying inflationary pressures and restore financial stability. Since FY2019, sovereign yields responded consequently to every policy rate increase. The yields on T-bills for 3-month, 6-month and 12-month tenors increased by 412 basis points, 410 basis points and 395 basis points respectively during the period under review. Similarly, 10-year PIB yield inched up by 410 basis points to 13.12%. Foreseeing further upside risks to inflation and interest rates, investors' preference remained tilted towards shorter tenor maturities.

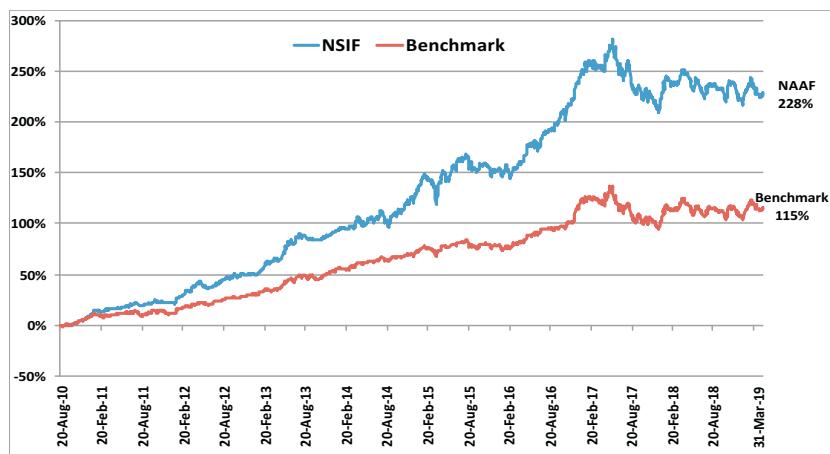
After remaining relatively dormant, the market witnessed a surge in fresh issuances of debt securities to meet the increasing working capital and fixed capital investment requirement during the period under review. However, trading activity in corporate debt securities remained thin and was recorded at Rs. 11.4 billion compared to Rs. 16.1 billion in the same period last year. Trading activity in the longer tenor sovereign bonds (PIBs) also remained subdued mainly due to upside risks to interest rates.

NBP SARMAYA IZAFAT FUND (Formerly: Nafa Asset Allocation Fund)

NBP Sarmaya Izafat Fund (NSIF) - Formerly: Nafa Asset Allocation Fund has incurred a total profit of Rs. 25.291 million during the period. After deducting total expenses of Rs.68.841 million, the net loss is Rs. 43.550 million. The asset allocation of the Fund as on March 31, 2019 is as follows:



NAAF Performance versus Benchmark (Since Inception)



Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of
NBP Fund Management Limited

Chief Executive

Director

Date : April 26, 2019
Place : Karachi.

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

ڈائریکٹر زکی رپورٹ

NBP فنڈ میجنٹ لمبیڈ کے بورڈ آف ڈائریکٹرز 31 مارچ 2019ء کو ختم ہونے والی مدت کے لئے NBP سرمایہ اضافہ فنڈ (NSIF) (سابقہ: NAFA) ایسٹ ایلوکیشن فنڈ (NSIF) غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے مصروف محسوس کرتے ہیں۔

فنڈ کی کارکردگی

موجودہ مدت کے دوران NBP سرمایہ اضافہ فنڈ (NSIF) (سابقہ: NAFA) ایسٹ ایلوکیشن فنڈ (NSIF) کا فنڈ سائز 3,140 ملین روپے سے کم ہو کر 4,414 ملین روپے ہو گیا ہے یعنی 23.1% کی کمی ہوئی۔ اس مدت کے دوران، NBP سرمایہ اضافہ فنڈ (NSIF) (سابقہ: NAFA) ایسٹ ایلوکیشن فنڈ (NSIF) کی یونٹ قیمت 30 جون 2018 کو 15.8337 روپے سے کم ہو کر 31 مارچ 2019 کو 15.5965 روپے ہو گئی، جو 1.50% کی کمی ظاہر کر رہی ہے۔ اسی مدت کے دوران نئے مارک میں 1.32% کا اضافہ ہوا۔ چنانچہ زیر جائزہ مدت کے دوران فنڈ کی کارکردگی اپنے نئے مارک سے 2.82% ابتر رہی۔ اپنے قیام کے بعد 20 اگست 2010 سے فنڈ کی NAV 4.7573 (EX-Div) سے بڑھ کر 31 مارچ 2019 کو 15.5965 روپے ہو گئی، چنانچہ 227.85% کا اضافہ ہوا۔ اس مدت کے دوران نئے مارک میں 114.67% سے بڑھا۔ لہذا فنڈ نے 113.18% کی بہتر کارکردگی دکھائی۔ فنڈ کی یہ کارکردگی میجنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

مالي سال 2019 کی نوماہی میں اسٹاک مارکیٹ، مالیں کن کارکردگی، عدم استحکام اور عدم دلچسپی کے باعث مشکل حالات سے دوچار رہی۔ ابتدائی طور پر مارکیٹ نے دو جمہوری منتخب حکومتوں میں خوش قسمت تبدیلی کو سراہا اور ملکی غیر ملکی سیاسی صورتحال کو استحکام بخشا تاہم سرمایہ کاروں کا جوش و قتن ثابت ہوا جس کی وجہ سرمایہ کاروں کا سیاسی صورتحال سے خراب معیشت کی طرف متوجہ ہونا تھا جو کہ دو ہرے خسارے، خاص طور پر بڑھتے ہوئے کرنٹ اکاؤنٹ خسارہ (CAD) اور نیچتا غیر ملکی زر مبادلہ کے ذخائر میں کمی سے صاف ظاہر ہو رہی تھی۔ حکومت نے اس کے رد عمل میں پیش اشیاء کی درآمد پر ڈیوٹیز میں اضافہ، ہوامی اخراجات میں کمی اور امریکی ڈالر کے رکھنے روپیہ کی قدر میں کمی کی ایڈ جسٹمنٹ جیسی تخفیفی مانیزیری اور مالی پالیسیوں کا آغاز کیا۔ نیچتا سینٹرل بینک نے افراط زر کے دباؤ اور کھپت پر مشتمل طلب کے باہم پر قابو پانے کے لئے پالیسی کی شرح میں خاطرخواہ اضافہ کر دیا اس سے اقتصادی نموکی سست روی اور کارپوریٹ خاص طور پر گردشی میکٹر کیمناف میں کمی سے تشویش بڑھ گئی جس کے نتیجے میں زیر جائزہ مدت کے دوران سرمایہ کاروں کے جذبات مہم پڑ گئے۔

IMF پروگرام میں تاخیر نے مارکیٹ کے شرکاء کو بھی پریشان کیا باوجود اس کے حکومت چاننا، سعودی عرب اور متحده عرب امارات جیسے دوست ممالک سے قابو ذکر مالی امداد کو حاصل کرنے میں کامیاب ہوئی جو SBP کے تیزی سے کم ہوتے زر مبادلے کے ذخائر کو مستحکم کرنے کے لئے معاون ثابت ہوئی۔ اسی اثناء میں، بخت پالیسیوں کے نتائج سامنے آنے شروع ہو گئے جو CAD میں خاطرخواہ کی سے ظاہر ہوتا ہے۔ مالی سال 19 کی پہلی ششماہی میں 1.27 بیلین امریکی ڈالر کے اوسط مالیہ CAD کے مقابلہ میں بالترتیب، جنوری-19 اور فروری-19 میں 873 ملین امریکی ڈالر اور 356 ملین امریکی ڈالر رہی ہے، جس نے مالی سال کی تیسری سہ ماہی کے دوران اسٹاک میں کچھ اعتماد بحال کیا۔ تاہم، مقبوضہ شہیر میں پلواہ میں محلے کے بعد پاکستان اور بھارت کے درمیان کشیدگی کے اضافے کی وجہ سے اسٹاک مارکیٹ کی سرگرمیاں محدود ہو گئیں۔ خاص طور پر، مالی سال 19 کی تیسری سہ ماہی میں مارکیٹ (00-100) کی فیڈ تک 4.3 کیس (KSE) میں بہتر ہوا جس کے نتیجے میں، مالی سال 19 کی پہلی ششماہی کے نقصانات کا کچھ ازالہ ہوا اور مالی سال 19 کی نوماہی میں مارکیٹ کی کمی 7.8% تک رہ گئی۔

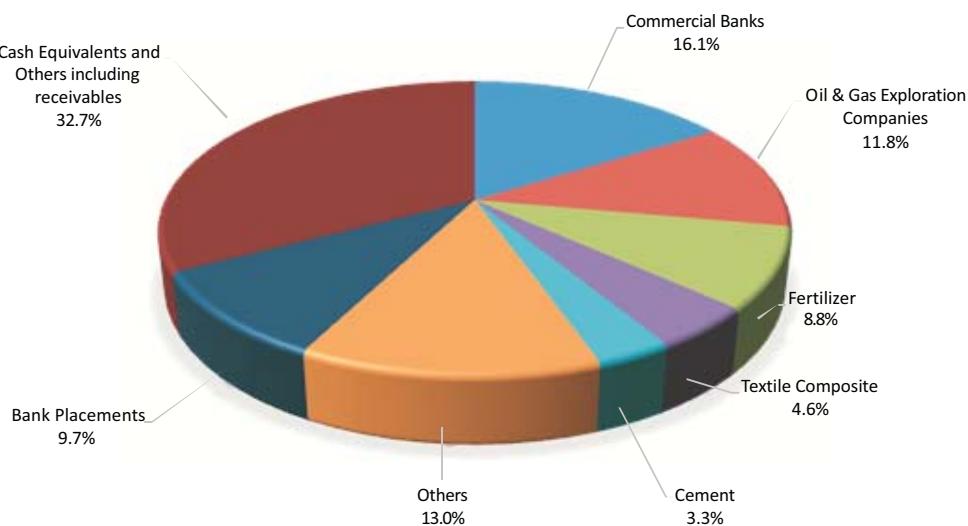
NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

شعبہ چاہی کا رکرداری کے حوالہ سے مالی سال 19 کی نوماہی کے دوران کھاد، تجارتی بینکوں، آئل اینڈ گیس ایکسپلوریشن، بیکٹھاکل کپوزٹ اور کمپیکل نے مارکیٹ سے بہتر کارکردگی دکھائی ہے، جبکہ انجینئرنگ، آئل اینڈ گیس مارکیٹنگ، ریفارمری، سیمنٹ، آٹوز اور بھلی کے شعبوں نے ابتو کارکردگی کا مظاہرہ کیا۔ مارکیٹ میں تجارتی سرگرمی کے لحاظ سے غیر ملکی سرمایہ کا ر373 ملین امریکی ڈالر کے حجم کے ساتھ خالص فروخت کلنڈر رہے۔ مقامی سرمایا کاروں میں میوچل فنڈز نے 59 ملین امریکی ڈالر کی ایکٹویٹی فروخت کیں جبکہ انسورنس، انفرادی سرمایہ کار اور کمپنیاں، اس عرصے کے دوران بالترتیب 174 ملین امریکی ڈالر، 144 ملین امریکی ڈالر اور 73 ملین امریکی ڈالر کے حجم کے ساتھ خالص خریدار رہے۔

مالی سال 2019 کی نوماہی کے دوران، بنیادی افراط از رکے دباؤ کی روک خام اور مالیاتی استحکام کو بحال کرنے کے لئے اسٹیٹ بینک آف پاکستان (SBP) نے سخت مانیٹری پالیسی پر عمل درام کرتے ہوئے پالیسی کی شرح 425 یوں پاؤنٹ اضافے کے ساتھ 11.25% کردو۔ مالی سال 2019 سے، ہر پالیسی کی شرح میں اضافہ کے نتیجہ میں یوں پالیسی کی شرح 412 یوں پاؤنٹ اضافہ کیا گیا۔ 3 ماہ، 6 ماہ اور 12 ماہ کے Sovereign Yields T-bills پر زیر جائزہ مدت کے دوران علی الترتیب 410 یوں پاؤنٹ، 410 یوں پاؤنٹ اور 395 یوں پاؤنٹ تک اضافہ ہوا۔ اسی طرح 10 سالہ PIB کی yield 410 یوں پاؤنٹ کے اضافہ کے ساتھ 13.12% ہو گئی۔ افراط از رکے خدشات اور شرح سود میں اضافہ کے پیش نظر سرمایا کاروں نے حکومت کی قلیل المدت میکورٹیز کو ترجیح دی۔

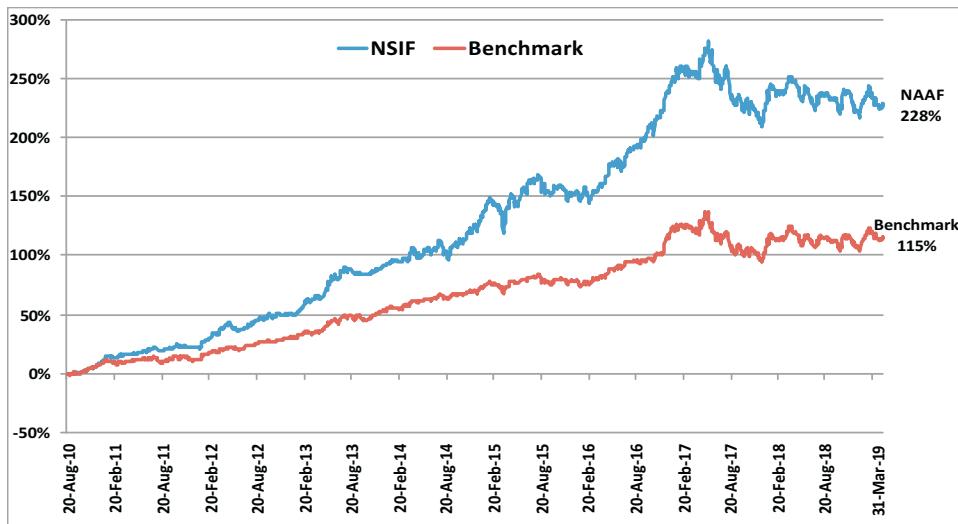
نسبتاً غیر عال رہنے کے بعد، زیر جائزہ مدت کے دوران مارکیٹ میں بڑھتے ہوئے ورنگ کیپٹل اور فکسڈ کیپٹل انویسٹمنٹ کی ضروریات کو پورا کرنے کے لئے Debt سیکورٹیز کے نئے اجزاء میں اضافہ کیا گیا۔ تاہم، کارپوریٹ Debt سیکورٹیز میں تجارتی سرگرمی گزشہ سال کی بہبتوں کم رہی اور گزشہ سال کی اسی مدت میں 16.1 ملین روپے کے مقابلے میں 11.4 ملین روپے درج کی گئی۔ طویل المدت حکومتی بانڈز (PIBs) میں تجارتی سرگرمی بھی شرح سود بڑھنے کے خدشات کے سبب کم رہی۔

NBP سرمایہ اضافہ فنڈ (NSIF) (سابقہ: NAFA ایسٹ ایکٹشن فنڈ) نے موجودہ مدت کے دوران 25.291 ملین روپے کا مجموعی منافع کمایا ہے۔ 68.841 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص نقصان 43.550 ملین روپے ہے۔ 31 مارچ 2019 کے مطابق فنڈ کی ایسٹ ایکٹشن حصہ ذیل ہے:



NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

NSIF کی کارکردگی بمقابلہ نئے مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میجنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکر یہ ادا کرتا ہے۔ یہ سیکورٹیز ایڈٹریکچر کمشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور ہنمائی کے لئے ان کے مخلص رو یہ کا بھی اعتراض کرتا ہے۔

بورڈ اپنے اسٹاف اور ٹریڈی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تھیں بھی ریکارڈ پر لانا چاہتا ہے۔

ممنون ہو ڈی آف ڈائریکٹر
NBP فنڈ میجنٹ لیمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 26 اپریل 2019

مقام: کراچی

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2019

	Note	(Un-audited) March 31, 2019	(Audited) June 30, 2018
		----- Rupees in '000 -----	
ASSETS			
Bank balances	4	804,870	1,487,039
Investments		1,624,865	1,686,486
Profit and dividend receivable		19,538	4,940
Receivable against sale of investments		-	19,736
Deposits, prepayments and other receivables		15,183	3,282
Total assets		2,464,456	3,201,483
LIABILITIES			
Payable to Management Company		12,224	22,411
Payable to Trustee		342	392
Payable to the Securities and Exchange Commission of Pakistan		2,040	3,167
Accrued expenses and other liabilities		36,043	35,959
Total liabilities		50,649	61,929
NET ASSETS		2,413,807	3,139,554
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,413,807	3,139,554
Contingencies and commitments	6		
		-----Number of units-----	
Number of units in issue		154,765,581	198,283,591
		-----Rupees-----	
Net asset value per unit		15.5965	15.8337

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SARMAYA IZAFIA FUND (Formerly: NAFA ASSET ALLOCATION FUND)

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2019

Note	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	----- Rupees in '000 -----			
INCOME				
Capital loss on sale of investments - net	(48,123)	(113,499)	(13,038)	(65,814)
Income from government securities	21,130	7,642	-	7,642
Profit on bank deposits & term deposits	81,028	57,473	29,247	14,796
Dividend income	55,492	80,816	18,348	21,474
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(84,236)	(59,244)	78,341	284,378
Total Income / (loss)	25,291	(26,812)	112,898	262,476
EXPENSES				
Remuneration of Management Company	42,937	49,759	12,807	17,346
Sindh sales tax on Management Company's remuneration	5,582	6,469	1,665	2,256
Remuneration of Trustee	2,898	3,239	887	1,114
Sindh Sale Tax on 'Remuneration of the Trustee'	377	421	116	145
Annual fee - Securities and Exchange Commission of Pakistan	2,040	2,364	609	824
Reimbursement of operational expenses to the Management Company	2,147	2,488	641	867
Selling and Marketing Expenses	9	8,587	9,952	2,561
Annual listing fee	21	21	7	8
Securities transaction cost	2,851	2,376	1,127	1,437
Settlement and bank charges	532	478	254	10
Auditors' remuneration	568	450	158	104
Legal and professional charges	63	57	7	28
Fund rating fee	165	172	54	81
Printing and related costs	73	27	6	5
Total expenses		68,841	78,273	20,899
Net (loss) / income from operating activities		(43,550)	(105,085)	91,999
Provision for Sindh workers' welfare fund	5	-	-	-
Net (loss) / income for the period before taxation		(43,550)	(105,085)	91,999
Taxation	8	-	-	-
Net (loss) / income for the period after taxation		(43,550)	(105,085)	91,999
Allocation of net (loss) / income for the period		234,782		
Net loss for the period after taxation		-	-	-
Income already paid on units redeemed		-	-	-
		-	-	-
		-	-	-

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2019

	Nine months ended		Quarter ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	----- Rupees in '000 -----			
Net (loss) / income for the period after taxation	(43,550)	(105,085)	91,999	234,782
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	(43,550)	(105,085)	91,999	234,782

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SARMAYA IZAFAT FUND (Formerly: NAFA ASSET ALLOCATION FUND)

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019**

	Nine months ended March 31,		
	2019		2018
	(Rupees in '000)		
	Capital Value	Undistributed income	Total
	Capital Value	Undistributed income	Total
Net assets at beginning of the period	2,378,378	761,176	3,139,554
Issuance of 26,259,477 units (2018: 108,998,363 units)			
- Capital value	415,785	-	415,785
- Element of loss	(1,284)	-	(1,284)
Total proceeds on issuance of units	414,501	-	414,501
Redemption of 69,777,487 units (2018: 78,251,272 units)			
- Capital value	(1,104,836)	-	(1,104,836)
- Element of income	8,138	-	8,138
Total payments on redemption of units	(1,096,698)	-	(1,096,698)
Total comprehensive income for the period	-	(43,550)	(43,550)
Dividend distribution	-	-	-
Net assets at end of the period	1,696,181	717,626	2,413,807
Undistributed income brought forward			
- Realised	919,266		692,762
- Unrealised	(158,090)		328,124
Net (loss) / income for the period after taxation	761,176		1,020,886
Distribution during the period			(11,508)
Undistributed income carried forward	717,626		904,293
Undistributed income carried forward			
- Realised	801,862		963,537
- Unrealised	(84,236)		(59,244)
	717,626		904,293
	- (Rupees) -		- (Rupees) -
Net assets value per unit at beginning of the period	<u>15.8337</u>		<u>17.0467</u>
Net assets value per unit at end of the period	<u>15.5965</u>		<u>16.5290</u>

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019

Note	Nine months ended	
	March 31, 2019	March 31, 2018
	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(43,550)	(105,085)
Adjustments:		
Net loss on sale of investments	48,123	113,499
Net unrealized diminution on re-measurement of investments at fair value through profit or loss	84,236	59,244
	132,359	172,743
(Increase) / decrease in assets		
Investments - net	(70,738)	246,460
Dividend and profit receivable	(14,598)	(15,307)
Receivable against sale of investments	19,736	-
Deposits, prepayments and other receivables	(11,901)	(191)
	(77,501)	230,962
Increase / (decrease) in liabilities		
Payable to the Management Company	(10,187)	9,509
Payable to the Trustee	(50)	88
Payable to the Securities and Exchange Commission of Pakistan	(1,127)	165
Payable against purchase of investments	-	36,635
Accrued expenses and other liabilities	84	(42,558)
	(11,280)	3,839
Net cash generated from operating activities	28	302,459
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	414,501	1,770,568
Amounts paid on redemption of units	(1,096,698)	(1,245,675)
Distributions paid	-	(11,508)
Net cash (used in) / generated from financing activities	(682,197)	513,385
Net (decrease) / increase in cash and cash equivalents during the period	(682,169)	815,844
Cash and cash equivalents at the beginning of the period	1,487,039	1,018,260
Cash and cash equivalents at the end of the period	804,870	1,834,104

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2019

1. LEGAL STATUS AND NATURE OF BUSINESS

NBP Sarmaya Izafa Fund (NSIF) - *Formerly: Nafa Asset Allocation Fund* (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 29, 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 14, 2010 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

The Management Company of the Fund has been licensed to act as an asset management company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of MUFAP.

The Fund is an open-ended mutual fund categorised as "asset allocation scheme" and its units are listed on Pakistan Stock Exchange Limited (PSX). Units of the Fund are offered for public subscription on a continuous basis. Units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

With the approval of SECP, the Management Company has changed the name of the fund from 'Nafa Asset Allocation Fund' to 'NBP Sarmaya Izafa Fund' with effect from April 25, 2019. The trust deed has been amended through supplemental trust deed executed for the change of name.

The investment objective of the Fund is to generate income by investing in debt and money market securities and to generate capital appreciation by investing in equity and equity related securities. The Fund also undertakes transactions under margin trading system.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company and has assigned performance ranking of "3 star" to the Fund.

Title of the assets of the Fund is held in the name of CDC as a trustee of the Fund.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- 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 the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

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

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2018.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2019.

3 ACCOUNTING POLICIES

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2018 except for the change in accounting policy as explained in note 3.2.
- 3.2** Effective from July 01, 2018, the fund has adopted IFRS 9: "Financial Instruments" which has replaced IAS 39: "Financial Instruments: Recognition and Measurement". The standard addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on 'expected credit losses' (ECL) approach rather than 'incurred credit losses' approach, as previously given under IAS 39. However, the SECP vide its letter dated November 21, 2017, has deferred the applicability of requirements relating to impairment for debt securities on mutual funds till further instructions. Currently, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities. Furthermore, the ECL has an impact on all other assets of the Fund which are exposed to credit risk. However, majority of the assets of the Fund other than debt securities (for which there is a separate criteria as mentioned above) that are exposed to credit risk pertain to counter parties which have high credit rating. Therefore, the management believes that the impact of ECL would be very minimal and hence, the same has not been accounted for in these condensed interim financial statements.

IFRS 9 has provided a criteria for debt securities whereby debt securities are either classified as (a) amortised cost or (b) at fair value through other comprehensive income "(FVOCI)" or (c) at fair value through profit or loss (FVPL) based on the business model of the entity. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Furthermore, the collection of contractual cash flows for debt securities is only incidental to achieving the Fund's business model's objective.

IFRS 9 requires securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis to be recognized as FVPL. The management considers its investment in debt securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost.

The adoption of IFRS-9 did not have any impact on classification and measurement of financial assets and financial liabilities on the date of its adoption.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2018 that have a material effect on the financial statements of the Fund.

- 3.3** The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2018. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2018.

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4	INVESTMENTS	Note	(Un-audited) March 31, 2019	(Audited) June 30, 2018
			----- Rupees in '000 -----	----- Rupees in '000 -----
Financial Assets at FVTPL				
	Listed equity securities	4.1	1,389,865	1,402,884
Financial Assets at Amortized Cost				
	Term deposit receipts	4.2	235,000	283,602
			1,624,865	1,686,486

4.1 Listed equity securities at fair value through profit or loss

Sector and Name of the investee company	As at July 01, 2018	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2019	Market value as at March 31, 2019	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company	
									Number of shares	Rupees in '000
----- % -----										

All shares have a nominal face value of Rs. 10 each except for shares of Thal Limited and K-Electric Limited which have a face value of Rs. 5 and Rs. 3.5 each respectively.

OIL AND GAS MARKETING COMPANIES

Attock Petroleum Limited	23,500	-	4,700	12,800	15,400	6,137	0.25	0.38	0.02
Hascol Petroleum Limited	1,354	-	338	-	1,692	219	0.01	0.01	0.00
Shell Pakistan Limited	62,900	-	-	62,900	-	-	-	-	-
Pakistan State Oil Company Limited	67,964	141,500	18,193	74,300	153,357	33,153	1.37	2.04	1.15
Sui Northern Gas Pipelines Limited	169,700	414,000	-	277,000	306,700	23,036	0.95	1.42	1.02
							2.58	3.85	-

OIL AND GAS EXPLORATION COMPANIES

Mari Petroleum Company Limited	52,950	1,400	4,041	23,440	34,951	43,522	1.80	2.68	0.26
Oil and Gas Development Company Limited	403,200	663,800	-	426,000	641,000	94,580	3.92	5.82	0.80
Pakistan Oilfields Limited	69,250	111,700	12,370	90,600	102,720	45,942	1.90	2.83	0.77
Pakistan Petroleum Limited	349,361	417,800	49,914	269,100	547,975	101,370	4.20	6.24	0.10
							11.82	17.57	-

REFINERY

National Refinery Limited	-	27,000	-	27,000	-	-	-	-	-
	-	-	-	-	-	-	-	-	-

FERTILIZER

Engro Corporation Limited	229,800	182,500	-	186,600	225,700	73,856	3.06	4.55	0.04
Engro Fertilizers Limited	957,000	396,000	-	803,500	549,500	39,317	1.63	2.42	0.04
Fauji Fertilizer Bin Qasim Limited	-	710,500	-	292,000	418,500	14,329	0.59	0.88	0.93
Fauji Fertilizer Company Limited	315,500	945,500	-	439,000	822,000	85,866	3.56	5.28	0.06
							8.84	13.13	-

NBP SARMAYA IZAFAT FUND (Formerly: NAFA ASSET ALLOCATION FUND)

Sector and Name of the investee company	As at July 01, 2018	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2019	Market value as at March 31, 2019	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
	Number of shares				Rupees in '000		%		
CHEMICALS									
Engro Polymer & Chemicals Limited	524,000	1,418,500	193,857	1,543,000	593,357	21,551	0.89	1.33	0.04
							0.89	1.33	
FOOD AND PERSONAL CARE PRODUCTS									
Rafhan Maize Products Limited	1,580	-	-	640	940	6,622	0.27	0.41	0.00
Fauji Foods Limited		438,000		236,500	201,500	5,259	0.22	0.32	0.14
Matco Foods Limited	25,000	-	1,250	25,000	1,250	43	-	-	0.00
Unity Foods Limited		968,000	2,147,314		3,115,314	18,263	0.76	1.12	0.01
Al Shaheer Corporation Limited	146,500	-	-	146,500	-	-	-	-	-
							1.25	1.85	
ENGINEERING									
International Steels Limited	259,500	384,300	-	461,500	182,300	11,673	0.48	0.72	1.37
International Industries Limited	128,800	86,000	-	214,800	-	-	-	-	-
Ittefaq Iron Industries Limited		533,000		292,000	241,000	2,294	0.10	0.14	0.08
Mughal Iron and Steel Industries Limited	64,000	1,129,000		349,000	844,000	32,967	1.37	2.03	0.01
Amreli Steels Ltd.	82,300	-	-	82,300	-	-	-	-	-
							1.95	2.89	
CEMENT									
D.G. Khan Cement Company Limited	88,500	48,000	-	135,400	1,100	94	-	0.01	0.00
Lucky Cement Limited	38,200	135,800	-	94,700	79,300	33,959	1.41	2.09	0.59
Maple Leaf Cement Factory Limited	115,450	1,302,000	-	1,029,000	388,450	14,548	0.60	0.90	2.91
Attock Cement Pakistan Limited	183,701	-	-	183,700	1	0.1	-	-	0.00
Pioneer Cement Limited	-	605,500	-	98,000	507,500	17,646	0.73	1.09	1.68
Cherat Cement Company Limited	181,900	141,500	-	181,900	141,500	8,889	0.37	0.55	0.30
Kohat Cement Company Limited	36,500	-	10,950	-	47,450	4,073	0.17	0.25	0.36
Fauji Cement Company Limited	16,500	-	-	-	16,500	329	0.01	0.02	0.79
							3.29	4.91	
TEXTILE COMPOSITE									
Nishat Mills Limited	150,700	248,700	-	132,400	267,000	35,941	1.49	2.21	0.36
Gul Ahmed Textile Mills Limited	558,800	444,500	-	256,000	747,300	42,574	1.76	2.62	0.06
Crescent Textile Mills Limited	132,500	-	-	132,500	-	-	-	-	-
Nishat Chunian Limited	436,500	693,500	-	710,500	419,500	21,705	0.90	1.34	0.34
Dawood Lawrencepur Limited	73,000	-	-	73,000	-	-	-	-	-
Kohinoor Textile Mills Limited	470,194	-	-	221,500	248,694	11,159	0.46	0.69	1.87
							4.61	6.86	
POWER GENERATION AND DISTRIBUTION									
The Hub Power Company Limited	478,700	565,000	-	490,500	553,200	40,566	1.68	2.50	0.05
Kot Addu Power Company Limited	166,000	-	-	166,000	-	-	-	-	-
Saif Power Limited	100,500	-	-	5,000	95,500	2,209	0.09	0.14	0.32
K-Electric Limited	195,000	3,163,000	-	2,051,000	1,307,000	7,306	0.30	0.45	0.01
							2.07	3.09	

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Sector and Name of the investee company	As at July 01, 2018	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2019	Market value as at March 31, 2019	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
	Number of shares				Rupees in '000		%		
COMMERCIAL BANKS									
Allied Bank Limited	595,201	-	-	193,500	401,701	43,400	1.80	2.67	0.01
Bank Al-falah Limited	1,475,000	908,000	150,450	657,500	1,875,950	88,301	3.66	5.43	0.12
Bank Al-Habib Limited	352,150	361,000	-	-	713,150	61,088	2.53	3.76	0.06
MCB Bank Limited	159,800	110,700	-	94,500	176,000	34,589	1.43	2.13	0.01
United Bank Limited	291,603	401,500	-	163,500	529,603	73,896	3.06	4.55	0.04
Faysal Bank Limited	1,502,663	-	-	1,222,000	280,663	6,607	0.27	0.41	0.01
Askari Bank Limited	1,218,500	-	-	787,000	431,500	8,824	0.37	0.54	0.03
Bank of Punjab		1,680,000		487,000	1,193,000	15,533	0.64	0.96	0.01
Habib Bank Limited	484,467	246,000	-	312,600	417,867	55,363	2.29	3.41	0.01
							16.05	23.86	
INSURANCE COMPANIES									
Admajee Insurance Company Limited	-	154,000	-	-	154,000	6,168	0.26	0.38	0.01
							0.26	0.38	
PAPER AND BOARD									
Century Paper and Board Mills Limited	349,500	-	-	101,500	248,000	12,524	0.52	0.77	0.30
Cherat Packaging Limited	4,055	156,300	608	9,700	151,263	21,479	0.89	1.32	0.33
							1.41	2.09	
AUTOMOBILE ASSEMBLER									
Indus Motor Company Limited	8,950	-	-	7,340	1,610	2,101	0.09	0.13	0.01
Millat Tractors Limited	11,260	7,000	-	18,260	-	-	-	-	-
Honda Atlas Cars Pakistan Limited	10,700	51,000	-	61,700	-	-	-	-	-
							0.09	0.13	
AUTOMOBILE PARTS AND ACCESSORIES									
Thal Limited	26,000	-	8,587	26,000	-	-	-	-	-
Baluchistan Wheels Limited	7,500	-	-	-	7,500	641	0.03	0.04	0.01
							0.03	0.04	
TECHNOLOGY AND COMMUNICATION									
Systems Limited	259,500	-	-	122,000	137,500	14,644	0.61	0.90	0.46
NetSol Technologies Limited	-	244,800	-	73,000	171,800	14,012	0.58	0.86	0.01
							1.19	1.76	
GLASS AND CERAMICS									
Tariq Glass Industries Limited	299,800	39,000	-	173,500	165,300	16,738	0.69	1.03	0.55
							0.69	1.03	
CABLE AND ELECTRIC GOODS									
Pak Elektron Limited	-	533,000	-	533,000	-	-	-	-	-

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Sector and Name of the investee company	As at July 01, 2018	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2019	Market value as at March 31, 2019	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
	Number of shares				Rupees in '000		%		
PHARMACEUTICALS									
Abbott Laboratories	16,500	-	-	16,500	-	-	-	-	-
The Searle Company Limited	11,600	33,000	2,715	38,500	8,815	2,088	0.09	0.13	0.00
GlaxoSmithKline (Pakistan) Limited	-	52,600	-	18,300	34,300	4,925	0.20	0.30	0.01
Hightnoon Laboratories Limited	-	7,400	-	-	7,400	2,503	0.10	0.15	0.01
Ferozsons Laboratories Limited	18,050	-	-	18,050	-	-	-	-	-
AGP Limited	-	45,000	-	15,000	30,000	2,554	0.11	0.16	0.10
						0.50	0.74		
Synthetic Products									
Synthetic Products Enterprises Limited	25,500	1,500	-	-	27,000	891	0.04	0.05	0.01
						-	0.04	0.05	
Total as at March 31, 2019					20,983,073	1,389,865	57.56	85.56	

Carrying value before mark to market as at March 31, 2019

1,474,101

4.1 Investments include shares with market value of Rs. 60.018 million (June 30, 2018: Rs. 91.843 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular number 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan (SECP).

4.2 This represents long term deposit having original maturity period of more than three months. These carry mark-up rate of 11.15% per annum (June 30, 2018: 7.4%) and will mature on 27 June, 2019.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 16 to the annual audited financial statements of the Fund for the year ended June 30, 2018.

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 18.468 million for the period ended March 31, 2019 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2019 would have been higher by Rs. 0.1193 per unit (June 30, 2018: Rs. 0.0931 per unit).

6 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at March 31, 2019 and June 30, 2018.

7 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2019 is 3.21% which includes 0.37% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an asset allocation scheme.

8 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 percent of the accounting income for the year

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2019 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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.

9 SELLING & MARKETING EXPENSES

The SECP vide circular 40 of 2016 dated December 30, 2016 (later amended vide circular 05 of 2017 dated February 13, 2017 and circular 5 of 2018 dated June 4, 2018) has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds and money market funds) initially for three years (from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the fund or actual expenses whichever is lower. Accordingly, the Management Company has charged selling and marketing expenses amounting to Rs. 8.587 million at the rate of 0.4% of the net assets of the Fund being lower than the actual expenses chargeable to the Fund for the period.

10 TRANSACTION AND BALANCES WITH CONNECTED PERSONS AND RELATED PARTIES

- 10.1** Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, NAFA Pension Fund, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of 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 unit holders holding ten percent or more units of the Fund.
- 10.2** The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 10.3** Remuneration and front end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 10.4** Remuneration payable to the Trustee is determined in accordance with the provisions of the Trust Deed.

----- (Un-audited) -----	
Nine Months Period Ended	
March 31,	March 31,
2019	2018
----- Rupees in '000 -----	

10.5 Details of transactions with connected persons and related parties are as follows:

**NBP Fund Management Limited
(Management Company)**

Remuneration of the Management Company	42,937	49,759
Sindh Sales Tax on remuneration of the Management Company	5,582	6,469
Reimbursement of operational expenses to the Management Company	2,147	2,488
Selling and Marketing expenses	8,587	9,952
Sales load and related Sindh Sales Tax and Federal Excise Duty	3,175	5,362

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	2,898	3,239
Sindh Sales Tax on remuneration of the Trustee	377	421
CDS charges	66	111

Employees of the Management Company

Units issued / transferred in 56,631 units (2018: 13,007 units)	899	215
Units redeemed / transferred out 68,452 units (2018: 34,486 units)	1,093	553
Dividend re-invest: Nil units (2018: 232 units)	-	4

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

	----- (Un-audited) -----	
	Nine Months Period Ended	
	March 31, 2019	March 31, 2018
----- Rupees in '000 -----		
Taurus Securities Limited (Subsidiary of the Parent of the Management Company)		
Brokerage expense	148	145
Humayun Bashir (Director of the Management Company)		
Dividend re-invest Nil units (2018: 3,011 units)	-	48
Units Redeemed / Transferred out Nil units (2018: 889,875 units)	-	14,500
NBP Fund Management Limited (Related Party)		
Units Issued / Transferred In Nil units (2018: 3,062,787 units)	-	50,000
Units Redeemed / Transferred out 2,440,207 units (2018: 622,580 units)	38,526	10,000
International Industries Limited (Common directorship with the Management Company)		
Purchase of 86,000 shares (2018: Nil shares)	14,014	-
Sale of 214,800 shares (2018: 10,100 shares)	36,932	2,960
International Steels Limited (Common directorship with the Management Company)		
Purchase of 384,300 shares (2018: 262,000 shares)	31,345	32,273
Sale of 461,500 shares (2018: 243,000 shares)	33,663	28,850
Dividend Income	986	
Cherat Packaging Limited (Common directorship with the Management Company)		
Purchase of 156,300 shares (2018: Nil shares)	25,782	-
Sale of 9,700 shares (2018: Nil shares)	1,618	-
Dividend Income	398	-
Askrari Bank Limited (Common directorship with the Management Company)		
Sale of 787,000 shares (2018: Nil shares)	18,052	-
Dividend Income	432	-
Gul Ahmed Textile Mills Limited (Common directorship with the Management Company)		
Purchase of 444,500 shares (2018: Nil shares)	20,955	-
Sale of 256,000 shares (2018: Nil shares)	12,573	-
Dividend Income	1,657	-
Portfolios Managed by Management Company		
Units issued / transferred in 2,833,000 units (2018: 13,902,168 units)	44,132	201,012
Dividend re-invest Nil units (2018: 3,070 units)	-	49
Units redeemed / transferred out 18,590,275 units (2018: 11,520,802 units)	288,921	175,300
Mr. Khalid Mehmood - CFO		
Units Redeemed / Transferred Out 66,164 units (2018: Nil units)	1,033	-
Dividend re-invest Nil units (2018: 200 units)	-	3
Cherat Cement Limited (Common directorship with the Management Company)		
Purchase of 141,500 shares (2018: 232,500 shares)	10,775	38,074
Sale of 181,900 shares - Nil (2018: 149,000 shares)	11,726	19,138

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

	(Un-audited) March 31, 2019	(Audited) June 30, 2018
----- Rupees in '000 -----		
10.6 Amounts outstanding as at period / year end are as follows:		
NBP Fund Management Limited		
Remuneration payable to Management Company	4,129	5,281
Sindh Sales Tax on remuneration of the Management Company	537	687
Reimbursement of operational expenses to the Management Company	640	1,713
Selling and Marketing expenses	2,561	6,853
Sales load	552	3,667
Sindh Sales Tax and Federal Excise Duty on sales load	3,805	4,210
Investment held in the Fund: Nil units (2018: 2,440,207 units)	-	38,638
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	302	347
Sindh sales tax on remuneration of the Trustee	39	45
CDS charges	45	86
Security deposit	100	100
National Bank of Pakistan (Parent of the Management Company)		
Bank balance	5,364	6,568
International Industries Limited (Common directorship with the Management Company)		
Ordinary shares held Nil shares (2018: 128,800)	-	29,919
Portfolios Managed by Management Company		
Investment held in the Fund: 1,020,400 units (2018: 18,326,474 units)	31,356	305,317
Summit Bank Limited (Common Directorship with the Management Company)		
Bank balance	4,323	3,215
Mark-up on bank balance	1	-
Bank Islami Pakistan Limited (Common Directorship with the Management Company)		
Bank balances	772	715
Markup on bank balances	373	1
Cherat Cement Company Limited (Common directorship with the Management Company)		
Ordinary shares held 141,500 (2018: 181,900)	8,889	17,686
Chief Financial Officer of the Management Company		
Investment held in the Fund Nil units (2018: 66,164 units)	-	1,048
Employees of the Management Company		
Investment held in the Fund 43,051 units (2018: 54,872 units)	671	869
Askrari Bank Limited		
(Common directorship with the Management Company)		
Bank balance	331	563
Dividend receivable	432	-
Ordinary shares held 431,500 (2018: Nil shares)	8,824	-
Cherat Packaging Limited		
(Common directorship with the Management Company)		
Dividend receivable	378	-
Ordinary shares held 151,263 (2018: 4,054)	21,479	583
International Steels Limited		
(Common directorship with the Management Company)		
Dividend receivable	274	-
Ordinary shares held 182,300 (2018: 259,500)	11,673	26,391

NBP SARMAYA IZAFI FUND (Formerly: NAFA ASSET ALLOCATION FUND)

11 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 26, 2019.

12 GENERAL

- 12.1** Figures have been rounded off to the nearest thousand rupees, unless otherwise specified.
- 12.2** Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director



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