

NBP MONEY MARKET FUND

AM1
Rated by PACRA

QUARTERLY REPORT
SEPTEMBER 30, 2021



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	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	Allied Bank Limited
JS Bank Limited	BankIslami Pakistan Limited
Meezan Bank Limited	National Bank of Pakistan
Habib Bank Limited	Samba Bank Limited
United Bank Limited	Zarai Taraqiati Bank Limited
Bank Alfalah Limited	Faysal Bank Limited
Bank Al Habib Limited	Dubai Islamic Bank Limited
Askari Bank Limited	
Habib Metropolitan Bank Limited	



Auditors

A.F. Ferguson & Co. Chartered Accountants
State Life Building No. 1-C
I.I. Chundrigar Road,
P.O.Box 4716
Karachi.

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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2 & 4

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed Interim financial statements of **NBP Money Market Fund** (NMMF) for the quarter ended September 30, 2021.

Fund's Performance

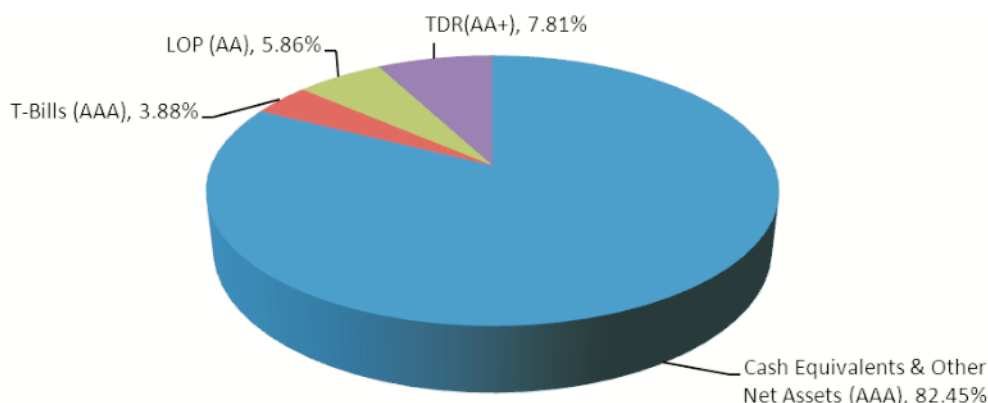
Inflation as measured by the CPI clocked-in at 9.0% on year-on-year basis in September 2021 as compared to an increase of 8.4% in the previous month and 9.0% in September 2020. Amid sharp spike in the prices of food component, month on month increase in CPI stood at 2.1% in September 2021 as compared to 1.5% in September 2020. After maintaining status quo for about fifteen months, in its meeting held on September 20th, the SBP raised the Policy Rate by 25 basis points to 7.25%. While acknowledging the needed appropriate policy mix, the SBP cited that "looking ahead, in the absence of unforeseen circumstances, the MPC expects monetary policy to remain accommodative in the near term, with possible further gradual tapering of stimulus."

During the period under review, sovereign yields responded to the reversal of monetary easing cycle as T-Bills yields increased by 31 bps, 46 bps, and 92 bps for 3-month, 6-month, and 12-month tenures respectively owing to the increase in the Policy Rate. SBP held seven T-Bills auctions during the period, realizing a total of Rs. 4.3 trillion against the maturity of Rs. 4.1 trillion and target of Rs. 4.7 trillion.

NMMF's stability rating awarded by PACRA is 'AA (f)', which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Being a Money Market scheme, the Fund has strict investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum rating requirement is 'AA', while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days.

The size of NBP Money Market Fund has increased from Rs. 21,623 million to Rs. 25,600 million during the period (i.e. a growth of 18%). During the period, the unit price of the Fund has increased from Rs. 9.6576 (Ex-Div) on June 30, 2021 to Rs. 9.9052 on September 30, 2021, thus showing a return of 10.2% p.a. as compared to the benchmark return of 6.8% p.a. for the same period. The performance of the Fund is net of management fee and all other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and is not likely to be repeated in the future.

The Fund has earned a total income of Rs. 649.66 million during the period. After deducting total expenses of Rs. 26.54 million, the net income is Rs. 623.12 million. The asset allocation of NMMF as on September 30, 2021 is as follows:





Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 2.48% of the opening ex-NAV (2.45% of the par value) during the quarter ended September 30, 2021.

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 Officer

Director

Date: October 29, 2021
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز زبردست 30 ستمبر 2021ء کو ختم ہونے والی سہ ماہی کے لئے NBP منی مارکیٹ فنڈ (سابقہ: NAFA منی مارکیٹ فنڈ) (NMMF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

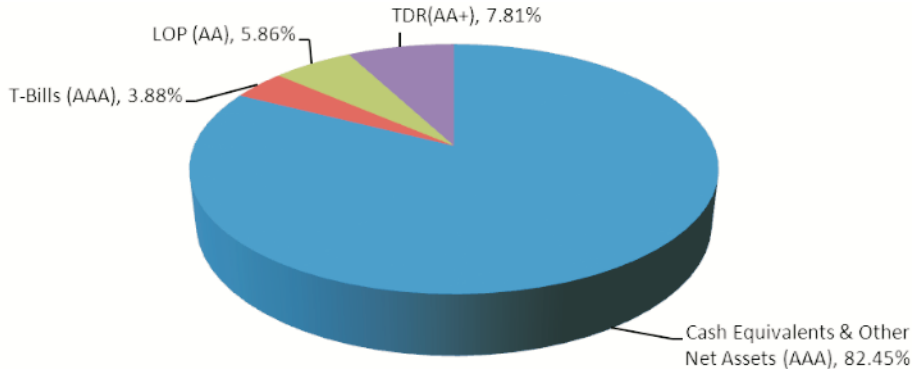
CPI کی طرف سے پیمائش کردہ افراط زر گزشتہ ماہ میں 8.4% اور ستمبر 2020 میں 9.0% کے مقابلے میں ستمبر 2021 میں سالانہ بنیاد پر تقریباً 9.0% رہی۔ خوراک کے اجزاء کی قیمتوں میں تیز اضافہ کے درمیان، CPI ستمبر 2020 میں 1.5% بڑھنے کے مقابلے میں ستمبر 2021 میں ماہانہ بنیاد پر 2.1% تک بڑھ گیا۔ تقریباً پندرہ ماہ تک پرانا نظام برقرار رکھنے کے بعد، 20 ستمبر کو منصفانہ اپنے اجلاس میں، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی شرح میں 25 بیس پوائنٹس کے اضافہ کے ساتھ 7.25% تک زیادہ کر دی۔ مطلوبہ موزوں پالیسی کس کو تسلیم کرتے ہوئے، اسٹیٹ بینک نے حوالہ دیا کہ "غیر متوقع حالات کی عدم موجودگی میں، آگے دیکھتے ہوئے، ایم پی سی توقع کرتی ہے کہ مالیاتی پالیسی مستقبل قریب میں موزوں رہے گی، ممکنہ طور پر مزید تدریج کی آئے گی۔"

زیر جائزہ مدت کے دوران، شرح منافع نے آسان مالیاتی سائیکل کی واپسی کے نتائج دینے کیونکہ پالیسی شرح میں اضافہ کی وجہ سے ٹی بلز کی پیداوار میں 3 ماہ، 6 ماہ اور 12 ماہ کے عرصے میں بالترتیب 31 بی پی ایس، 46 بی پی ایس، اور 92 بی پی ایس اضافہ ہوا۔ اسٹیٹ بینک پاکستان نے اس عرصے کے دوران سات ٹی بلوں کی نیلامی کی، جس میں 4.1 ٹریلین روپے کی میچورٹی اور 4.7 ٹریلین روپے کے ہدف کے مقابل مجموعی طور پر 4.3 ٹریلین روپے حاصل کئے۔

NMMF کو PACRA کی طرف سے AA(f) کی مستحکم ریٹنگ دی گئی ہے جو منافع جات میں متعلقہ استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشان دہی کرتی ہے۔ ایک منی مارکیٹ اسکیم کی حیثیت سے فنڈ سرمایہ کاری کی انتہائی سخت ہدایات رکھتا ہے۔ فنڈ کی منظور شدہ اسٹیٹمنٹس میں ٹی بلز، بینک ڈپازٹس اور منی مارکیٹ انسٹرومنٹس شامل ہیں۔ ریٹنگ کا کم از کم تقاضا AA ہے، جب کہ فنڈ کو چھ ماہ سے زائد میچورٹی والی کسی سیکورٹی میں انویسٹ کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کی نئی قیامی اوسط مدت 90 دن سے زائد نہیں ہو سکتی۔

موجودہ مدت کے دوران NBP منی مارکیٹ فنڈ کا ساٹھ 21,623 ملین روپے سے بڑھ کر 25,600 ملین روپے ہو گیا ہے یعنی 18% کا اضافہ ہوا۔ زیر جائزہ مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2021 کو 9.6576 روپے (EX-Div) سے بڑھ کر 30 ستمبر 2021 کو 9.9052 روپے ہو گئی، لہذا فنڈ نے اسی مدت میں 6.8% بیچ مارک منافع کے مقابلے میں 10.2% منافع دیا۔ فنڈ کی ریکارڈنگ منیجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرز ویلفیئر فنڈ کی پرویز ٹانگ واپس کر دی گئی۔ اس فراہمی کی واپسی نے فنڈ کے NAV میں غیر معمولی اضافہ کیا۔ یہ ایک پہلا موقع ہے جو مستقبل میں دوبارہ نہیں آئے گا۔

فنڈ کو مدت کے دوران 649.66 ملین روپے کل آمدنی ہوئی۔ 26.54 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد، خالص آمدنی 623.12 ملین روپے ہے۔ 30 ستمبر 2021 کو NBP منی مارکیٹ فنڈ کی ایسٹ ایلوکییشن درج ذیل ہے:





آمدنی کی تقسیم

میٹجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 ستمبر 2021 کو ختم ہونے والی مدت کے لئے اوپننگ ex-NAV کا 2.48% (بنیادی قدر کا 2.45%) عبوری نقد ڈیویڈنڈ منظور کیا ہے۔

اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میٹجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ انویسٹمنٹ کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فنڈ میجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

		(Un-Audited) September 30, 2021	(Audited) June 30, 2021
	Note	-----Rupees in '000-----	
ASSETS			
Bank balances	4	23,619,023	21,923,169
Investments	5	4,493,117	-
Mark-up accrued		65,032	42,732
Receivable against transfer of units		6,034	-
Deposit and prepayments		313	361
Total assets		28,183,519	21,966,262
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		14,524	17,448
Payable to Central Depository Company of Pakistan Limited - Trustee		1,509	1,150
Payable to the Securities and Exchange Commission of Pakistan		1,210	5,308
Payable against redemption of units		334	78,515
Payable against Purchase of Investments		2,493,159	-
Accrued expenses and other liabilities		72,810	240,741
Total liabilities		2,583,546	343,162
NET ASSETS		25,599,973	21,623,100
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		25,599,973	21,623,100
Contingencies and commitments	7		
		-----Number of units-----	
Number of units in issue		2,584,508,567	2,184,470,844
		-----Rupees-----	
Net asset value per unit		9.9052	9.8986

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021	Quarter ended September 30, 2020
	Note -----Rupees in '000-----	
INCOME		
Return / mark-up on:		
- bank balances	437,805	145,480
- government securities	34,749	342,661
- letter of placement	-	52,640
- certificate of investment	-	43,147
- term deposit receipts	493	-
Net loss on sale of investments	220	(20,437)
Net unrealised (diminution) on re-measurement of investments at fair value through profit or loss'	(42)	-
Total income	473,225	563,491
EXPENSES		
Remuneration of NBP Fund Management Limited - Management Company	9,690	12,586
Sindh Sales Tax on remuneration of the Management Company	1,260	1,636
Allocation of operational expenses to the Management Company	7,563	8,390
Selling and Marketing Expenses	1,881	40,413
Remuneration of Central Depository Company of Pakistan Limited - Trustee	3,933	5,454
Sindh Sales Tax on remuneration of the Trustee	511	709
Annual fee to the Securities and Exchange Commission of Pakistan	1,210	1,678
Settlement charges	79	178
Bank charges	46	92
Auditors' remuneration	242	236
Legal and professional charges	31	31
Fund rating fee	66	60
Annual listing fee	7	7
Printing charges	24	20
Total expenses	26,543	71,490
Net income from operating activities	446,682	492,001
Reversal / (Provision) for Sindh Workers' Welfare Fund	176,440	(9,840)
Net income for the period before taxation	623,122	482,161
Taxation	-	-
Net income for the period after taxation	623,122	482,161
Earnings per unit	-	-
Allocation of net income for the period:		
Net income for the period after taxation	623,122	482,161
Income already paid on units redeemed	(157,659)	(66,572)
Accounting income available for distribution:	465,463	415,589
- Relating to capital gain	178	-
- Excluding capital gain	465,285	415,589
	465,463	415,589

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021	Quarter ended September 30, 2020
	----- Rupees in '000 -----	
Net income for the period after taxation	623,122	482,161
Other comprehensive income	-	-
Total comprehensive income for the period	623,122	482,161

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021			Quarter ended September 30, 2020		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
Net assets at beginning of the period	21,419,815	203,285	21,623,100	28,065,892	170,270	28,236,162
Issue of 2,313,954,559 units (2020: 2,636,372,933 units)						
- Capital value	22,904,911	-	22,904,911	26,053,994	-	26,053,994
- Element of income	143,361	-	143,361	55,989	-	55,989
Total proceeds on issuance of units	23,048,272	-	23,048,272	26,109,983	-	26,109,983
Redemption of 1,913,956,836 units (2020: 2,425,859,880 units)						
- Capital value	(18,945,493)	-	(18,945,493)	(23,974,740)	-	(23,974,740)
- Element of loss	(8,243)	(157,659)	(165,902)	(3,057)	(66,572)	(69,629)
Total payments on redemption of units	(18,953,736)	(157,659)	(19,111,395)	(23,977,797)	(66,572)	(24,044,369)
Total comprehensive income for the period	-	623,122	623,122	-	482,161	482,161
Interim Distribution @ 0.0526 per unit declared on July 28, 2021 (July 28, 2020: 0.0390 per unit)						
- Cash Distribution	-	(94,342)	(94,342)	-	(114,110)	(114,110)
- Refund of Capital	(10,221)	-	(10,221)	(21,334)	-	(21,334)
Interim Distribution @ 0.1243 per unit declared on August 26, (August 28, 2020: 0.0467 per Unit)						
- Cash Distribution	-	(199,514)	(199,514)	-	(123,698)	(123,698)
- Refund of Capital	(108,558)	-	(108,558)	(11,246)	-	(11,246)
Interim Distribution @ 0.0682 per unit declared on September (September 28, 2020: 0.0534 per unit)						
- Cash Distribution	-	(154,786)	(154,786)	-	(159,417)	(159,417)
- Refund of Capital	(15,706)	-	(15,706)	(20,360)	-	(20,360)
Total distribution during the period	(134,485)	(448,642)	(583,127)	(52,939)	(397,225)	(450,164)
Net assets at end of the period	25,379,866	220,106	25,599,973	30,145,139	188,634	30,333,773
Undistributed income brought forward						
- Realised		203,285			158,881	
- Unrealised		-			11,389	
		203,285			170,270	
Accounting income available for distribution						
- Relating to capital gain		178			-	
- Excluding capital gain		465,285			415,589	
		465,463			415,589	
Interim Distribution during the period		(448,642)			(397,225)	
Undistributed income carried forward		220,106			188,634	
Undistributed income carried forward						
- Realised		220,148			188,634	
- Unrealised		(42)			-	
		220,106			188,634	
Net assets value per unit at beginning of the period			9.8986			9.8825
Net assets value per unit at end of the period			9.9052			9.8881

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Un - Audited Quarter ended September 30, 2021	Un - Audited Quarter ended September 30, 2020
Note	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	623,122	482,161
Adjustments:		
Return / mark-up on bank balances		
- bank balances	(437,805)	(145,480)
- government securities	(34,749)	(342,661)
- letter of placement	-	(52,640)
- certificate of investment	-	(43,147)
- term deposit receipts	(493)	-
Net (gain) / loss on Investments	(219)	20,437
Net unrealised (diminution) on re-measurement of investments at fair value through profit or loss'	42	-
(Reversal) / Provision for Sindh Workers' Welfare Fund	(176,440)	9,840
	<u>(649,664)</u>	<u>(553,651)</u>
	(26,542)	(71,490)
(Increase) / decrease in assets		
Investments - Net	(1,999,781)	2,648,289
Deposit and prepayments	48	118,519
	(1,999,733)	2,766,808
Increase / (decrease) in liabilities		
Payable to the Management Company	(2,924)	(11,571)
Payable to the Trustee	359	307
Payable to the Securities and Exchange Commission of Pakistan	(4,098)	(4,052)
Accrued expenses and other liabilities	8,509	4,632
	1,846	(10,684)
Mark-up on bank balances received	415,998	145,060
Mark-up on government securities received	34,749	342,661
Mark-up on letter of placement received	-	52,640
	450,747	540,361
Net cash (used in) / generated from operating activities	<u>(1,573,682)</u>	<u>3,224,995</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	22,907,754	26,054,222
Amounts paid on redemption of units	(19,189,576)	(24,107,933)
Distributions paid	(448,642)	(397,225)
Net cash generated from financing activities	3,269,536	1,549,064
Net increase in cash and cash equivalents during the period	<u>1,695,854</u>	<u>4,774,059</u>
Cash and cash equivalents at the beginning of the period	21,923,169	22,428,934
Cash and cash equivalents at the end of the period	<u>4</u> <u>23,619,023</u>	<u>27,202,993</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

NBP Money Market 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 May 4, 2011 and was approved by Securities and Exchange Commission of Pakistan (SECP) on April 14, 2011 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 Fund is an open-ended mutual fund categorised as "money market scheme" and its units are listed on Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

The investment objective of the Fund is to generate stable income stream for its unit holders while ensuring capital preservation by investing in AA and above rated banks and money market instruments.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company and a stability rating of 'AA(f)' to the Fund.

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

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Sindh Trusts Act, 2020 have been introduced. In order to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020, the Management Company has submitted Trust Deed of the Fund to Registrar (acting under Sindh Trusts Act, 2020).

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 Financial Reporting Standards (IFRS) 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 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.

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. 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, 2021.



- 2.3 In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2021.
- 2.4 These financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

3. SUMMARY OF ACCOUNTING POLICIES

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, 2021.

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, 2021. 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, 2021.

		(Un-Audited) September 30, 2021	(Audited) June 30, 2021
	Note	-----Rupees in '000-----	
4. BANK BALANCES			
Current Account	4.1	192	8,301
Saving Account	4.2 & 4.3	23,618,831	21,914,868
		<u>23,619,023</u>	<u>21,923,169</u>

- 4.1 This include bank balances of Rs.0.166 million (June 30, 2021: Rs. 0.166 million), maintained with National Bank of Pakistan.
- 4.2 These savings accounts carry mark-up at rates ranging from 4.5% to 8.7% per annum (June 30, 2021: 4.5% to 8.0%) per annum.
- 4.3 These include bank balance of Rs. 3.885 million and 1.339 million (June 30, 2021: Rs. 2.434 million and Rs. 1.074 million), maintained with National Bank of Pakistan and BankIslami Pakistan Limited, related parties, and carrying mark-up at the rate of 5.5% and 3.75% respectively. (June 30, 2020: 5.5% and 3.75%) per annum.

		(Un-Audited) September 30, 2021	(Audited) June 30, 2021
	Note	-----Rupees in '000-----	
5. INVESTMENTS			
Financial Assets at fair value through profit or loss			
Government securities - Market Treasury Bills	5.1	993,117	-
		<u>993,117</u>	-
at amortised cost			
Term deposit receipts	5.3	2,000,000	-
Letter of placement	5.4	1,500,000	-
		<u>3,500,000</u>	-
		<u>4,493,117</u>	-



5.1 Investment in Government securities

Issue Date	Tenor	As at July 01, 2021	Purchased during the period	Sales / Matured during the period	As at September 30, 2021	Market value as at September 30, 2021	Market value of net assets	Market value of total investments
-----Rupees in '000-----						----- (%) -----		
15-Jul-21	3 Months	-	500,000	500,000	-	-	-	-
29-Jul-21	3 Months	-	500,000	500,000	-	-	-	-
2-Jul-21	3 Months	-	6,940,000	6,940,000	-	-	-	-
12-Aug-21	3 Months	-	500,000	500,000	-	-	-	-
12-Aug-21	6 Months	-	500,000	500,000	-	-	-	-
26-Aug-21	6 Months	-	500,000	500,000	-	-	-	-
6-May-21	6 Months	-	1,000,000	-	1,000,000	993,117	3.88	99.31
Total as at September 30, 2021						993,117	3.88	99.31

Carrying value of investments as at September 30, 2021

993,159

(Un-Audited) (Audited)
September 30, June 30,
2021 2021

Note -----Rupees in '000-----

5.2 Net unrealised (loss) on re-measurement of Investments classified as 'financial assets at fair value through profit or loss'

Market Value of Investments

5.1

Less: Carrying value of investment before mark to market

993,117	-
(993,159)	-
(42)	-

5.3 This represents the purchase of Term Deposit Receipts on September 30, 2021 with Bank Alfalah Limited. This carry profit at the rate of 9.00% and will mature on October 29, 2021.

5.4 This represents the purchase of Letter of Placement on September 29, 2021 (having face value of Rs. 500 million, 500 million & 500 million respectively) from PAIR Investment Company Limited. This carry profit at the rate of 7.50% and will mature on November 01, 2021 and November 05, 2021 respectively.

6 PROVISION FOR SINDH WORKERS' WELFARE FUND

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021.

Provisioning against Sindh Workers' Welfare Fund by NBP Money Market Fund amounting to Rs. 180.33 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP Money Market Fund by 0.69% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.



7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

8 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 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 prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 0.03% per annum of the net assets of the Fund.

9 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 as cash dividend. 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, 2022 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.

10 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 0.44% (September 30, 2020: 0.97%) which includes 0.05% (September 30, 2020: 0.17%) representing Government Levy, Sindh Worker's Welfare Fund and the SECP Fee. The prescribed limit for the ratio is 2% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Money Market" scheme.

11 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS AND RELATED PARTIES

11.1 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 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.

11.2 The transactions with connected persons and related parties are carried at agreed rates.

11.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.



- 11.4 Remuneration of the Trustee is determined in accordance with the rates agreed between the Management Company and the Trustee.

----- (Un-audited) -----	
Quarter ended	
September 30, 2021	September 30, 2020
----- Rupees in '000 -----	

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

NBP Fund Management Limited (Management Company)

Remuneration of the Management Company	9,690	12,586
Sindh Sales Tax on remuneration of the Management Company	1,260	1,636
Reimbursement of operational expenses to the Management Company	7,563	8,390
Selling and Marketing expenses to the Management Company	1,881	40,413
Sales load and Transfer load including Sales Tax	66	-
ADC Share Including Sindh Sales Tax	16	-
Dividend re-invest 109,145 (2020: Nil) Units	1,080	-
Units issued / transferred in 42,271,521 (2020: Nil) units	418,681	-
Units redeemed / transferred out 43,347,703 (2020: Nil) units	431,359	-

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	3,933	5,454
Sindh Sales Tax on remuneration of the Trustee	511	709

Employees of the Management Company

Dividend re-invest 17,557 (2020: 8,258) Units	174	82
Units issued / transferred in 5,581,944 (2020: 3,371,708) units	55,326	33,343
Units redeemed / transferred out 7,154,662 (2020: 4,438,450) units	71,141	43,929

National Bank of Pakistan

(Parent of the Management Company)

Mark-up on bank balances	8	179
Purchase of Treasury Bills	-	443,170

Dr. Amjad Waheed - Chief Executive Officer

Dividend re-invest 10,325 (2020: 13,689) units	102	135
Units issued / transferred in 789 (2020: 4,705,017) units	8	46,500
Units redeemed / transferred out 1,004,184 (2020: 1,707,684) units	10,010	16,903

***Syed Hasan Irtiza Kazmi - Director of Management Company**

Dividend re-invest Nil (2020: 2,443) units	-	24
--	---	----

Humayun Bashir (Director of the Management Company)

Dividend re-invest Nil (2020: 1,557) units	-	15
Units issued / transferred in Nil (2020: 1,977,155) units	-	19,539

Imran Zaffar (Director of the Management Company)

Dividend re-invest 10,724 (2020: Nil) units	106	-
Units issued / transferred in 2 (2020: Nil) units	-	-



	----- (Un-audited) -----	
	Quarter ended	
	September 30, 2021	September 30, 2020
	----- Rupees in '000 -----	
National Fullerton Asset Management Employee Provident Fund (Provident Fund of the Management Company)		
Dividend re-invest Nil (2020: 612) units	-	6
Units issued / transferred in 5,649,494 (2020: 4,993,520) units	55,926	49,365
Units redeemed / transferred out 5,659,925 (2020: 2,932,914) units	56,481	29,126
National Clearing Company of Pakistan Limited (NCCPL) (Common Directorship with the Management Company)		
Dividend re-invest Nil (2020: 895) units	-	9
Units issue / transferred in Nil (2020: 8,451,874) units	-	83,519
Units redeemed / transferred out Nil (2020: 8,423,293) units	-	83,623
***Baltoro Partners Private Limited (Common Directorship with the Management Company)		
Dividend re-invest 4,256 (2020: 12,245) units	42	121
Units issue / transferred in 1 (2020: 1) units	-	-
Units redeemed / transferred out 180,034 (2020: Nil) units	1,800	-
Mutual Fund Association of Pakistan (MUFAP) (Common Directorship with the Management Company)		
Dividend re-invest Nil (2020: 723) units	-	7
Units issue / transferred in Nil (2020: 0) units	-	-
***Reliance Enterprises (COO Holding more than 10% in RE)		
Dividend re-invest Nil (2020: 34) units	-	-
Units issue / transferred in Nil (2020: 1) units	-	-
Fauji Fertilizer Company Limited (Common Directorship with the Management Company)		
Dividend re-invest 3,297,625 (2020: 3,944,555) units	32,649	38,989
Units issued / transferred in 1,209,094,700 (2020: 1,224,386,542) units	11,971,150	12,100,000
Units redeemed / transferred out 616,691,167 (2020: 466,420,516) units	6,177,674	4,625,259
**Pakistan Stock Exchange Limited (Common Directorship with the Management Company)		
Listing Fee Paid	-	25
NBP Financial Sector Income Fund (Fund Managed by Management Company)		
Sale of Treasury Bills	-	499,382
Portfolios managed by the Management Company		
Dividend re-invest 922,895 (2020: 226,343) units	9,137	2,237
Units issued / transferred in 144,698,836 (2020: 73,017,061) units	1,435,100	722,447
Units redeemed / transferred out 252,516,742 (2020: 46,477,767) units	2,524,712	460,935



* Current period transactions with these parties have not been disclosed as they did not remain connected persons and related parties during the period."

** Comparative transactions with these parties have not been disclosed as these parties were not related parties in last period.

*** Nil due to rounding off.

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- Rupees in '000 -----	
11.6 Balances outstanding as at are as follows		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	3,081	2,349
Sindh Sales Tax on remuneration of the Management Company	401	505
Operational expenses	7,563	6,039
Selling and marketing expenses	1,881	7,247
Sales load and Transfer load including Sales Tax	1,112	1,046
ADC Share Including Sindh Sales Tax	69	53
Sindh Sales Tax and Federal Excise Duty on sales load	417	408
Investment held in the Fund 20,043,081 (2021: 21,010,118) Units	198,531	207,971
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	1,335	1,018
Sindh Sales Tax on remuneration of the Trustee	174	132
Security deposit	100	100
National Bank of Pakistan (Parent of the Management Company)		
Bank balances		
- in savings account	3,885	2,434
- in current account	166	166
Accrued markup	8	255
BankIslami Pakistan Limited (Common Directorship with the Management Company)		
Bank balances		
- in savings account	1,339	1,074
Accrued markup	1	-
Employees of the Management Company		
Investment held in the Fund: 2,370,954 (2021: 4,120,282) units	23,485	40,785
National Fullerton Asset Management Employee Provident Fund (Provident Fund of the Management Company)		
Investment held in the Fund: 1,906,603 (2021: 1,917,035) units	18,885	18,796
Dr. Amjad Waheed - Chief Executive Officer		
Investment held in the Fund: 25,082 units (2021: 1,018,152) units	248	10,078
Baltoro Partners Private Limited (Common Directorship with the Management Company)		
Investment held in the Fund: 74,396 (2021: Nil) units	737	-



	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- Rupees in '000 -----	
Reliance Enterprises (COO Holding more than 10% in RE)		
Investment held in the Fund: 3,073 (2021: 3,009) units	30	30
***Muhammad Murtaza Ali - Company Secretary & COO		
Investment held in the Fund: 1 (2021: 1) units	-	-
Fauji Fertilizer Company Limited (Common Directorship with the Management Company)		
Investment held in the Fund: 595,701,158 (2021: Nil) units	5,900,539	-
*Syed Hasan Irtiza Kazmi - Director of Management Company		
Investment held in the Fund: Nil (2021: 214,624) units	-	2,124
Imran Zaffar - Director of Management Company		
Investment held in the Fund: 517,108 (2021: 506,382) units	5,122	5,012
Portfolios Managed By the Management Company		
Investment held in the Fund: 31,358,563 (2021: 16,323,778) units	310,612	161,581

* Current period transactions with these parties have not been disclosed as they did not remain connected persons and related parties during the period."

*** Nil due to rounding off.

12 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 29, 2021 by the Board of Directors of the Management Company.

13 GENERAL

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

13.2 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

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

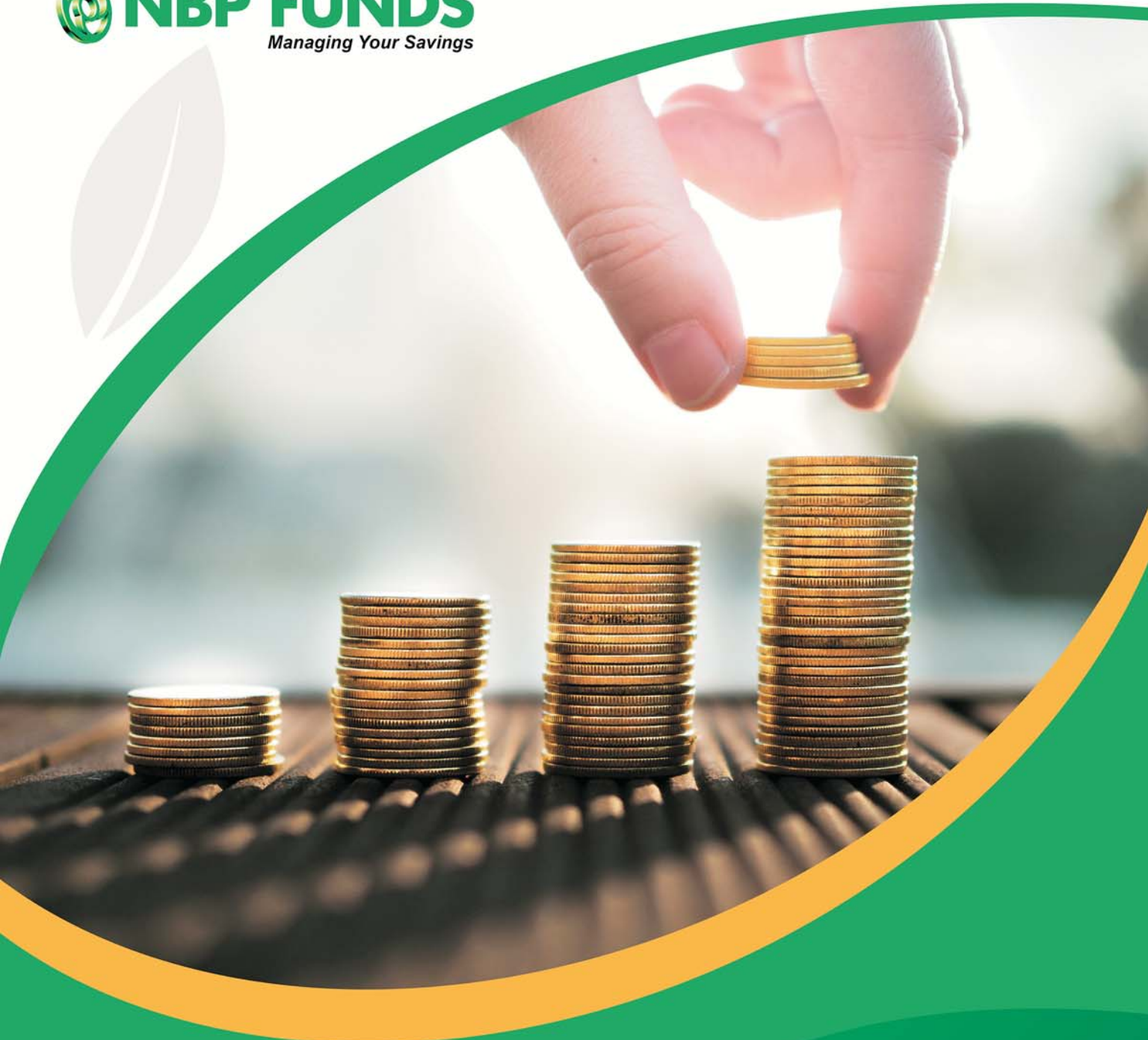
Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds



NBP
PAKISTAN GROWTH
EXCHANGE TRADED FUND

QUARTERLY REPORT
SEPTEMBER 30, 2021

AM1
Rated by PACRA



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Habib Metropolitan Bank Limited
JS Bank Limited



Auditors

A.F. Ferguson & Co.
Chartered Accountants
State Life Building No. 1-C
I.I. Chundrigar Road,
P.O.Box 4716
Karachi.

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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2&4



DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed interim financial statements of **NBP Pakistan Growth Exchange Traded Fund (NBPGETF)** for the quarter ended September 30, 2021.

Fund's Performance

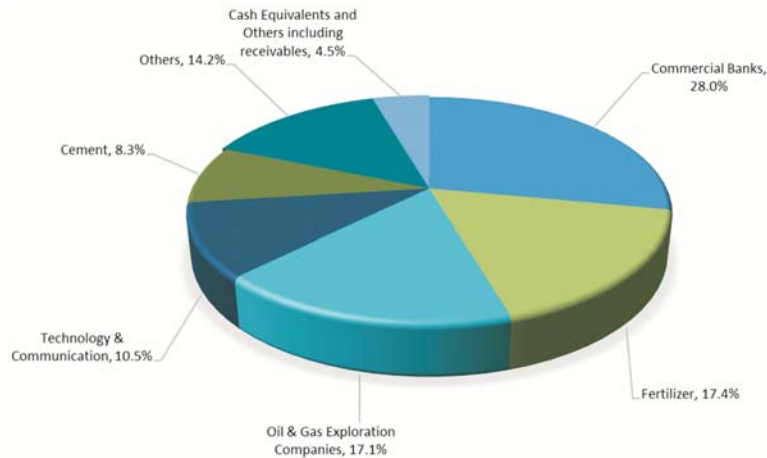
After delivering a robust 38% return in FY21, the stock market lost positive momentum as the benchmark KSE 100 Index fell by 5.2% during 1QFY22. In the first two months of the outgoing quarter, range bound activity was witnessed at the local bourse amid thin trading volumes and lackluster investors' participation. During the month of September, the market came under severe selling pressure with KSE 100 Index slumping by 5.3%.

Despite record profitability and healthy payouts announced by the listed corporate sector for June period, the lackluster market performance during the quarter can be attributable to the following factors. Investors seemed worried about shifting Pak-US relations amid developments in the neighboring Afghanistan with possible spillover effects on Pakistan. Adding to investors' angst was the widening Current Account Deficit (CAD) that clocked-in at USD 1.5 billion in August 2021 and USD 800 million in the previous month. Furthermore, the steady devaluation of the PKR versus US dollar coupled with rising industrial raw material and energy prices have ignited concerns on the corporate profitability outlook. In a bid to contain the consumption led demand pressure, the SBP's decision to raise the Policy Rate by 0.25% in its MPC meeting held on September 20th, 2021 was also not well received by the market. According to the market talks, leveraged positions of retail investors, who received margin calls after continuous decline in the Index also accelerated the sell-off of equities towards the end of the quarter. On the other hand, the market ignored positive developments on the external account front notably, record inflows in Roshan Digital Account (RDA) amounting to USD 849 million during the quarter, taking the cumulative inflows to USD 2.4 billion and the receipt of USD 2.7 billion from the IMF on account of SDR allocation.

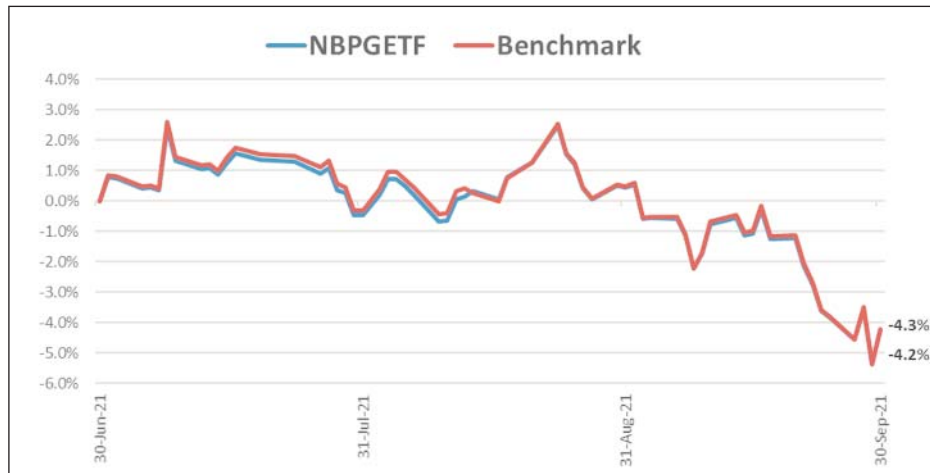
Looking at the sector wise performance of the market, Automobile Assemblers and Accessories, Cements, Engineering, Insurance, Oil & Gas Exploration and Marketing Companies, Paper & Board, Refineries, and Transport sectors underperformed the market, while Chemicals, Commercial Banks, Fertilizers, Food & Personal Care, Glass & Ceramics, Power Generation and Distribution, Technology, and Textile Composite sectors outperformed the market. In terms of participant-wise activity, Individuals, Other Organizations, and Banks /DFIs remained the largest buyers during the quarter with net inflows of USD 33 million, USD 27 million and USD 21 million, respectively. On the other hand, Foreigners were the largest sellers in the market with net outflows amounting to USD 83 million.

The size of NBP Pakistan Growth Exchange Traded Fund has decreased from Rs. 62 million to Rs. 58 million during the period, i.e., a decrease of 5%. During the period, the unit price of NBP Pakistan Growth Exchange Traded Fund (NBPGETF) has decreased from Rs. 10.9271 on June 30, 2021 to Rs. 10.4626 on September 30, 2021, thus showing a decrease of 4.3%. The Benchmark for the same period decreases by 4.2%. Thus, the Fund has underperformed its Benchmark by 0.1% during the period under review Tracking error for the period was 0.1%. Since inception the NAV of the Fund has increased from Rs. 9.3352 (Ex-Div) on October 05, 2020 to Rs 10.4626 on September 30, 2021, thus showing an increase of 12.1%. During the said period, the Benchmark increased by 15.3%, translating into underperformance of 3.2%. This performance is net of management fee and all other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and shall not be repeated in the future.

NBP Pakistan Growth Exchange Traded Fund has incurred a loss of Rs. 2.248 million during the period. After deducting total expenses of Rs. 0.344 million, the total loss is Rs. 2.592 million. The asset allocation of the Fund as on September 30, 2021 is as follows:



NBP-GETF Performance versus Benchmark



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: October 29, 2021
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2021ء کو ختم ہونے والی پہلی سہ ماہی کے لئے NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ (NBPGETF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

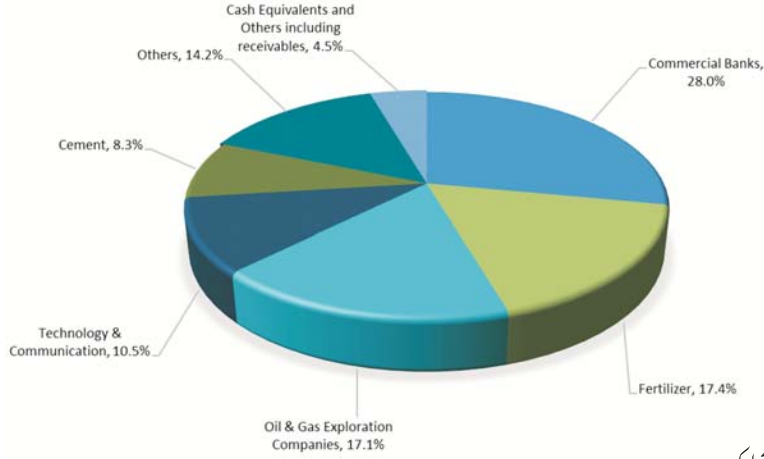
مالی سال 2021 میں 38 فیصد کا بھر پور منافع دینے کے بعد، اسٹاک مارکیٹ کی مثبت رفتار کم ہو گئی جیسا کہ مالی سال 22 کی پہلی سہ ماہی کے دوران بیچ مارک KSE-100 انڈیکس میں 5.2 فیصد کی کمی ہوئی۔ رواں سہ ماہی کے پہلے دو ماہ میں، ریٹج باؤنڈ سرگرمی میں مقامی سطح پر تجارتی حجم اور سرمایہ کاروں کی شرکت کی کمی دیکھی گئی۔ ستمبر کے مہینہ کے دوران، مارکیٹ KSE 100 انڈیکس میں 5.3 فیصد کی کمی کے ساتھ شدید فروختی دباؤ میں آگئی۔

لسٹڈ کارپوریشن کی طرف سے جون کی مدت کے لیے ریکارڈ منافع اور ڈیویڈنڈز کے باوجود، سہ ماہی کے دوران مارکیٹ کی ناقص کارکردگی درج ذیل عوامل سے منسوب کی جاسکتی ہے۔ پڑوسی افغانستان میں پاکستان پر ممکنہ پھیلنے والے اثرات کے ساتھ سرمایہ کار پاک امریکہ تعلقات تبدیل ہونیکے بارے میں پریشان دکھائی دیے۔ سرمایہ کاروں کی ناراضگی میں مزید اضافہ کیا جاتے ہوئے کرنٹ اکاؤنٹ خسارہ (CAD) نے جو کہ اگست 2021 میں تقریباً 1.5 بلین امریکی ڈالر اور پچھلے مہینے میں 800 بلین امریکی ڈالر تھا۔ مزید برآں، امریکی ڈالر کے مقابلے پاکستانی روپیہ کی مسلسل قدر میں کمی کے ساتھ ساتھ صنعتی خام مال اور توانائی کی بڑھتی ہوئی قیمتوں نے کارپوریٹ منافع بخش نقطہ نظر پر تشویش کو جنم دیا ہے۔ کھپت کی وجہ سے طلب کے دباؤ پر قابو پانے کے لیے، اسٹیٹ بینک کے 20 ستمبر 2021 کو منعقدہ اپنے ایم پی سی اجلاس میں پالیسی کی شرح میں 0.25 فیصد اضافے کے فیصلے کو بھی مارکیٹ میں نہیں سراہا گیا۔ مارکیٹ چرچوں کیوں کے مطابق، انڈیکس میں مسلسل کمی کے بعد مارجن کا لز وصول کرنے والے ریٹیل سرمایہ کاروں کی لیورجڈ پوزیشنز نے سہ ماہی کے اختتام پر ایکویٹیز کی فروخت میں بھی اضافہ کر دیا۔ دوسری طرف، مارکیٹ نے بیرونی اکاؤنٹ کے مجاز پر مثبت پیش رفت کو نظر انداز کیا، سہ ماہی کے دوران خاص طور پر روشن ڈیجیٹل اکاؤنٹ (RDA) میں 849 بلین امریکی ڈالر کی ریکارڈ آمد ہوئی ہے، جس سے مجموعی آمد 2.4 بلین ڈالر اور SDR ایکویٹیشن کی مدد میں آئی ایم ایف سے 2.7 بلین امریکی ڈالر کی وصولی ہوئی۔

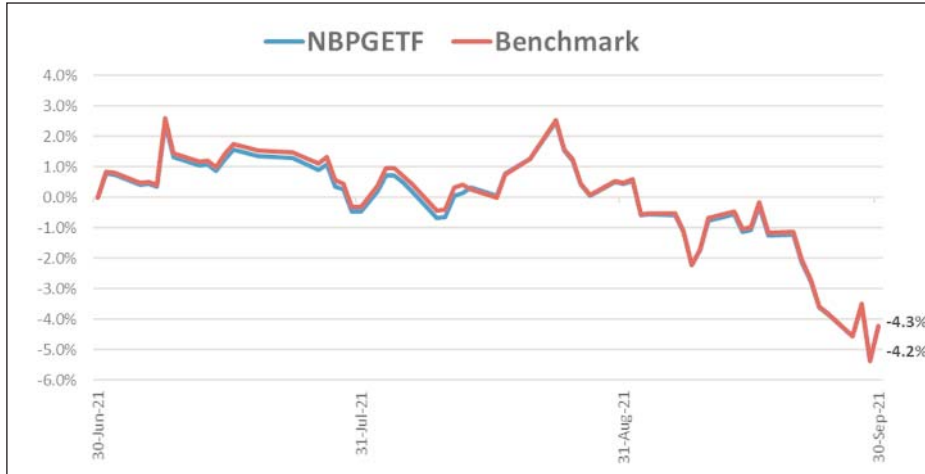
مارکیٹ کی سیکٹرز اور کارکردگی کو دیکھتے ہوئے، آٹوموبائل اسمبلر ز اور ایئر سیریز، سیمنٹ، انجینئرنگ، انشورنس، آئل اینڈ گیس ایکسپلوریشن اور مارکیٹنگ کمپنیاں، کاغذ اور بورڈ، ریفرنسز اور ٹرانسپورٹ سیکٹرز نے مارکیٹ سے اتر کارکردگی کا مظاہرہ کیا جبکہ کیمیکلز، کمرشل بینک، کھاد، خوراک اور ذاتی نگہداشت، گلاس اینڈ سٹریکچر، پاور جنریشن اور ڈسٹری بیوشن، ٹیکسٹائل اور ٹیکسٹائل کمپوزٹس سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ شراکت دار سرگرمی کے لحاظ سے، افراد، دیگر آرگنائزیشن، اور بینک/DFIs بالترتیب 33 بلین امریکی ڈالر، 27 بلین امریکی ڈالر اور 21 بلین امریکی ڈالر کی خالص آمد کے ساتھ سب سے بڑے خریدار رہے۔ دوسری طرف، غیر ملکی 83 بلین امریکی ڈالر کے خالص اخراج کے ساتھ مارکیٹ میں سب سے بڑے فروخت کنندگان تھے۔

موجودہ مدت کے دوران NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ کا سائز 62 بلین روپے سے کم ہو کر 58 بلین روپے ہو گیا یعنی 5% کمی کی ہوئی۔ زیر جائزہ مدت کے دوران، NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ کے پورٹ کی قیمت 30 جون 2021 کو 10.9271 روپے سے بڑھ کر 30 ستمبر 2021 کو 10.4626 روپے ہو گئی اسی مدت کے دوران 4.3% کمی کی ہوئی۔ اسی مدت میں بیچ مارک 4.2 فیصد سے کم ہوا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 0.1% اتر کارکردگی ظاہر کی۔ اپنے آغاز سے فنڈ کا NAV 105 اکتوبر 2020 کو (Ex-Div) 9.3352 روپے سے بڑھ کر 30 ستمبر 2021 کو 10.4626 روپے ہو گیا، لہذا 12.1% کا اضافہ ظاہر کیا۔ موجودہ مدت کے دوران، بیچ مارک 15.3% سے بڑھا، لہذا 3.2% کی اتر کارکردگی کا مظاہرہ کیا۔ فنڈ کی یہ کارکردگی بیٹجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرز ویلفیئر فنڈ کی پروڈنٹ ریورس کردی گئی۔ اس پروڈنٹ کے ریورسل کے باعث فنڈ کی NAV میں غیر معمولی اضافہ ہوا۔ یہ ایک ایسا موقع ہے جس کا مستقبل میں دوبارہ آنے کا امکان نہیں ہے۔

NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ کو سال کے دوران 2.248 بلین روپے کا نقصان ہوا ہے۔ 0.344 بلین روپے کے اخراجات منہا کرنے کے بعد، مجموعی نقصان 2.592 بلین روپے ہے۔ 30 ستمبر 2021 کے مطابق NBPGETF کی ایسٹ ایلیکیشن حسب ذیل ہے:



NBPGETF کی کارکردگی بمقابلہ بیچ مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ اینڈریج میجمنٹ کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فنانس مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
	Note	(Rupees in '000)	
ASSETS			
Bank balances		2,399	2,541
Investments	4	55,761	59,606
Dividend receivable		620	216
Other receivables		69	63
Total assets		58,849	62,426
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		62	65
Payable to Central Depository Company of Pakistan Limited - Trustee		6	6
Payable to the Securities and Exchange Commission of Pakistan		3	9
Payable against purchase of investments		-	211
Accrued expenses and other liabilities		397	506
Total liabilities		468	797
NET ASSETS		58,381	61,629
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		58,381	61,629
CONTINGENCIES AND COMMITMENTS	6		
		Number of units	
NUMBER OF UNITS IN ISSUE		5,580,000	5,640,000
		Rupees	
NET ASSET VALUE PER UNIT		10.4626	10.9271

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Note	Quarter Ended September 30, 2021 (Rupees in '000)
INCOME		
Profit on bank deposits		32
Dividend income		1,056
		1,088
(loss) on sale of investments - net		(5)
Unrealised diminution on re-measurement of investments classified as financial assets ' at fair value through profit or loss' - net		(3,524)
		(3,529)
Total loss		(2,441)
EXPENSES		
Remuneration of NBP Fund Management Limited - Management Company		115
Sindh Sales Tax on remuneration of the Management Company		15
Remuneration of Central Depository Company of Pakistan Limited - Trustee		15
Sindh Sales Tax on remuneration of the Trustee		2
Annual fee of the Securities and Exchange Commission of Pakistan		3
Annual fee		5
Securities transaction cost		6
Auditors' remuneration		101
Legal and professional charges		45
Settlement and bank charges		27
Printing charges		10
Total operating expenses		344
		(2,785)
Net loss from operating activities		(2,785)
Element of (losses) / income and capital (losses) / gains included in prices of units issued less those in units redeemed - net		(5)
Reversal against Sindh Workers' Welfare Fund	5	198
Net (loss) for the period before taxation		(2,592)
Taxation	7	-
Net (loss) for the period after taxation		(2,592)
Accounting income available for distribution:		
- Relating to capital gains		-
- Excluding capital gains		-
		-

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

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

Quarter Ended September 30, 2021

(Rupees in '000)

Net (loss) for the period after taxation	(2,592)
Other comprehensive income for the period	-
Total comprehensive (loss) for the period	<u>(2,592)</u>

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021		
	Capital value	Undistributed income	Total
	(Rupees in '000)		
Net assets at beginning of the period	56,400	5,229	61,629
Issuance of 20,000 units			
- Capital value	219	-	219
- Element of Income	1	-	1
Total proceeds on issuance of units	220	-	220
Redemption of 80,000 units			
- Capital value	(875)	-	(875)
- Element of loss	(6)	-	(6)
Total payments on redemption of units	(881)	-	(881)
Element of (losses) / income and capital (losses) / gains included in prices of units issued less those in units redeemed - net	5	-	5
Total comprehensive (loss) for the period	-	(2,592)	(2,592)
Net assets at end of the period (un-audited)	55,744	2,637	58,381
Undistributed income brought forward forward:			
- Realised income		757	
- Unrealised income		4,472	
		5,229	
Accounting income available for distribution:			
- Relating to capital gains		-	
- Excluding capital gains		-	
		-	
Net (loss) for the period after taxation		(2,592)	
Undistributed income carried forward		2,637	
Undistributed income carried forward:			
- Realised income		6,161	
- Unrealised (loss)		(3,524)	
		2,637	
			(Rupees)
Net assets value per unit at beginning of the period			10.9271
Net assets value per unit at end of the period			10.4626

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

Quarter Ended
September 30,
2021

(Rupees in '000)

CASH FLOWS FROM OPERATING ACTIVITIES

Net (loss) for the period before taxation (2,592)

Adjustments

Profit on bank deposits	(32)
Dividend income	(1,056)
Unrealised diminution on re-measurement of investments classified as financial assets ' at fair value through profit or loss' - net	3,524
Element of (losses) / income and capital (losses) / gains included in prices of units issued less those in units redeemed - net	5
Reversal against Sindh Workers' Welfare Fund	(198)
	2,243

Decrease in assets

Other receivables	(6)
Investments - net	321
	315

Increase in liabilities

Payable to NBP Fund Management Limited - Management Company	(3)
Payable to Central Depository Company of Pakistan Limited - Trustee	-
Payable to the Securities and Exchange Commission of Pakistan	(6)
Accrued expenses and other liabilities	89
	80

Dividend income received	652
Profit received on bank deposits	32

Net cash generated from operating activities 730

CASH FLOWS FROM FINANCING ACTIVITIES

Amount received against issuance of units	220
Amount paid against redemption of units	(1,092)
Net decrease in cash and cash equivalents during the period	(142)

Cash and cash equivalents at the beginning of the period 2,541

Cash and cash equivalents at the end of the period 2,399

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Pakistan Growth Exchange Traded Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered 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 8, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 3, 2020.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund has been categorized as an open ended exchange traded mutual fund that aims to provide investors an opportunity to track the performance of NBP Pakistan Growth Index that has been constituted and is maintained by the Management Company and comprises of 15 equity securities selected with high consideration towards market capitalisation and traded value.

The Fund is a hybrid fund having features of both open ended and close ended funds. A new concept of Authorised Participants (APs) has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holders of the units keep on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between APs and Management Company and cash will be paid / received if there is a difference in the market value of shares and net asset value.

The Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed an asset manager rating of AM1 as at June 23, 2021 to the Management Company. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.

The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

The Fund is an Open Ended Exchange Traded Mutual Fund categorised as "Listed Index Tracking Fund" and is listed on Pakistan Stock Exchange (PSX) Limited.

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" (the Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced as part of the Act. The Management Company after fulfilling the requirement for registration of Trust Deed under the Trust Act, has submitted Collective Investment Scheme Trust Deed to Registrar acting under the Trust Act for registration.

2 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 Financial Reporting Standards (IFRS) 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 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, 2021.

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 September 30, 2021.

These condensed interim financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

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, 2021.
- 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 financial statements as at and for the year ended June 30, 2021. 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, 2021.

		(Un-audited) September 30, 2021	(Audited) June 30, 2021
4 INVESTMENTS	Note	--(Rupees in '000)--	
At fair value through profit or loss			
Quoted equity securities	4.1	<u>55,761</u>	<u>59,606</u>



4.1 Investments in equity securities - listed

Shares of listed companies - fully paid up ordinary shares with a face value of Rs. 10 each unless otherwise stated.

Name of the Investee Company	----- Number of shares held -----					Market value	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2021	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at September 30, 2021		Net assets of the Fund	Total market value of investments	
----- % -----									
OIL AND GAS MARKETING COMPANIES									
Pakistan State Oil Company Limited *	18,612	625	-	265	18,972	3,813	6.53%	6.84%	-
						3,813	6.53%	6.84%	
OIL AND GAS EXPLORATION COMPANIES									
Oil and Gas Development Company Limited *	47,376	1,845	-	675	48,546	4,068	6.97%	7.30%	-
Pakistan Oilfields Limited *	7,332	25	-	661	6,696	2,513	4.30%	4.51%	-
Pakistan Petroleum Limited *	56,964	182	-	11,948	45,198	3,386	5.80%	6.07%	-
						9,967	17.07%	17.88%	
FERTILIZERS									
Engro Corporation Limited *	16,356	57	-	789	15,624	4,371	7.49%	7.84%	-
Engro Fertilizer Limited *	40,044	134	-	5,024	35,154	2,471	4.23%	4.43%	-
Fauji Fertilizer Company Limited *	32,148	673	-	457	32,364	3,303	5.66%	5.92%	-
						10,145	17.38%	18.19%	
CEMENT									
Lucky Cement Limited *	6,768	24	-	96	6,696	4,841	8.29%	8.68%	-
						4,841	8.29%	8.68%	
POWER GENERATION & DISTRIBUTION									
The Hub Power Company Limited *	59,220	3,005	-	845	61,380	4,513	7.73%	8.09%	-
						4,513	7.73%	8.09%	
COMMERCIAL BANKS									
Meezan Bank Limited *	19,176	95	2,762	829	21,204	2,967	5.08%	5.32%	-
Habib Bank Limited *	41,172	705	-	585	41,292	4,515	7.73%	8.10%	-
MCB Bank Limited *	18,612	1,743	-	267	20,088	3,028	5.19%	5.44%	-
Bank ALHabib Limited *	29,892	2,342	-	428	31,806	2,199	3.77%	3.94%	-
United Bank Limited *	28,200	2,895	-	405	30,690	3,639	6.23%	6.53%	-
						16,348	28.00%	29.33%	
TECHNOLOGY & COMMUNICATION									
TRG Pakistan Limited	34,404	4,035	-	495	37,944	6,134	10.51%	11.00%	0.01%
						6,134	10.51%	11.00%	
Total - September 30, 2021						55,761	95.51%	100%	
Carrying value as at September 30, 2021						59,285			

* Nil figure due to rounding off difference.



5 PROVISION FOR SINDH WORKERS' WELFARE FUND

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF on August 13, 2021, recognised in the financial statements of the Funds, for the period from since inception to August 12, 2021.

Provisioning against Sindh Workers' Welfare Fund by NBP PAKISTAN GROWTH EXCHANGE TRADED FUND amounting to Rs. 0.20 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP PAKISTAN GROWTH EXCHANGE TRADED FUND by 0.33% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

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 as cash dividend. 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, 2022 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 annualized total expense ratio (TER) of the Fund based on the current period is 2.24% which includes 0.13% representing Government Levies and the SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorized as an "Index" scheme.

9 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

9.1 Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, 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, directors and their close family members and key management personnel of the Management Company.

9.2 Transactions with connected persons / related parties are executed on an arm's length basis and essentially



comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

9.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

9.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

9.5 **Details of transactions with related parties / connected persons during the period are as follows:**

	(Un-audited) Quarter Ended September 30, 2021 (Rupees in '000)	
NBP Fund Management Limited - Management Company		
Remuneration of NBP Fund Management Limited - Management Company		115
Sindh Sales Tax on remuneration of the Management Company		15
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee		15
Sindh Sales Tax on remuneration of the Trustee		2
Settlement charges		26
Taurus Securities Limited - subsidiary of parent company		
Brokerage expense		1
Fauji Fertilizer Company Limited - common directorship		
Purchase of 673 shares		72
Sale of 457 shares		49
Dividend income		84
JS Global Capital Limited - unit holder with more than 10% holding		
Brokerage expense		1
Units purchased during the period: 20,000		220
Units redeemed during the period: 80,000		880

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
9.6 Amounts / balances outstanding as at period end are as follows		
(Rupees in '000)		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	37	40
Sindh Sales Tax on remuneration of the Management Company	5	5
Other payable to Management Company	20	20
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	5	5
Sindh Sales Tax payable on Trustee remuneration	1	1
Settlement charges payable	51	27



	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
The Hub Power Company Limited * Shares held - Nil shares (2021 : 59,220 shares)	-	4,718
Fauji Fertilizer Company Limited - common directorship Shares held - 32,364 shares (2021 : 32,148 shares)	3,303	3,411
JS Global Capital Limited - unit holder with more than 10% holding Units held: 5,000,000 units (2021: 5,060,000 units)	52,313	55,291
MRA Securities Limited - unit holder with more than 10% holding Units held: 580,000 units (2021: 580,000 units)	6,068	6,338

* Current period figure has not been shown as the company was not a related party / connected person as at September 30, 2021.

10 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by the Board of Directors of the Management Company on October 29, 2021.

11 GENERAL

Figures in these condensed interim financial statements have been rounded off to the nearest thousand of rupees.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

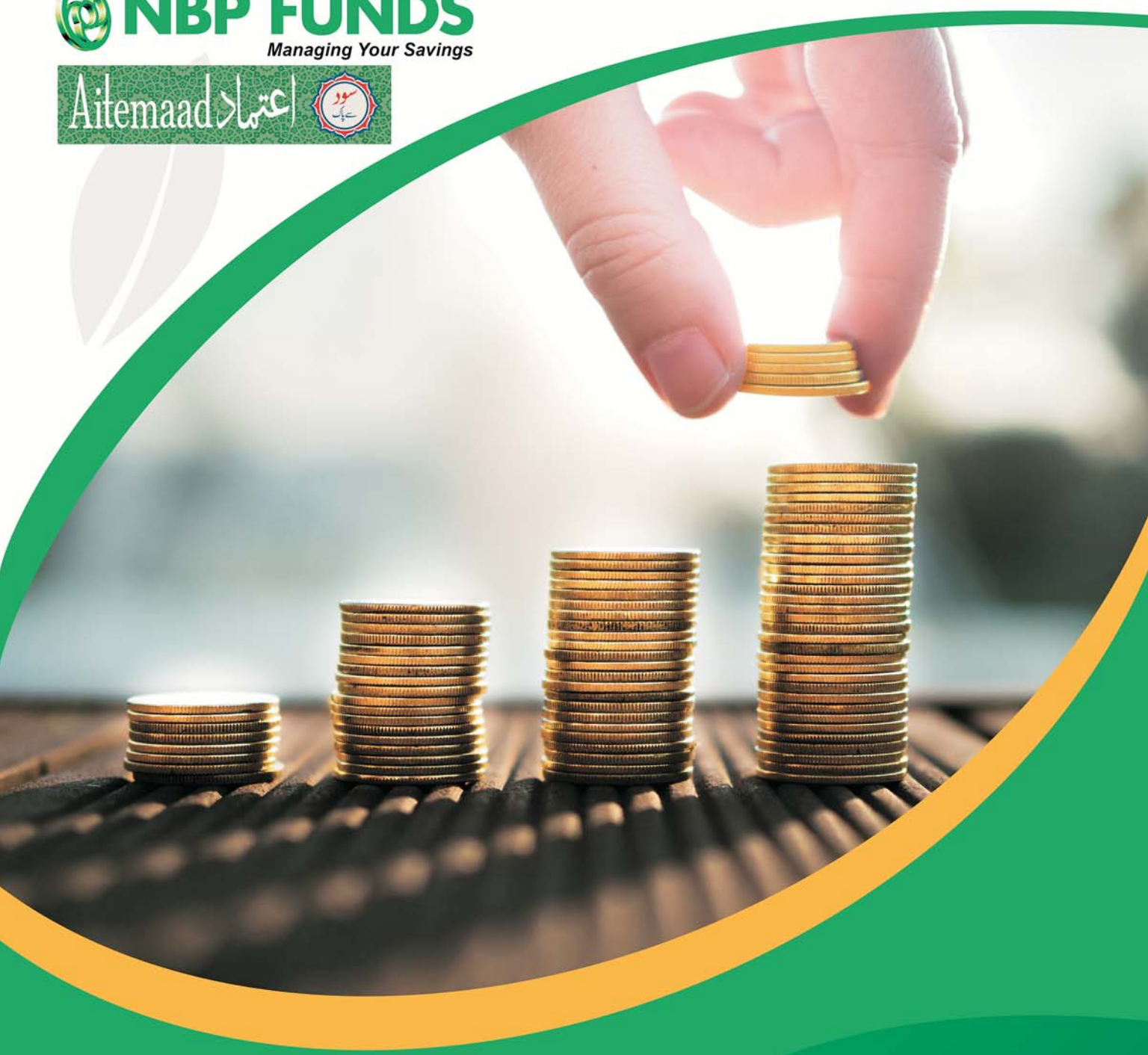
Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds



NBP ISLAMIC REGULAR INCOME FUND

QUARTERLY REPORT
SEPTEMBER 30, 2021



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	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	United Bank Limited
Meezan Bank Limited	JS Bank Limited
Bank Al Habib Limited	Habib Metropolitan Bank Limited
Bank Islami Pakistan Limited	Allied Bank Limited
Dubai Islamic Bank Pakistan Limited	Al Baraka Bank of Pakistan
Silk Bank Limited	



Auditors

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:

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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2 & 4



DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed interim financial statements of **NBP Islamic Regular Income Fund (NIRIF)** for the quarter ended September 30, 2021.

Fund's Performance

After delivering a robust 39% return in FY21, the stock market lost positive momentum as the benchmark KMI 30 Index fell by 5.6% during 1QFY22. In the first two months of the outgoing quarter, range bound activity was witnessed at the local bourse amid thin trading volumes and lackluster investors' participation. During the month of September, the market came under severe selling pressure with KMI 30 Index slumping by 6.9%.

Despite record profitability and healthy payouts announced by the listed corporate sector for June period, the lackluster market performance during the quarter can be attributable to the following factors. Investors seemed worried about shifting Pak-US relations amid developments in the neighboring Afghanistan with possible spillover effects on Pakistan. Adding to investors' angst was the widening Current Account Deficit (CAD) that clocked-in at USD 1.5 billion in August 2021 and USD 800 million in the previous month. Furthermore, the steady devaluation of the PKR versus US dollar coupled with rising industrial raw material and energy prices have ignited concerns on the corporate profitability outlook. In a bid to contain the consumption led demand pressure, the SBP's decision to raise the Policy Rate by 0.25% in its MPC meeting held on September 20th, 2021 was also not well received by the market. According to the market talks, leveraged positions of retail investors, who received margin calls after continuous decline in the Index also accelerated the sell-off of equities towards the end of the quarter. On the other hand, the market ignored positive developments on the external account front notably, record inflows in Roshan Digital Account (RDA) amounting to USD 849 million during the quarter, taking the cumulative inflows to USD 2.4 billion and the receipt of USD 2.7 billion from the IMF on account of SDR allocation

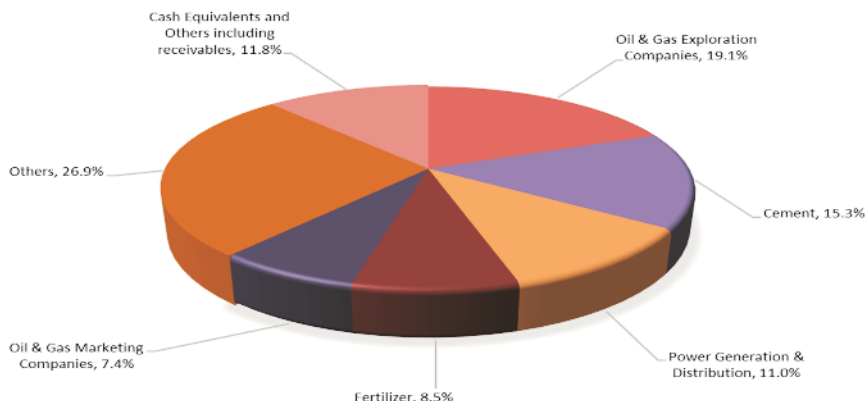
Looking at the sector wise performance of the market, Automobile Assemblers and Accessories, Cements, Engineering, Insurance, Oil & Gas Exploration and Marketing Companies, Paper & Board, Refineries, and Transport sectors underperformed the market, while Chemicals, Commercial Banks, Fertilizers, Food & Personal Care, Glass & Ceramics, Power Generation and Distribution, Technology, and Textile Composite sectors outperformed the market. In terms of participant-wise activity, Individuals, Other Organizations, and Banks /DFIs remained the largest buyers during the quarter with net inflows of USD 33 million, USD 27 million and USD 21 million, respectively. On the other hand, Foreigners were the largest sellers in the market with net outflows amounting to USD 83 million.

The size of NBP Islamic Regular Income Fund has decreased from Rs. 148 million to Rs. 127 million during the period, i.e., a decrease of 14%. During the period, the unit price of NBP Islamic Regular Income Fund has decreased from Rs. 9.7140 on June 30, 2021 to Rs. 9.1401 on September 30, 2021, thus showing a decrease of 5.9%. The Benchmark for the same period was decreased by 4.7%. Thus, the Fund has underperformed its Benchmark by 1.2% during the period under review. Since inception, the unit price of NBP Islamic Regular Income Fund has increased from Rs. 9.0542 (Ex-Div) on October 31, 2018 to Rs 9.1401 on September 30, 2021, thus showing an increase of 0.9%. The Benchmark for the same period was increased by 12.2%. Thus, the Fund has underperformed its Benchmark by 11.3% during the period under review. This performance is net of management fee and all other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and shall not be repeated in the future.

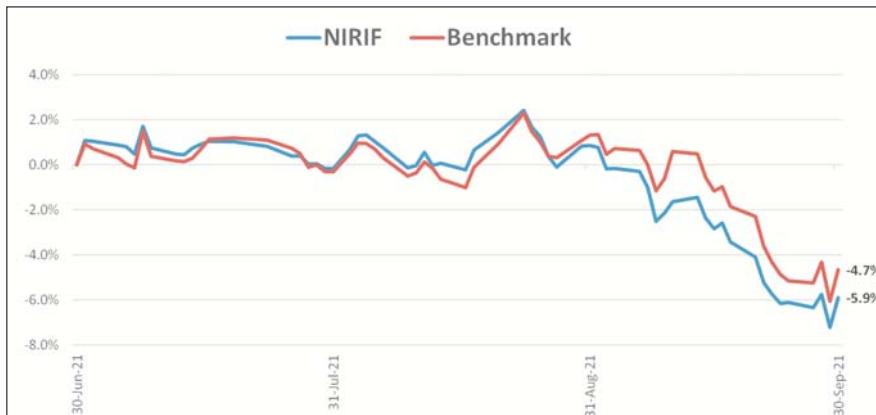
NBP Islamic Regular Income Fund has incurred a loss of Rs. 6.706 million during the period. After incurring total



expenses of Rs. 1.494 million, the total loss is Rs. 8.200 million. The asset allocation of the Fund as on September 30, 2021 is as follows:



NIRIF Performance versus Benchmark



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: October 29, 2021
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2021ء کو ختم ہونے والی سہ ماہی کے لئے NBP اسلامک ریگولر انکم فنڈ (NIRIF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

مالی سال 2021 میں 39 فیصد کا بھرپور منافع دینے کے بعد، اسٹاک مارکیٹ کی مثبت رفتار کم ہوگئی جیسا کہ مالی سال 22 کی پہلی سہ ماہی کے دوران بیچ مارک KMI-30 انڈیکس میں 5.6 فیصد کمی ہوئی۔ رواں سہ ماہی کے پہلے دو ماہ میں، ریٹ باؤنڈ سرگرمی میں مقامی سطح پر تجارتی حجم اور سرمایہ کاروں کی شرکت کی کمی دیکھی گئی۔ ستمبر کے مہینے کے دوران، مارکیٹ KMI 30 انڈیکس میں 6.9 فیصد کمی کے ساتھ شدید فروختی دباؤ میں آگئی۔

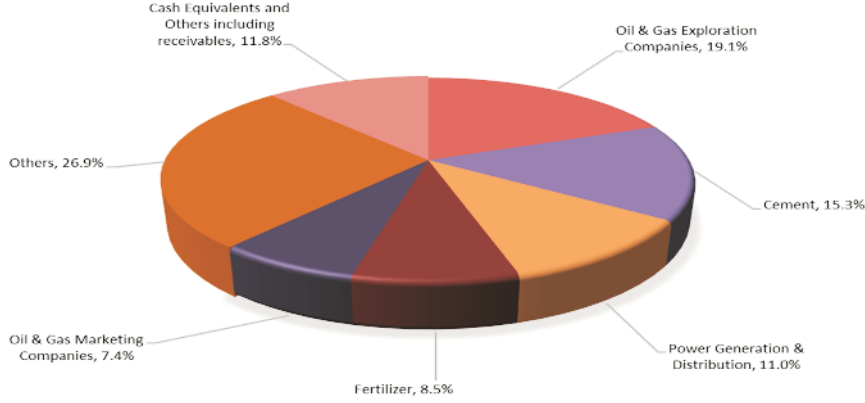
لسٹڈ کارپوریٹ سیکٹرز کی طرف سے جون کی مدت کے لیے ریکارڈ منافع اور ڈیویڈنڈز کے باوجود، سہ ماہی کے دوران مارکیٹ کی ناقص کارکردگی درج ذیل عوامل سے منسوب کی جاسکتی ہے۔ پڑوسی افغانستان میں پاکستان پر ممکنہ پھیلنے والے اثرات کے ساتھ سرمایہ کار پاکستان امریکہ تعلقات تبدیل ہونیکے بارے میں پریشان دکھائی دیے۔ سرمایہ کاروں کی ناراضگی میں مزید اضافہ کیا جاتے ہوئے کرنٹ اکاؤنٹ خسارہ (CAD) نے جو کہ اگست 2021 میں تقریباً 1.5 بلین امریکی ڈالر اور پچھلے مہینے میں 800 ملین امریکی ڈالر تھا۔ مزید برآں، امریکی ڈالر کے مقابلے پاکستانی روپیہ کی مسلسل قدر میں کمی کے ساتھ ساتھ صنعتی خام مال اور توانائی کی بڑھتی ہوئی قیمتوں نے کارپوریٹ منافع بخش نقطہ نظر پر تشویش کو جنم دیا ہے۔ کھپت کی وجہ سے طلب کے دباؤ پر قابو پانے کے لیے، اسٹیٹ بینک نے 20 ستمبر 2021 کو منعقدہ اپنے ایم پی سی اجلاس میں پالیسی کی شرح میں 0.25 فیصد اضافے کے فیصلے کو بھی مارکیٹ میں نہیں سراہا گیا۔ مارکیٹ چرچوں کے مطابق، انڈیکس میں مسلسل کمی کے بعد مارجن کا لز وصول کرنے والے ریٹیل سرمایہ کاروں کی لیورجڈ پوزیشنز نے سہ ماہی کے اختتام پر ایکویٹیز کی فروخت میں بھی اضافہ کر دیا۔ دوسری طرف، مارکیٹ نے بیرونی اکاؤنٹ کے مجاز پر مثبت پیش رفت کو نظر انداز کیا، سہ ماہی کے دوران خاص طور پر روشن ڈیجیٹل اکاؤنٹ (RDA) میں 849 ملین امریکی ڈالر کی ریکارڈ آمد ہوئی ہے، جس سے مجموعی آمد 2.4 بلین ڈالر اور SDR ایکویٹیشن کی مد میں آئی ایم ایف سے 2.7 بلین امریکی ڈالر کی وصولی ہوئی۔

مارکیٹ کی سیکٹرز اور کارکردگی کو دیکھتے ہوئے، آٹوموبائل اسمبلر ز اور ایئر سیریز، سینٹ، انجینئرنگ، انفونرس، آئل اینڈ گیس ایکسپلوریشن اور مارکیٹنگ کمپنیاں، کاغذ اور بورڈ، ریفرنسز اور ٹرانسپورٹ سیکٹرز نے مارکیٹ سے اہتر کارکردگی کا مظاہرہ کیا جبکہ کیمیکلز، کمرشل بینک، کھاد، خوراک اور ذاتی نگہداشت، گلاس اینڈ سٹریٹس، پاور جنریشن اور ڈسٹری بیوٹن، ہیکنالوجی اور ٹیکسٹائل کمپوزٹس سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ شراکت دار سرگرمی کے لحاظ سے، افراد، دیگر آرگنائزیشن، اور بینک DFIs بالترتیب 33 بلین امریکی ڈالر، 27 بلین امریکی ڈالر اور 21 بلین امریکی ڈالر کی خالص آمد کے ساتھ سب سے بڑے خریدار رہے۔ دوسری طرف، غیر ملکی 83 بلین امریکی ڈالر کے خالص اخراج کے ساتھ مارکیٹ میں سب سے بڑے فروخت کنندگان تھے۔

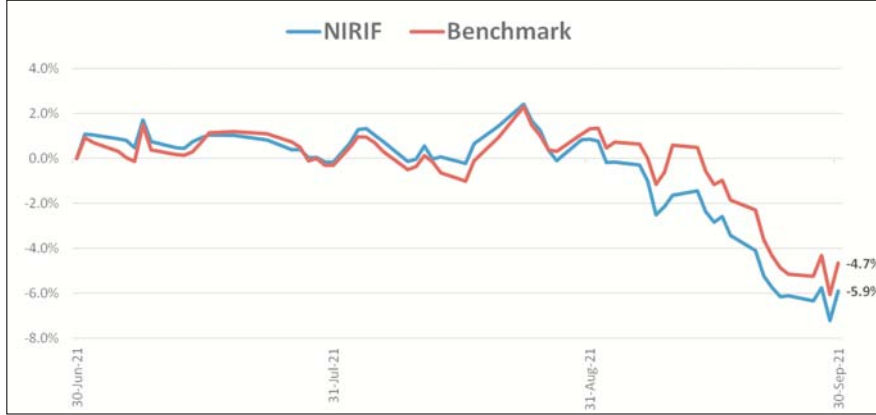
موجودہ مدت کے دوران NBP اسلامک ریگولر انکم فنڈ (NIRIF) کا ساٹھ ماہ 148 ملین روپے سے کم ہو کر 127 ملین روپے ہو گیا ہے یعنی 14% کی کمی۔ زیر جائزہ مدت کے دوران، NBP اسلامک ریگولر انکم فنڈ کے پونٹ کی قیمت 30 جون 2021 کو 9.7140 روپے سے کم ہو کر 30 ستمبر 2021 کو 9.1401 روپے ہو گئی، لہذا 5.9% کی کمی ظاہر کی۔ فنڈ کا بیچ مارک اسی مدت میں 4.7% سے کم ہوا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیچ مارک میں 1.2% اہتر کارکردگی دکھائی۔ 31 اکتوبر 2018 کو اپنے قیام کے وقت سے NBP اسلامک ریگولر انکم فنڈ کے پونٹ کی قیمت (Ex-Div) 9.0542 روپے سے بڑھ کر 30 ستمبر 2021 کو 9.1401 روپے ہو چکی ہے لہذا 0.9% کا اضافہ ہوا۔ فنڈ کا بیچ مارک اسی مدت میں 12.2% بڑھا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 11.3% اہتر کارکردگی دکھائی۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرز ویلفیئر فنڈ کی پروڈیونگ رپورس کردی گئی۔ اس پروڈیونگ کے باعث فنڈ کی NAV میں غیر معمولی اضافہ ہوا۔ یہ ایک ایسا موقع ہے جس کا مستقبل میں دوبارہ آنے کا امکان نہیں ہے۔

NBP اسلامک ریگولر انکم فنڈ کو موجودہ مدت کے دوران 6.706 ملین روپے کا مجموعی نقصان ہوا ہے۔ 1.494 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد مجموعی نقصان 8.200 ملین روپے ہے۔

فنڈ کی ایسٹ ایکویٹیشن 30 ستمبر 2021 کو بمطابق ذیل ہے:



NIRIF کی کارکردگی بمقابلہ بیچ مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ اینڈ کیپیٹل کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فنانس مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

	Unaudited September 30, 2021	Audited June 30, 2021
Note	-----Rupees in '000-----	
Assets		
Bank balances	14,169	32,716
Investments	112,259	115,396
Receivable against sale of shares	-	822
Dividend and profit receivable	2,141	708
Preliminary expenses and floatation costs	421	472
Advance, deposit and prepayment	547	1,114
Total assets	129,537	151,228
Liabilities		
Payable to the Management Company	1,238	1,192
Payable to the Trustee	25	32
Payable to Securities and Exchange Commission of Pakistan	7	26
Payable against redemption of units	40	-
Accrued expenses and other liabilities	922	2,311
Total liabilities	2,232	3,561
Net assets	127,305	147,667
Unit holders' funds (As per Statement attached)	127,305	147,667
Contingencies and commitments		
	-----Number of units-----	
Number of units in issue	13,928,214	15,201,440
	-----Rupees-----	
Net asset value per unit	9.1401	9.7140

The annexed notes 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



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended	
	September 30, 2021	September 30, 2020
Note -----Rupees in '000-----		
Income		
Gain / (loss) on sale of investments - net	82	1,746
Dividend Income	2,402	582
Profit on bank deposits	432	432
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(10,247)	10,732
Total (loss) / income	(7,331)	13,492
Expenses		
Remuneration of the Management Company	388	-
Sales Tax on remuneration of the Management Company	51	-
Remuneration of the Trustee	72	62
Sales Tax on remuneration of the Trustee	9	8
Accounting and operational charges to the Management Company	67	31
Selling and marketing expenses	639	469
Annual fee - Securities and Exchange Commission of Pakistan	7	6
Securities transaction costs	28	37
Settlement and bank charges	5	12
Auditors' remuneration	85	138
Legal and professional charges	60	15
Annual listing fee	7	7
Amortisation of preliminary expenses and floatation costs	51	51
Shariah advisor fee	4	4
Printing charges	21	16
Total expenses	1,494	856
Net (loss) / income for the period before taxation	(8,825)	12,636
Reversal / (Provision) for Sindh Workers' Welfare Fund	625	(253)
Net (loss) / income for the period before taxation	(8,200)	12,383
Taxation	-	-
Net (loss) / income for the period after taxation	(8,200)	12,383
Allocation of Net income for the period:		
Net income for the period	-	12,383
Income already paid on units redeemed	-	(143)
	-	12,240
Accounting Income available for distribution:		
- Relating to capital gains	-	12,240
- Excluding capital gains	-	-
	-	12,240

The annexed notes 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



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	<u>Quarter ended</u>	
	<u>September 30, 2021</u>	<u>September 30, 2020</u>
	-----Rupees in '000'-----	
Net (loss) / income for the period before taxation	(8,200)	12,383
Other comprehensive income	-	-
Total comprehensive loss for the period	<u>(8,200)</u>	<u>12,383</u>

The annexed notes 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



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended					
	September 30, 2021			September 30, 2020		
	Capital value	Undistributed loss	Total	Capital value	Undistributed loss	Total
	(Rupees in '000)					
Net assets at beginning of the period	148,637	(970)	147,667	126,613	(17,073)	109,540
Issue of 64,911 units (2020: 2,306,540 units)						
- Capital value	631	-	631	19,462	-	19,462
- Element of (loss) / income	(4)	-	(4)	2,380	-	2,380
Total proceeds on issuance of units	627	-	627	21,842	-	21,842
Redemption of 1,338,137 units (2020: 1,750,644 units)						
- Capital value	(12,999)	-	(12,999)	(14,772)	-	(14,772)
- Element of (loss) / income	210	-	210	(1,523)	(143)	(1,666)
Total payments on redemption of units	(12,789)	-	(12,789)	(16,295)	(143)	(16,438)
Total comprehensive loss for the period	-	(8,200)	(8,200)	-	12,383	12,383
Net assets at end of the period	136,475	(9,170)	127,305	132,160	(4,833)	127,327
Undistributed loss brought forward						
- Realised loss		(16,310)			(16,645)	
- Unrealised loss		15,340			(428)	
		(9,170)			(17,073)	
Accounting Income available for distribution:						
- Relating to capital gains		-			12,240	
- Excluding capital gains		-			-	
Total comprehensive loss for the period		(8,200)			-	
		(8,200)			12,240	
Total comprehensive loss for the period		-			-	
Undistributed loss carried forward		(9,170)			(4,833)	
Undistributed loss carried forward						
- Realised loss		1,077			(15,565)	
- Unrealised loss		(10,247)			10,732	
		(9,170)			(4,833)	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<u>9.7140</u>			<u>8.4379</u>
Net assets value per unit at end of the period			<u>9.1401</u>			<u>9.4053</u>

The annexed notes 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



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended	
	September 30, 2021	September 30, 2020
----- Rupees in '000 -----		
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(8,200)	12,383
Adjustments		
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	10,247	(10,732)
Reversal of provision of Sindh Workers Welfare Fund	(625)	
Amortisation of preliminary expenses and floatation costs	51	51
	1,473	1,702
Decrease / (increase) in assets		
Investments - net	(7,110)	10,267
Dividend and profit receivable	(1,433)	(615)
Receivable against sale of shares	822	-
Advance, deposit and prepayment	567	(21)
	(7,154)	9,631
(Decrease) / increase in liabilities		
Payable to the Management Company	46	218
Payable to the Trustee	(7)	4
Payable to Securities and Exchange Commission of Pakistan	(19)	(16)
Accrued expenses and other liabilities	(724)	(490)
	(704)	(284)
Net cash (used in) / generated from operating activities	(6,385)	11,049
CASH FLOW FROM FINANCING ACTIVITIES		
Net receipts from issue of units	627	21,842
Net payments on redemption of units	(12,789)	(16,438)
Net cash (used in) / generated from financing activities	(12,162)	5,404
Net (decrease) increase in cash and cash equivalents during the period	(18,547)	16,453
Cash and cash equivalents at the beginning of the period	32,716	22,096
Cash and cash equivalents at the end of the period	14,169	38,549

The annexed notes 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



NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The NBP Islamic Regular Income 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.
- 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 classified as "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.
- 1.4 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.
- 1.5 The Pakistan Credit Rating Agency Limited (PACRA) has maintained an Asset Manager Rating of 'AM1' for the 'Management Company. The Fund has not yet been rated.
- 1.6 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.
- 1.7 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company to fulfill the requirement for registration of Trust Deed under Sindh Trusts Act, 2020, has submitted Collective Investments Scheme Trust Deed to Registrar (acting under Sindh Trusts Act, 2020).

2 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 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, 2021.

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 September 30, 2021.

These condensed financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

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, 2021.
- 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 financial statements as at and for the year ended June 30, 2021. 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, 2021.

4 INVESTMENTS	(Unaudited)	(Audited)		
	September 30,	June 30,		
	2021	2021		
	(Rupees in '000)			
Financial assets at fair value through profit or loss	Note			
- Listed equity securities	4.1	<table border="1" style="display: inline-table; border-collapse: collapse;"> <tr> <td style="text-align: right;">112,259</td> <td style="text-align: right;">115,396</td> </tr> </table>	112,259	115,396
112,259	115,396			



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 1 July 2021	Purchases during the year	Bonus Shares issued during the year	Right shares purchased/ subscribed during the year	Sales during the year	As at 30 September 2021	Market value /carrying value as at 30 September 2021	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	27,800	-	-	-	3,500	24,300	9,121	7.16	10.26	0.01
Pakistan Petroleum Limited	79,420	25,000	-	-	-	104,420	7,822	6.14	8.80	-
Oil & Gas Development Company Limited	79,800	8,000	-	-	-	87,800	7,358	5.78	8.28	-
	187,020	33,000	-	-	3,500	216,520	24,301	19.08	27.34	
Oil and Gas Marketing Company										
Pakistan State Oil Company Limited	29,320	-	-	-	-	29,320	5,893	4.63	6.63	0.01
Sui Northern Gas Pipelines Limited	8,900	-	-	-	-	8,900	405	0.32	0.46	-
Attock Petroleum Limited	10,700	-	-	-	-	10,700	3,103	2.44	3.49	0.01
	48,920	-	-	-	-	48,920	9,401	7.39	10.58	
MISCELLANEOUS										
Tri-Pack Films Limited	-	7,000	-	-	-	7,000	1,386	1.09	1.56	0.02
MACPAC Films Limited	-	28,000	-	-	-	28,000	568	0.44	0.64	0.05
	-	35,000	-	-	-	35,000	1,954	1.53	2.20	
Fertilizer										
Engro Corporation Limited	38,860	-	-	-	-	38,860	10,871	8.54	12.23	0.01
Engro Fertilizers Limited	13,500	-	-	-	13,500	-	-	-	-	-
	52,360	-	-	-	13,500	38,860	10,871	8.54	12.23	
Chemical										
Sitara Chemical Industries Limited	2,000	-	-	-	-	2,000	566	0.44	0.64	0.01
Engro Polymer and Chemicals Limited	60,500	-	-	-	-	60,500	3,332	2.61	3.75	0.01
	62,500	-	-	-	-	62,500	3,898	3.05	4.39	
Cement										
D.G. Khan Cement Company Limited	7,300	-	-	-	-	7,300	645	0.51	0.73	-
Fauji Cement Company Limited	185,000	29,000	-	-	-	214,000	3,841	3.02	4.32	0.02
Lucky Cement Limited	12,900	400	-	-	700	12,600	9,109	7.15	10.24	-
Attock Cement Pakistan Limited	8,000	-	-	-	-	8,000	1,127	0.89	1.27	0.01
Maple Leaf Cement Factory Limited	18,500	-	-	-	-	18,500	651	0.51	0.73	-
Kohat Cement Company Limited	23,800	-	-	-	-	23,800	4,092	3.21	4.60	0.01
	255,500	29,400	-	-	700	284,200	19,466	15.29	21.89	
Automobile Parts & Accessories										
Agriaautos Industries Limited	4,000	-	-	-	-	4,000	900	0.71	1.01	0.01
	4,000	-	-	-	-	4,000	900	0.71	1.01	
Automobile Assembler										
Honda Atlas Cars (Pakistan) Limited	1,400	2,000	-	-	-	3,400	896	0.70	1.01	-
Indus Motor Company Limited	-	-	-	-	-	-	-	-	-	-
Millat Tractors Limited	5,175	-	-	-	-	5,175	5,554	4.36	6.25	0.01
	6,575	2,000	-	-	-	8,575	6,450	5.06	7.26	

NBP ISLAMIC REGULAR INCOME FUND



NBP FUNDS
Managing Your Savings

Name of the Investee Company	As at 1 July 2021	Purchases during the year	Bonus Shares issued during the year	Right shares purchased/ subscribed during the year	Sales during the year	As at 30 September 2021	Market value /carrying value as at 30 September 2021	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)	(%)		
Commercial Banks										
Meezan Bank Limited	14,050	-	2,108	-	-	16,158	2,261	1.78	2.54	-
	14,050	-	2,108	-	-	16,158	2,261	1.78	2.54	
Textile Composite										
Interloop Limited	24,500	-	-	-	-	24,500	1,744	1.37	1.96	-
Kohinoor Textile Mills Limited	45,500	-	-	-	-	45,500	3,160	2.48	3.55	0.02
Nishat Mills Limited	35,000	-	-	-	-	35,000	3,180	2.50	3.58	0.01
	105,000	-	-	-	-	105,000	8,084	6.35	9.09	
Transport										
Pakistan National Shipping Corporation Limited	4,500	-	-	-	4,500	-	-	-	-	-
	4,500	-	-	-	4,500	-	-	-	-	
Pharmaceuticals										
AGP Limited	6,500	300	-	-	3,800	3,000	344	0.29	0.37	-
The Searle Company Limited	2,600	400	-	-	-	3,000	605	0.49	0.66	-
Abbott Laboratories (Pakistan) Limited	900	-	-	-	-	900	696	0.57	0.76	-
	10,000	700	-	-	3,800	6,900	1,644	1.35	1.79	
Food and Personal Care										
Bunnys Limited	-	3,500	-	-	-	3,500	120	0.11	0.12	0.01
At-Tahir Limited	60,000	35,000	-	-	9,000	86,000	2,353	1.87	2.63	0.05
	60,000	38,500	-	-	9,000	89,500	2,473	1.98	2.75	
Engineering										
Mughal Iron & Steel Industries	580	20,000	-	-	-	20,580	2,009	1.60	2.24	0.01
International Steels Limited	-	8,500	-	-	-	8,500	648	0.53	0.71	-
Aisha Steel Mills Limited	-	31,000	-	-	-	31,000	645	0.53	0.71	-
	580	59,500	-	-	-	60,080	3,302	2.66	3.66	
Glass & Ceramics										
Shabbir Tiles and Ceramics Limited	98,000	-	-	-	-	98,000	2,987	2.37	3.34	0.04
	98,000	-	-	-	-	98,000	2,987	2.37	3.34	
Sugar & Allied Industries										
Faran Sugar Mills Limited	7,000	-	-	-	-	7,000	286	0.24	0.30	0.03
Habib Sugar Mills Limited	11,500	-	-	-	11,500	-	-	0.02	(0.02)	-
	18,500	-	-	-	11,500	7,000	286	0.26	0.28	
Power Generation and Distribution										
The Hub Power Company Limited	183,470	-	-	-	-	183,470	13,491	10.62	15.15	0.01
Saif Power Limited	29,500	-	-	-	-	29,500	492	0.39	0.55	0.01
	212,970	-	-	-	-	212,970	13,982	11.01	15.70	
Total - 30 September 2021	1,140,475	198,100	2,108	-	46,500	1,294,183	112,259	88.41	126.05	
Carrying value before fair value adjustment as at 30 September 2021							122,506			



5 PROVISION FOR SINDH WORKERS' WELFARE FUND

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021.

Provisioning against Sindh Workers' Welfare Fund by NBP Islamic Regular Income Fund amounting to Rs. 62 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP Islamic Regular Income Fund by 0.43% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

7 SELLING AND MARKETING EXPENSE

The SECP vide circular 11 of 2019 dated July 05, 2019 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 prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1.80% per annum of the net assets of the Fund.

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 as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders as cash dividend. 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, 2022 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 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 4.14% (September 30, 2020: 3.55%) which includes 0.18% (September 30, 2020: 0.86%) representing Government Levy, Sindh Worker's Welfare Fund and the SECP Fee. The prescribed limit for the ratio is 4.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an " Shariah Compliant Asset Allocation Fund " scheme.

10 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

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, 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.

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

10.4 Transactions during the period

	----- Unaudited -----	
	Quarter ended	
	September 30, 2021	September 30, 2020
	----- Rupees in '000 -----	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	388	-
Sindh sales tax on remuneration of the Management Company	72	-
Accounting and operational charges to the Management Company	67	31
Selling and marketing expenses	639	469
Sales load and others	-	132
Employees of the Management Company		
Units issued: 4 units (2020: 72,260 units)	-	680
Units redeemed: Nil (2020: 50,659 units)	-	478
Bank Islami Pakistan Limited (Common directorship)		
Markup on bank balances	354	166
Central Depository Company of Pakistan Limited - Trustee		
Trustee Remuneration	72	62
Sales tax on remuneration to Trustee	9	8
CDC charges	2	4
Pakistan Stock Exchange (Common directorship) *		
Listing Fee paid	-	25
Taurus Securities Limited (Subsidiary of Parent Company)		
Brokerage charges	4	7
The Hub Power Company Limited (Common directorship)		
Shares sold: Nil shares (2020: 12,000 shares)	-	972

	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
10.5 Balances outstanding as at period / year end		

NBP Fund Management Limited - Management Company		
Management remuneration payable	166	-
Sindh Sales Tax payable on remuneration of Management Company	22	-
Units held: 13,290,385 units (June 30, 2021: 13,290,385 units)	121,475	129,103
Allocation of expenses related to registrar services, accounting, operation and valuation services	67	51
Selling and marketing expenses	639	595
Sales load and others	164	366
Other payable	180	180



	(Unaudited) September 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
National Bank of Pakistan Limited - Islamic Banking (Parent Company)		
Bank Balance	-	-
Markup on bank balance	-	2
Central Depository Company of Pakistan Limited - Trustee		
Remuneration Payable	22	23
Sindh Sales Tax on Trustee remuneration	3	3
CDC charges	5	6
Security deposit	100	100
Bank Islami Pakistan Limited (Common directorship)		
Bank balance	10,047	1,541
Markup on bank balance	63	202
Employees of the Management Company		
Units held: 159 units (June 30, 2021: 155 units)	1	2
The Hub Power Company Limited (Common directorship) *		
Shares held : Nil (June 30, 2021: 183,470 shares)	-	16,417

* Current balances with these parties have not been disclosed as they did not remain connected persons and related parties as at period end.

** Prior period balances with these parties have not been disclosed as they were not connected persons and related parties during prior periods.

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 October 29, 2021.

12 GENERAL

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

12.2 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

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds



NBP ISLAMIC SARMAYA IZAF FUND

QUARTERLY REPORT
SEPTEMBER 30, 2021

AM1
Rated by PACRA



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Habib Bank Limited (Islamic)
United Bank Limited (Ameen)
Bank Al Habib Limited (Islamic)
Meezan Bank Limited
Bank Islami (Pakistan) Limited
Sindh Bank Limited (Saadat)
MCB Bank Limited (Islamic)
Dubai Islamic Bank Limited
Bank Alfalah Limited (Islamic)
Soneri Bank Limited (Mustaqeem)
Habib Metro Bank Limited (Islamic)
Allied Bank Limited (Islamic)
Silk Bank Limited (Emaan)
National Bank of Pakistan
JS Bank Limited



Auditors

Grant Thornton Anjum Rahman.
1st & 3rd Floor,
Modern Motors House, Beaumont Road,
Karachi, 75530

Legal Advisor

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

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(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.nbpffunds.com

Lahore Office:

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Fax: 92-42-35861095

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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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2&4



DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed Interim financial statements of **NBP Islamic Sarmaya Izafa Fund (NISIF)** for the quarter ended September 30, 2021.

Fund's Performance

After delivering a robust 39% return in FY21, the stock market lost positive momentum as the benchmark KMI 30 Index fell by 5.6% during 1QFY22. In the first two months of the outgoing quarter, range bound activity was witnessed at the local bourse amid thin trading volumes and lackluster investors' participation. During the month of September, the market came under severe selling pressure with KMI 30 Index slumping by 6.9%.

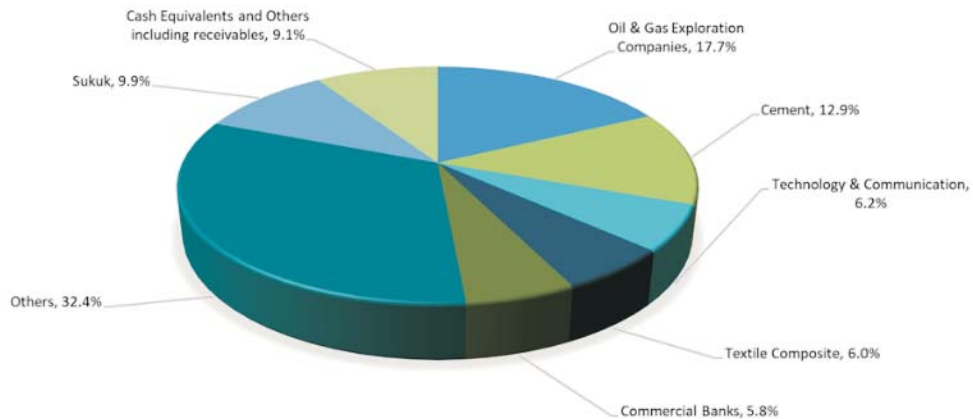
Despite record profitability and healthy payouts announced by the listed corporate sector for June period, the lackluster market performance during the quarter can be attributable to the following factors. Investors seemed worried about shifting Pak-US relations amid developments in the neighboring Afghanistan with possible spillover effects on Pakistan. Adding to investors' angst was the widening Current Account Deficit (CAD) that clocked-in at USD 1.5 billion in August 2021 and USD 800 million in the previous month. Furthermore, the steady devaluation of the PKR versus US dollar coupled with rising industrial raw material and energy prices have ignited concerns on the corporate profitability outlook. In a bid to contain the consumption led demand pressure, the SBP's decision to raise the Policy Rate by 0.25% in its MPC meeting held on September 20th, 2021 was also not well received by the market. According to the market talks, leveraged positions of retail investors, who received margin calls after continuous decline in the Index also accelerated the sell-off of equities towards the end of the quarter. On the other hand, the market ignored positive developments on the external account front notably, record inflows in Roshan Digital Account (RDA) amounting to USD 849 million during the quarter, taking the cumulative inflows to USD 2.4 billion and the receipt of USD 2.7 billion from the IMF on account of SDR allocation.

Looking at the sector wise performance of the market, Automobile Assemblers and Accessories, Cements, Engineering, Insurance, Oil & Gas Exploration and Marketing Companies, Paper & Board, Refineries, and Transport sectors underperformed the market, while Chemicals, Commercial Banks, Fertilizers, Food & Personal Care, Glass & Ceramics, Power Generation and Distribution, Technology, and Textile Composite sectors outperformed the market. In terms of participant-wise activity, Individuals, Other Organizations, and Banks /DFIs remained the largest buyers during the quarter with net inflows of USD 33 million, USD 27 million and USD 21 million, respectively. On the other hand, Foreigners were the largest sellers in the market with net outflows amounting to USD 83 million.

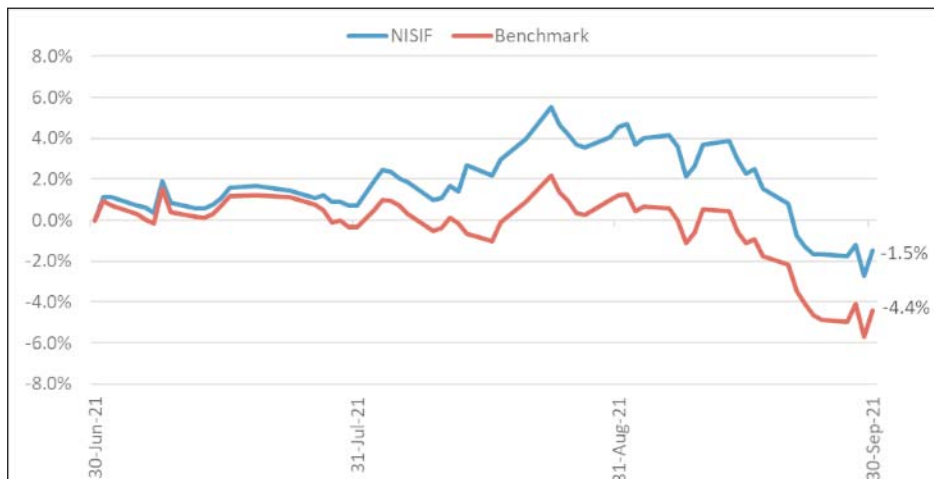
The primary market for Corporate Sukuks remained under-supplied against the growing demand. In the secondary market, the trading activity in Corporate Sukuks was abysmally low with cumulative traded value of around Rs. 0.8 billion in 1QFY22 compared to Rs. 5.6 billion during same period last year. Inflation as measured by the CPI clocked-in at 9.0% on year-on-year basis in September 2021 as compared to 8.4% in the previous month and 9.0% in September 2020. Amid sharp spike in prices of food component, CPI increased by 2.1% on a month-on-month basis in September 2021 as compared to an increase of 1.5% in September 2020. After maintaining status quo for about fifteen months, in its meeting held on September 20th, the SBP raised the Policy Rate by 25 basis points to 7.25%. While acknowledging the needed appropriate policy mix, the SBP cited that "looking ahead, in the absence of unforeseen circumstances, the MPC expects monetary policy to remain accommodative in the near term, with possible further gradual tapering of stimulus."

The size of NBP Islamic Sarmaya Izafa Fund has decreased from Rs. 5,611 million to Rs. 5,051 million during the period, i.e., a decrease of 10%. During the period, the unit price of NBP Islamic Sarmaya Izafa Fund has decreased from Rs. 16.7187 on June 30, 2021 to Rs. 16.4731 on September 30, 2021, thus showing a decrease of 1.5%. The Benchmark decrease during the same period was 4.4%. Thus, the Fund has outperformed its Benchmark by 2.9% during the period under review. Since inception the NAV of the Fund has increased from Rs.3.5318 (Ex-Div) on October 26, 2007 to Rs. 16.4731 on September 30, 2021, thus showing an increase of 366.4%. During the said period, the Benchmark increased by 211.6%, translating into outperformance of 154.8%. This performance is net of management fee and all other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and shall not be repeated in the future.

The Fund has incurred a loss of Rs. 11.05 million during the period. After deducting total expenses of Rs. 53.63 million, the total loss is Rs. 64.68 million. The asset allocation of the Fund as on September 30, 2021 is as follows:



NISIF Performance versus Benchmark



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: October 29, 2021
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بھد مسرت 30 ستمبر 2021ء کو ختم ہونے والی سہ ماہی کے لئے NBP اسلامک سرمایہ اضافہ فنڈ (NISIF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

مالی سال 2021 میں 38 فیصد کا بھر پور منافع دینے کے بعد، اسٹاک مارکیٹ کی مثبت رفتار کم ہو گئی جیسا کہ مالی سال 22 کی پہلی سہ ماہی کے دوران بیچ مارک KSE-100 انڈیکس میں 5.2 فیصد کی کمی ہوئی۔ رواں سہ ماہی کے پہلے دو ماہ میں، بیچ باؤنڈ سرگرمی میں مقامی سطح پر تجارتی حجم اور سرمایہ کاروں کی شرکت کی کمی دیکھی گئی۔ ستمبر کے مہینہ کے دوران، مارکیٹ KSE 100 انڈیکس میں 5.3 فیصد کی کمی کے ساتھ شدید فروختی دباؤ میں آگئی۔

لینڈ کارپوریٹ سیکٹور کی طرف سے جون کی مدت کے لیے ریکارڈ منافع اور ڈیویڈنڈز کے باوجود، سہ ماہی کے دوران مارکیٹ کی ناقص کارکردگی درج ذیل عوامل سے منسوب کی جاسکتی ہے۔ پڑوسی افغانستان میں پاکستان پر کمانڈ پھیلنے والے اثرات کے ساتھ سرمایہ کار پاکستان امریکہ تعلقات تبدیل ہونیکے بارے میں پریشان دکھائی دیے۔ سرمایہ کاروں کی ناراضگی میں مزید اضافہ کیا جاتے ہوئے کرنٹ اکاؤنٹ خسارہ (CAD) نے جو کہ اگست 2021 میں تقریباً 1.5 بلین امریکی ڈالر اور پچھلے مہینے میں 800 بلین امریکی ڈالر تھا۔ مزید برآں، امریکی ڈالر کے مقابلے پاکستانی روپیہ کی مسلسل قدر میں کمی کے ساتھ ساتھ صنعتی خام مال اور توانائی کی بڑھتی ہوئی قیمتوں نے کارپوریٹ منافع بخش نقطہ نظر پر تیش کو ختم دیا ہے۔ کچھ کی وجہ سے طلب کے دباؤ پر قابو پانے کے لیے، اسٹیٹ بینک کے 20 ستمبر 2021 کو منعقدہ اپنے ایم پی سی اجلاس میں پالیسی کی شرح میں 0.25 فیصد اضافے کے فیصلے کو بھی مارکیٹ میں نہیں سراہا گیا۔ مارکیٹ چھ گولڈمیوں کے مطابق، انڈیکس میں مسلسل کمی کے بعد مارجن کالز وصول کرنے والے ریٹیل سرمایہ کاروں کی لیورجڈ پوزیشنز نے سہ ماہی کے اختتام پر ایکٹیوٹی کی فروخت میں بھی اضافہ کر دیا۔ دوسری طرف، مارکیٹ نے بیرونی اکاؤنٹ کے محاذ پر مثبت پیش رفت کو نظر انداز کیا، سہ ماہی کے دوران خاص طور پر روٹن ڈیٹیل اکاؤنٹ (RDA) میں 849 بلین امریکی ڈالر کی ریکارڈ آمد ہوئی ہے، جس سے مجموعی آمد 2.4 بلین ڈالر اور SDR ایلوکیشن کی مدد میں آئی ایم ایف سے 2.7 بلین امریکی ڈالر کی وصولی ہوئی۔

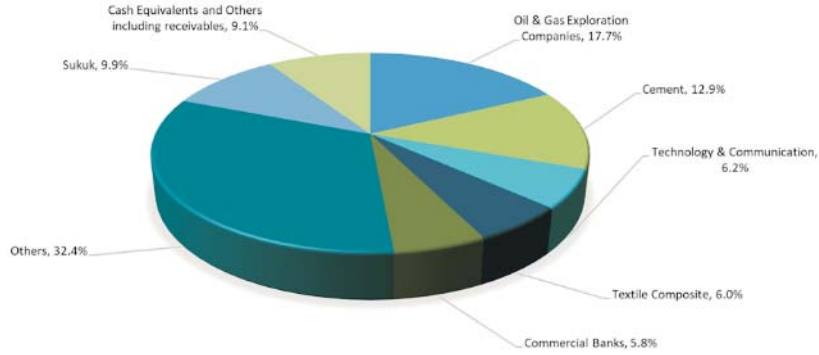
مارکیٹ کی سیکلر وائز کارکردگی کو دیکھتے ہوئے، آٹوموبائل اسمبلر ز اور ایسیریز، سیمنٹ، انجینئرنگ، انشورنس، آئل اینڈ گیس ایکسپلوریشن اور مارکیٹنگ کمپنیاں، کاغذ اور بورڈ، ریفریجریز اور ٹرانسپورٹ سیکٹرز نے مارکیٹ سے ایتر کارکردگی کا مظاہرہ کیا جبکہ کیمیکلز، کمرشل بینک، کھاد، خوراک اور ذاتی نگہداشت، گلاس اینڈ سٹراکس، پاور جنریشن اور ڈسٹری بیوٹن، جیکنا لوجی اور ٹیکسٹائل کمپوزٹس سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ شراکت دار سرگرمی کے لحاظ سے، افراد، دیگر آرگنائزیشن، اور بینک/DFIs بالترتیب 33 بلین امریکی ڈالر، 27 بلین امریکی ڈالر اور 21 بلین امریکی ڈالر کی خالص آمد کے ساتھ سب سے بڑے خریدار رہے۔ دوسری طرف، غیر ملکی 83 بلین امریکی ڈالر کے خالص اخراج کے ساتھ مارکیٹ میں سب سے بڑے فروخت کنندگان تھے۔

کارپوریٹ سکوک کے لئے ابتدائی مارکیٹ کی زیادہ طلب کے مقابلے میں رسد کم رہی۔ ثانوی منڈی میں، کارپوریٹ سکوک میں تجارتی سرگرمی غیر معمولی طور پر کم رہی جس کی مجموعی تجارتی قدر مالیاتی سال 2021ء کی پہلی سہ ماہی میں 5.6 بلین روپے کے مقابلے میں مالیاتی سال 2022ء کی پہلی سہ ماہی میں 0.8 بلین روپے رہی۔ CPI کی طرف سے پیمائش کردہ افراط زر گزشتہ ماہ میں 8.4% اور ستمبر 2020 میں 9.0% کے مقابلے میں ستمبر 2021 میں سالانہ بنیاد پر تقریباً 9.0% رہی۔ خوراک کے اجزاء کی قیمتوں میں تیز اضافہ کے درمیان، CPI ستمبر 2020 میں 1.5% بڑھنے کے مقابلے میں ستمبر 2021 میں ماہانہ بنیاد پر 2.1% تک بڑھ گیا۔ تقریباً پندرہ ماہ تک پرانا نظام برقرار رکھنے کے بعد، 20 ستمبر کو منعقدہ اپنے اجلاس میں، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی شرح میں 25 پیمز پوائنٹس کے اضافہ کے ساتھ 7.25% تک زیادہ کر دی۔ مطلوبہ موزوں پالیسی کس کو تسلیم کرتے ہوئے، اسٹیٹ بینک نے حوالہ دیا کہ "غیر متوقع حالات کی عدم موجودگی میں، آگے دیکھتے ہوئے، ایم پی سی توقع کرتی ہے کہ مالیاتی پالیسی مستقبل قریب میں موزوں رہے گی، کمانڈ طور پر مزید بتدریج کمی آئے گی۔"

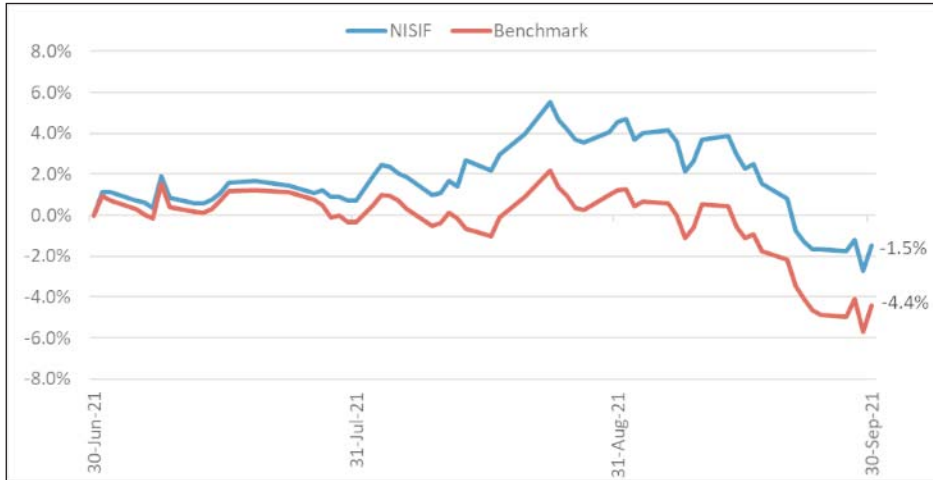
NBP اسلامک سرمایہ اضافہ فنڈ کا ساٹھ ماہ کی مدت میں 5,611 ملین روپے سے کم ہو کر 5,051 ملین روپے ہو گیا، یعنی 10% کمی ہوئی۔ اس مدت کے دوران، NBP اسلامک سرمایہ اضافہ فنڈ کے یونٹ کی قیمت 30 جون 2021 کو 16.7187 روپے سے کم ہو کر 30 ستمبر 2021 کو 16.4731 روپے ہو گئی، لہذا 1.5% کمی دیکھی گئی۔ اسی مدت کے دوران بیچ مارک کم ہو کر 4.4% ہو گیا تھا۔ لہذا فنڈ کی کارکردگی زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 2.9% بہتر رہی۔ اپنے قیام کے بعد 26 اکتوبر 2007 سے فنڈ کا NAV 3.5318 روپے (EX-Div) سے بڑھ کر 30 ستمبر 2021 کو 16.4731 روپے ہو گئی، یعنی 366.4% کا اضافہ ہوا۔ اس مدت کے دوران بیچ مارک 211.6% سے بڑھا۔ لہذا فنڈ نے 154.8% کی بہتر کارکردگی دکھائی۔ یہ کارکردگی بیجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرز ویلفیئر فنڈ کی پروڈیونگ واپس کر دی گئی۔ اس فراہمی کی واپسی نے فنڈ کے NAV میں غیر معمولی اضافہ کیا۔ یہ ایک پہلا موقع ہے جو مستقبل میں دوبارہ نہیں آئے گا۔

NBP اسلامک سرمایہ اضافہ فنڈ کو اس مدت کے دوران 11.05 ملین روپے کا نقصان ہوا۔ 53.63 ملین روپے کے اخراجات منہا کرنے کے بعد مجموعی نقصان 64.68 ملین روپے ہے۔

30 ستمبر 2021 کو فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



NISIF کی کارکردگی بمقابلہ بیچ مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فنڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

	Note	Un-Audited September 30, 2021 (Rupees in '000)	Audited June 30, 2021
Assets			
Balances with banks		538,594	673,761
Investments	4	4,589,126	5,131,729
Dividend and profit receivable		49,051	16,207
Receivable against transfer of units		4,461	4,569
Advances, Deposits, prepayments and other receivable		6,478	38,907
Total assets		5,187,710	5,865,173
Liabilities			
Payable to NBP Fund Management Limited -- Management Company		88,724	83,529
Payable to Central Depository Company of Pakistan Limited - Trustee		580	633
Payable to Securities and Exchange Commission of Pakistan		275	1,166
Payable against redemption of units		13,771	21,117
Payable against purchase of Investments		-	3,120
Accrued expenses and other liabilities		33,683	144,192
Total liabilities		137,033	253,757
Net Assets		5,050,677	5,611,416
Unit Holders' Funds (as per statement attached)		5,050,677	5,611,416
Contingencies and Commitments	6	-	-
-----Number of units-----			
Number of units in issue		306,601,138	335,637,170
-----Rupees-----			
Net asset value per unit		16.4731	16.7187

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Note	Quarter Ended	
		September 30, 2021	September 30, 2020
INCOME			
(Loss) / Gain on sale of investments - net		(153)	100,162
Income from Sukuk		11,585	41,420
Profit on bank deposits		8,814	13,119
Dividend income		57,515	12,392
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(178,755)	405,697
Total (loss) / Income		(100,994)	572,790
EXPENSES			
Remuneration of NBP Fund Management Limited -- Management Company		20,638	21,383
Sindh Sales Tax on remuneration of the Management Company		2,683	2,780
Allocation of operational expenses to the Management Company		2,559	1,426
Selling and marketing expenses charged by the Management Company	7	24,361	21,383
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,628	1,678
Sindh Sales Tax on remuneration of the Trustee		212	218
Annual fee - Securities and Exchange Commission of Pakistan		275	285
Securities transaction cost		631	1,266
Settlement and bank charges		152	318
Annual listing fee		7	7
Auditors' remuneration		115	115
Fund rating fee		70	62
Other expenses		4	4
Shariah advisor fee		268	268
Legal and Professional charges		28	28
Total Expenses		53,631	51,221
Net (loss) / Income from operating activities		(154,625)	521,569
Reversal / (Provision) for sindh workers' welfare fund	5	89,944	(10,431)
Net (loss) / Income for the period before taxation		(64,681)	511,138
Taxation	8	-	-
Net (loss) / Income for the period after taxation		(64,681)	511,138
Allocation of Net income for the period:			
Net income for the period after taxation		-	511,138
Income already paid on units redeemed		-	(55,769)
		-	455,369
Accounting income available for distribution:			
- Relating to Capital Gains		-	449,891.00
- Excluding Capital Gains		-	5,478.00
Accounting Income available for Distribution		-	455,369

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
	(Rupees in '000)	
Net (loss) / Income for the period after taxation	(64,681)	511,138
Other comprehensive income	-	-
Total comprehensive (loss) / Income for the period	<u><u>(64,681)</u></u>	<u><u>511,138</u></u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021			Quarter Ended September 30, 2020		
	(Rupees in '000)					
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
Net assets at beginning of the year	5,536,910	74,507	5,611,416	5,544,770	(500,800)	5,043,970
Issuance of 26,522,379 units (September 30,2020: 82,876,466 units)						
- Capital value	443,420	-	443,420	1,175,611	-	1,175,611
- Element of income	7,577	-	7,577	107,826	-	107,826
Total proceeds on issuance of units	450,997	-	450,997	1,283,437	-	1,283,437
Redemption of 55,558,411 units (September 30,2020: 61,755,755 units)						
- Capital value	(928,864)	-	(928,864)	(876,012)	-	(876,012)
- Element of loss	(18,191)	-	(18,191)	(22,912)	(55,769)	(78,681)
Total payments on redemption of units	(947,055)	-	(947,055)	(898,924)	(55,769)	(954,693)
Total comprehensive (loss) / income for the period	-	(64,681)	(64,681)	-	511,138	511,138
Net assets at end of the period	5,040,852	9,826	5,050,677	5,929,283	(45,431)	5,883,852
Undistributed income / (loss) brought forward						
- Realised (loss)		(718,426)			(570,849)	
- Unrealised income		792,932			70,049	
		74,507			(500,800)	
Accounting income available for distribution						
- Relating to capital gain		-			449,891	
- Excluding capital gain		-			5,478	
		-			455,369	
Net (loss) for the year after taxation		(64,681)			-	
Undistributed income / (loss) carried forward		9,826			(45,431)	
Undistributed income carried forward						
- Realised income / (loss)		188,581			(451,128)	
- Unrealised (loss) / income		(178,755)			405,697	
		9,826			(45,431)	
Net assets value per unit at beginning of the period			16.7187			14.1851
Net assets value per unit at end of the period			16.4731			15.6193

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) / income for the period after taxation	(64,681)	511,138
Adjustments		
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	178,755	(405,697)
gain / (loss) on sale of investments	153	(100,162)
(Provision) / Reversal for Sindh workers' welfare fund	(89,944)	10,431
	24,283	15,710
Decrease in assets		
Receivable against sale of investments	-	-
Investments	363,694	330,292
Dividend and profit receivable	(32,844)	(30,401)
Advances, Deposits, prepayments and other receivable	32,429	69
	363,279	299,960
(decrease) in liabilities		
Payable to Management Company	5,195	8,557
Payable against purchase of investments	(3,120)	-
Payable to Trustee	(53)	86
Payable to Securities and Exchange Commission of Pakistan	(891)	(784)
Accrued expenses and other liabilities	(20,565)	(34,528)
	(19,434)	(26,669)
Net cash generated from operating activities	368,129	289,002
CASH FLOW FROM FINANCING ACTIVITIES		
Net Receipts from issue of units	451,105	1,274,676
Net Payments on redemption of units	(954,401)	(960,948)
Net cash (used in) / generated from financing activities	(503,296)	313,728
Net (decrease) / increase in cash and cash equivalents during the period	(135,168)	602,730
Cash and cash equivalents at the beginning of the period	673,761	622,432
Cash and cash equivalents at the end of the period	538,594	1,225,162

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Sarmaya Izafa 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 August 20, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 17, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Trust Deed was amended through supplemental trust deed executed on October 07, 2013 for the change of name and categorization of the Fund as a shariah compliant asset allocation scheme.

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

The investment objective of the Fund is to generate income by investing in shariah compliant equity and equity related securities and income by investing in shariah compliant bank deposits, debt and money market securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company on June 23, 2021 and has assigned 3-Star performance ranking on 06-Aug-2021

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

'The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" (the Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced as part of the Act. The Management Company after fulfilling the requirement for registration of Trust Deed under the Trust Act, has submitted Collective Investment Scheme Trust Deed to Registrar acting under the Trust Act for registration.

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 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, 2021.

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 September 30, 2021.

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

3 SUMMARY OF 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, 2021.

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 financial statements as at and for the year ended June 30, 2021. 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, 2021.

4 INVESTMENTS

Financial assets 'at fair value through profit or loss'

Listed equity securities
Sukuks

	(Un-audited) September Note 30, 2021	(Audited) June 30, 2021
	(Rupees in '000)	
4.1	4,088,606	4,531,878
4.2	500,520	599,851
	<u>4,589,126</u>	<u>5,131,729</u>



4.1 Listed equity securities

Name of the investee company	As at July 01, 2021	Purchased during the period	Bonus / right issue	Sold during the period	As at September 30, 2021	Market value as at September 30, 2021	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	%		
OIL AND GAS MARKETING COMPANIES									
Attock Petroleum Limited	104,680				104,680	30,357	0.60	0.66	0.13
Pakistan State Oil Company Limited (4.1.1)	585,071			12,000	573,071	115,182	2.28	2.51	0.21
Hascal Petroleum Limited	3,424				3,424	22	-	-	0.00
Sui Northern Gas Pipelines Limited	623,000			50,000	573,000	26,060	0.52	0.57	0.54
OIL AND GAS EXPLORATION COMPANIES									
Oil and Gas Development Company Limited	3,147,000				3,147,000	263,719	5.22	5.75	0.07
Pakistan Oilfields Limited (4.1.1)	166,332			2,000	164,332	61,682	1.22	1.34	0.07
Pakistan Petroleum Limited (4.1.1)	3,107,069	9,600			3,116,669	233,470	4.62	5.09	0.16
Mani Petroleum Company Limited	215,185				215,185	334,261	6.62	7.28	0.09
REFINERY									
National Refinery Limited	-				-	-	-	-	-
CHEMICALS									
Dynea Pakistan Limited	2,500				2,500	568	0.01	0.01	0.00
ICI Pakistan Limited	46,000				46,000	36,504	0.72	0.80	0.05
Descon Oxychem Limited	260,000			260,000	-	-	-	-	-
Engro Polymer & Chemicals Limited	3,197,000			85,000	3,112,000	171,378	3.39	3.73	2.06
PAPERS AND BOARD									
Cherat Packaging Limited	-				-	-	-	-	-
Roshan Packages Limited	199,500				199,500	4,968	0.10	0.11	0.14
FOOD AND PERSONAL CARE PRODUCTS									
Al Shaheer Corporation Limited	705,312			393,524	311,788	4,427	0.09	0.10	0.22
Unity Foods Limited	743,074			743,074	-	-	-	-	-
ENGINEERING									
International Steels Limited	162,120				162,120	12,355	0.24	0.27	0.04
International Industries Limited	99,300				99,300	16,560	0.33	0.36	0.08
Agha Steel Limited	1,695,500			673,000	1,022,500	28,109	0.56	0.61	7.75
Mughal Iron And Steel Industries Limited	1,449,816				1,449,816	141,531	2.80	3.08	0.25
Aisha Steel Mills Limited	-	8,000	-	-	8,000	167	-	-	0.00
CEMENT									
D.G. Khan Cement Company Limited	558,386			324,997	233,389	20,636	0.41	0.45	0.20
Lucky Cement Limited	478,605			11,300	467,305	337,815	6.69	7.36	0.14
Maple Leaf Cement Factory Limited	1,014,852			226,500	788,352	27,750	0.55	0.60	0.15
Attock Cement Pakistan Limited	58,500	30,100			88,600	12,480	0.25	0.27	0.64
Kohat Cement Company Limited	917,410	60,000		500	976,910	167,970	3.33	3.66	4.86
Fauji Cement Company Limited	4,331,500				4,331,500	77,750	1.54	1.69	3.14
Cherat Cement Company Limited	126,900			126,900	-	-	-	-	-
FECTO Cement Limited	239,200				239,200	5,739	0.11	0.13	0.48
TRANSPORT									
Pakistan National Shipping Corporation	-				-	-	-	-	-
Pakistan International Bulk Terminal	1,926,000				1,926,000	17,161	0.34	0.37	1.08

All shares have a nominal face value of Rs. 10 each except for shares of K-Electric Limited, Thal limited and Agriautos Industries Company Limited. which have a face value of Rs. 5 .

NBP Islamic Sarmaya Izafa Fund



NBP FUNDS
Managing Your Savings

Name of the investee company	As at July 01, 2021	Purchased during the period	Bonus / right issue	Sold during the period	As at September 30, 2021	Market value as at September 30, 2021	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		%		
TEXTILE COMPOSITE									
Nishat Mills Limited	1,470,300			117,600	1,352,700	122,906	2.43	2.68	0.38
Kohinoor Textile Mills Limited	1,584,380	10,500		3,500	1,591,380	110,521	2.19	2.41	11.93
Interloop Limited	948,877				948,877	67,532	1.34	1.47	0.11
Synthetic Products Limited	546				546	22	-	-	0.00
FERTILIZER									
Engro Corporation Limited (4.1.1)	1,186,047			143,000	1,043,047	291,792	5.78	6.36	0.20
Engro Fertilizers Limited	177,490			177,490	-	-	-	-	-
POWER GENERATION AND DISTRIBUTION									
The Hub Power Company Limited (4.1.1)	3,816,455			143,000	3,673,455	270,109	5.35	5.89	0.32
Lalpir Power Limited	370,000				370,000	5,805	0.11	0.13	0.10
COMMERCIAL BANKS									
Meezan Bank Limited	1,837,401		272,610	20,000	2,090,011	292,455	5.79	6.37	0.21
AUTOMOBILE ASSEMBLER									
Millat Tractors Limited	77,130				77,130	82,776	1.64	1.80	0.17
Honda Atlas Cars (Pakistan) Limited	62,500				62,500	16,466	0.33	0.36	0.04
AUTOMOBILE PARTS AND ACCESSORIES									
Baluchistan Wheels Limited	234,500				234,500	18,000	0.36	0.39	1.76
Thal Limited	1				1	-	-	-	0.00
Panther Tyres Limited	473,000		94,600		567,600	28,074	0.56	0.61	0.41
Agriaautos Industries Co. Ltd.	1,400				1,400	315	0.01	0.01	0.00
PHARMACEUTICALS									
Glaxo Smith Kline Consumer Healthcare	13,000			6,300	6,700	1,709	0.03	0.04	0.02
IBL HealthCare Limited	122,000			35,500	86,500	7,810	0.15	0.17	0.07
Abbott Laboratories Pakistan Limited	24,000			-	24,000	18,549	0.37	0.40	0.04
The Searle Company Limited	352,937	21,200		35,000	339,137	68,340	1.35	1.49	0.29
AGP Limited	357,900	15,000		240,900	132,000	15,152	0.30	0.33	0.09
Citi Pharma Limited		797,833		219,000	578,833	26,001	0.51	0.57	2.07
TECHNOLOGY AND COMMUNICATION									
Avanceon Limited	14,322				14,322	1,767	0.03	0.04	0.01
Netsol Technologies Limited	-				-	-	-	-	-
Tpl Trakker Limited	1,298,500			814,000	484,500	8,266	0.16	0.18	0.26
Systems Limited	426,360			8,500	417,860	303,997	6.02	6.62	0.40
CABLE AND ELECTRICAL GOODS									
Pak Elektron Limited	1,139,000			162,000	977,000	26,916	0.53	0.59	0.20
LEATHER & TANNERIES									
Service GlobalFootwear Limited	262,622				262,622	11,789	0.23	0.26	0.13
GLASS AND CERAMICS									
Tariq Glass Industries Limited	659,500				659,500	66,906	1.32	1.46	0.90
Shabbir Tiles and Ceramics Limited	2,382,500				2,382,500	72,619	1.44	1.58	0.24
Ghani Value Glass Limited	61,100				61,100	3,391	0.07	0.07	1.05
MISCELLANEOUS									
Pakistan Aluminium Beverage Cans Limited	-	559,548		559,548	-	-	-	-	-
Grand Total					41,801,862	4,088,606	80.95	89.09	
Carrying value before mark to market as at September 30, 2021						4,268,029			



- 4.1.1** Investments include shares with market value of Rs. 103.268 million (June 30, 2021: Rs. 111.967 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.
- 4.1.2** The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the High Court of Sindh (HCS) in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current year. Subsequent to the year ended June 30, 2019, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 as a result of which the HCS issued an order dated July 15, 2019 whereby the previous stay has been restored. The matter is still pending adjudication and no provision has been recorded or contingent liability has been disclosed in the financial statements as the management is confident that the case will be decided in favor of the CISs.

Further, Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 therefore, bonus shares, subsequent to this amendment, issued to the Fund were not withheld by the investee companies.

4.2 Sukuks

Name of the investee company	Number of certificates				Market value as at September 30, 2021	Market value as at June 30, 2021	Investment as a percentage of		
	As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at September 30, 2021			Net assets	Market value of total investments	Issue size
Dubai Islamic Bank Pakistan Limited	129	-	-	129	132,612	132,608	2.63	2.89	0.03
Engro Powergen Thar (Pvt) Limited	20,000	-	20,000	-	-	100,000	-	-	-
The HUB Power Company Limited	3,000	-	-	3,000	306,075	305,984	6.06	6.67	0.43
Engro Polymer Chemical Limited	86,066	-	-	86,066	61,833	61,260	1.22	1.35	9.84
					Rupees in '000		%		
Market value as at September 30, 2021					500,520				
Carrying value as at September 30, 2021					499,852				



4.3.1 Other particulars of sukuks outstanding as at September 30, 2021 are as follows

Name of the investee company	Face value (unredeemed)	Mark-up rate per annum	Rating	Issue Date	Maturity date
Dubai Islamic Bank Pakistan Limited (Face value per certificate is Rs. 1,000,000)	1,000,000	6 months KIBOR offer rate + 0.50% Spread	AA-	July 14, 2017	July 14, 2027
Engro Powergen Thar (Pvt) Limited	5,000	3 months KIBOR offer rate + 1.10% Spread	A	August 2, 2019	August 2, 2024
The HUB Power Company Limited (Face value per certificate is Rs. 100,000)	100,000	3 months KIBOR offer rate + 1.90% Spread	AA+	August 22, 2019	August 22, 2023
Engro Polymer Chemical Limited (Face value per certificate is Rs. 100,000)	100,000	3 months KIBOR offer rate + 0.90% Spread	AA	January 11, 2019	July 11, 2026

4.4 Non-performing sukuk classified as fair value through profit and loss

Name of the investee company	Note	Number of certificates				Market value as at September 30, 2021	Investment as a percentage of		
		As at July 01, 2021	Purchased during the period	Sold / matured during the period	As at September 30, 2021		Net assets	Market value of total investments	Issue size

Rupees in '000 ----- % -----

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

Eden Housing Limited	4.4.1	5,000	-	-	5,000	-	-	-
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Carrying value as at September 30, 2021 4,922

Accumulated impairment 4,922

4.4.1 This represents investment in privately placed sukuks with a term of five years. On May 6, 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.

4.4.2 The sukuks held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND (SWWF)

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF on August 13, 2021, recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021.

During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by NBP ISLAMIC SARMAYA IZAFI FUND amounting to Rs. 91.54 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP ISLAMIC SARMAYA IZAFI FUND by 1.69% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

6 CONTINGENCIES AND COMMITMENTS

There were no commitments as on September 30, 2021 and June 30, 2021.



7 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 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 prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1.80% per annum of the net assets of the Fund.

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 as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders as cash dividend. 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, 2022 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 provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001

9 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 3.90% (September 30, 2020: 4.32%) which includes 0.23% (September 30, 2020: 0.96%) representing Government Levies and the SECP Fee. The prescribed limit for the ratio is 4.50% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Shariah Complaint Asset Allocation" scheme.

10 DETAILS OF NON-COMPLIANT INVESTMENTS

The Securities and Exchange Commission of Pakistan 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 categorization criteria laid down in the circular. The Board has approved the category of the fund as 'Income Scheme'.

The Securities and Exchange Commission of Pakistan vide its circular no. 16 dated July 7, 2010, prescribed specific disclosures for the schemes holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirements of their constitutive documents.

The following are the details of non-compliant investments:

Names of non-compliant investment	Non-compliance of clause	Type of Investment	Value of investment before provision	Provision held	Value of investment after provision	% of net assets
Eden Housing Limited	Rating is below investment grade as prescribed in clause 9 (v) of the annexure of circular no. 7 of 2009	Sukuks	4,922	(4,922)	-	-

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



11 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

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.

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

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.

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

Un-Audited	
Quarter Ended	Quarter Ended
September 30, 2021	September 30, 2020

11.1 Details of the transactions with connected persons are as follows:

(Rupees in '000)

NBP Fund Management Limited - Management Company

Management fee expense for the period	20,638	21,383
Sindh Sales Tax for the period on Management Fee	2,683	2,780
Sales and transfer load for the period	84	2,426
Sales tax on Sales and transfer load for the period	11	-
Accounting and operational charges to the Management Company	2,559	1,426
Selling and marketing expenses	24,361	21,383
ADC charges including sales tax during the period	2	-

International Steel Limited (Common directorship with the Management Company)

Shares Sold Nil (2020: 274,000)	-	17,426
Dividend income	1,135	-

Bank Islami Pakistan Limited (Common directorship with the Management Company)

Profit on bank deposits	558	1,362
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Taurus Securities (Private) Limited

Brokerage	20	49
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Pakistan Stock Exchange Limited*

Listing Fee Paid	-	25
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The Hub Power Company Limited*

Sale of shares Nil (2020: 450,500 shares)	-	36,467
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Central Depository Company of Pakistan Limited - Trustee

Trustee fee for the period	1,628	1,678
Sindh Sales Tax on Trustee Fee	212	218
CDS charges	78	78

Employees of the Management Company

Units Issued / Trasferred In 355,130 (2020: 1,258,286 units)	5,878	19,289
Units Redeemed / Transferred Out 165,461 units (2020: 887,697 units)	2,768	13,740



	Un-Audited	
	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
	(Rupees in '000)	
National Clearing Company of Pakistan Limited		
NCCPL Charges	74	148
NBP Riba Free Savings Fund		
Purchased GoP Ijarah Sukuk	-	297,813
NBP Islamic Stock Fund		
Sold equity shares Nil (2021: 671,500)	-	47,740
NBP Islamic Income Fund		
Sold of Engro Powergen Thar (Pvt) Limited Sukuk	102,133	-
Portfolio managed by the management company		
Units Issued / Trasferred In 202,518 (2020: Nil units)	3,450	-

**Current period transactions with these parties have not been disclosed as they did not remain connected persons and related parties*

	Un-Audited As at September 30, 2021	Audited As at June 30, 2021
	(Rupees in '000)	
11.2 Amounts outstanding as at period end		
NBP Fund Management Limited - Management Company		
Management Fee payable	6,464	7,169
Sindh Sales Tax on remuneration of the Management Company	840	932
Operational expenses	2,559	2,174
Sales load	30,928	24,296
Sindh Sales Tax and Federal Excise Duty on sales load	23,442	23,595
Selling and Marketing Expenses	24,361	25,363
ADC Charges Payable including sales tax	130	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	513	560
Sindh Sales Tax on remuneration of the Trustee	67	73
CDS charges	298	257
Security deposit	100	100
National Bank of Pakistan (Parent of the Management Company)		
Bank balances	158,572	158,526
Markup Accrued	2,575	8
The Hub Power Company Limited*		
Ordinary shares held Nil (30 June 2021: 3,816,455 shares)	-	304,057
Investment in Sukuk	-	305,984
Profit receivable	-	3,077



	Un-Audited As at September 30, 2021	Audited As at June 30, 2021
	(Rupees in '000)	
International Steel Limited (Common directorship with the Management Company)		
Ordinary shares held 162,120 (30 June 2021: 162,120 shares)	12,355	15,144
Dividend receivable	1,135	-
International Industries Limited (Common directorship with the Management Company)		
Ordinary shares held: Nil shares (30 Jun 2021: 99,300 shares)	-	20,954
National Clearing Company of Pakistan Limited (Common directorship with the Management Company)		
NCCPL Charges Payable	551	388
Security Deposit	2,500	2,500
Bank Islami Pakistan Limited (Common directorship with the Management Company)		
Bank balances in saving accounts	62,911	23,083
Mark-up accrued	268	1
Employees of the Management Company		
Investment held in the Fund 371,990 units (30 June 2021: 197,093 units)	6,128	3,295
Portfolio managed by the management company		
Investment held in the Fund 202,518 units (30 June 2021: Nil units)	3,336	-
Cherat Cement Company Limited*		
Ordinary shares held: Nil shares (30 Jun 2021: 126,900 shares)	-	22,510
Askari Bank Limited*		
Bank balances	-	11
Mark-up accrued	-	4
Summit Bank Limited*		
Bank balances	-	9,733

*Current period transactions with these parties have not been disclosed as they did not remain connected persons and related parties during the period.

12 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on October 29, 2021.

13 GENERAL

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

13.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

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

Chief Financial Officer

Chief Executive Officer

Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

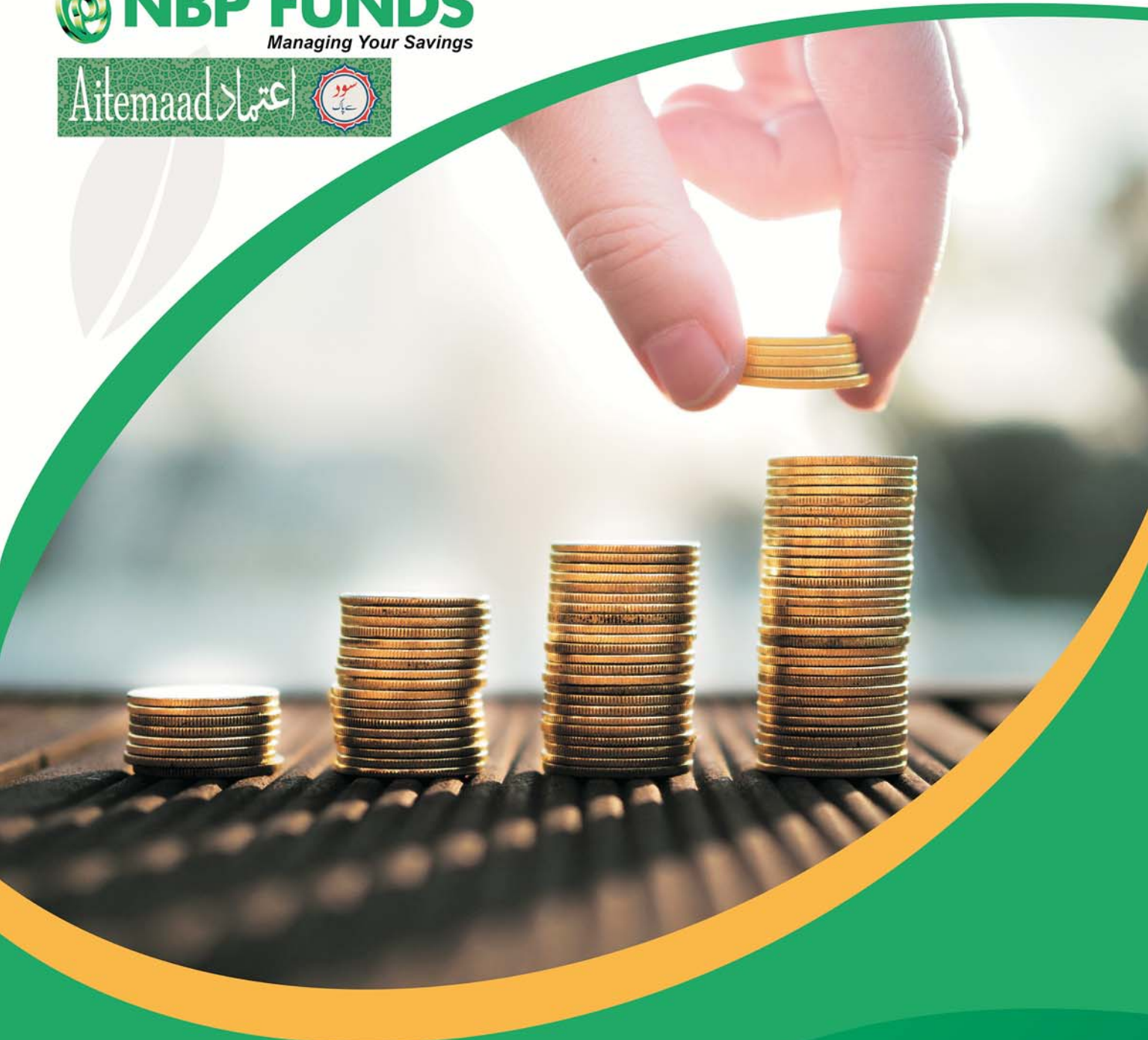
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Website: www.nbpfunds.com

 /nbpfunds



NBP ISLAMIC SAVINGS FUND

AM1
Rated by PACRA

QUARTERLY REPORT
SEPTEMBER 30, 2021



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Al Baraka Islamic Bank Limited	National Bank of Pakistan
Allied Bank Limited	Silk Bank Limited
Bank Alfalah Limited	Zarai Taraqati Bank Limited
Bank Al Habib Limited	Soneri Bank Limited
Bankislami Pakistan Limited	Summit Bank Limited
Dubai Islamic Bank Pakistan Limited	United Bank Limited
Habib Bank Limited	
Habib Metropolitan Bank Limited	
JS Bank Limited	
MCB Bank Limited	
Meezan Bank Limited	



Auditors

Grant Thornton Anjum Rahman.
1st & 3rd Floor,
Modern Motors House, Beaumont Road,
Karachi, 75530

Legal Advisor

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

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Scheme No. 5, Clifton Karachi.
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(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:

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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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2 & 4



DIRECTORS' REPORT

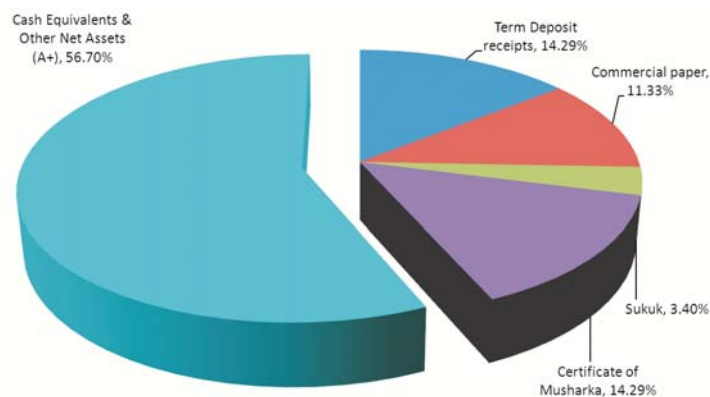
The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed Interim financial statements of **NBP Islamic Savings Fund (NBP-ISF)** for the quarter ended September 30, 2021.

Fund's Performance

NBP-ISF is categorized as a Shariah Compliant Income Fund and has been awarded stability rating of 'AA- (f)' by PACRA. Inflation as measured by the CPI clocked-in at 9.0% on year-on-year basis in September 2021 as compared to 8.4% in the previous month and 9.0% in September 2020. Amid sharp spike in prices of food component, CPI increased by 2.1% on a month-on-month basis in September 2021 as compared to an increase of 1.5% in September 2020. After maintaining status quo for about fifteen months, in its meeting held on September 20th, the SBP raised the Policy Rate by 25 basis points to 7.25%. While acknowledging the needed appropriate policy mix, the SBP cited that "looking ahead, in the absence of unforeseen circumstances, the MPC expects monetary policy to remain accommodative in the near term, with possible further gradual tapering of stimulus."

The size of NBP Islamic Savings Fund has increased from Rs. 2,155 million to Rs. 2,205 million during the period (i.e., a growth of 2%). During the period, the unit price of the Fund has increased from Rs. 9.5401 on June 30, 2021 to Rs. 9.7783 on September 30, 2021, thus showing return of 9.9% p.a. as compared to its benchmark return of 3.1% p.a. for the same period. The performance of the Fund is net of management fee and other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and is not likely to be repeated in the future.

The Fund has earned a total income of Rs. 61.83 million during the period. After deducting total expenses of Rs. 8.80 million, the net income is Rs. 53.03 million. The asset allocation of NBP-ISF as on September 30, 2021 is as follows:



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 Officer

Director

Date: October 29, 2021
Place: Karachi.

ڈائریکٹرز رپورٹ

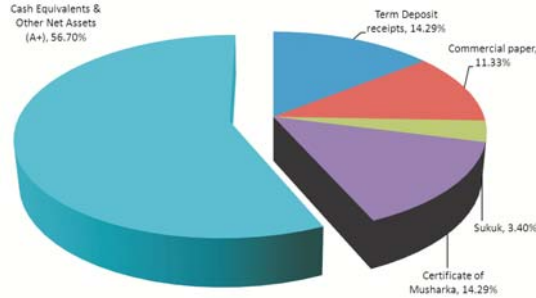
NBP فنڈ میٹجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2021ء کو ختم ہونے والی سہ ماہی کے لئے NBP اسلامک سیونگ فنڈ (NBP-ISF) کے غیر جانچ شدہ عبوری مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NBP-ISF کی اسلامک انکم اسکیم کے طور پر درجہ بندی کی گئی ہے اور اسے PACRA کی طرف سے AA-(f) کی مستحکم ریٹنگ دی گئی ہے۔ CPI کی طرف سے پیش کردہ افراط زر گزشتہ ماہ میں 8.4% اور ستمبر 2020 میں 9.0% کے مقابلے میں ستمبر 2021 میں سالانہ بنیاد پر تقریباً 9.0% رہی۔ خوراک کے اجزاء کی قیمتوں میں تیز اضافہ کے درمیان، CPI ستمبر 2020 میں 1.5% بڑھنے کے مقابلے میں ستمبر 2021 میں ماہانہ بنیاد پر 2.1% تک بڑھ گیا۔ تقریباً پندرہ ماہ تک پرانا نظام برقرار رکھنے کے بعد، 20 ستمبر کو منعقدہ اپنے اجلاس میں، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی شرح میں 25 بیس پوائنٹس کے اضافہ کے ساتھ 7.25% تک زیادہ کر دی۔ مطلوبہ موزوں پالیسی کس کو تسلیم کرتے ہوئے، اسٹیٹ بینک نے حوالہ دیا کہ "غیر متوقع حالات کی عدم موجودگی میں، آگے دیکھتے ہوئے، اہم بی سی توقع کرتی ہے کہ مالیاتی پالیسی مستقبل قریب میں موزوں رہے گی، ممکنہ طور پر مزید تدریج کی آئے گی۔"

موجودہ مدت کے اختتام پر NBP اسلامک سیونگ فنڈ کا سائز 2,155 ملین روپے سے بڑھ کر 2,205 ملین روپے ہو گیا یعنی 2% کا اضافہ ہوا۔ اس مدت کے دوران، فنڈ کے پونٹ کی قیمت 30 جون 2021 کو 9.5401 روپے سے بڑھ کر 30 ستمبر 2021 کو 9.7783 روپے ہو گئی، لہذا گزشتہ اسی مدت کی 3.1% نیچے مارک منافع کے مقابلے میں 9.9% کا منافع درج کیا گیا۔ فنڈ کی یہ کارکردگی میٹجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرز ویلفیئر فنڈ کی پروڈیونگ ریورس کر دی گئی۔ اس پروڈیونگ کے ریورسل کے باعث فنڈ کی NAV میں غیر معمولی اضافہ ہوا۔ یہ ایک ایسا موقع ہے جس کا مستقبل میں دوبارہ آنے کا امکان نہیں ہے۔

فنڈ کو اس مدت کے دوران 61.83 ملین روپے کی کل آمدنی ہوئی۔ 8.80 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 53.03 ملین روپے ہے۔ 30 ستمبر 2021 کو NBP-ISF کی ایسٹ ایلویشن اور اس کی ہرڈیلی ایسٹ کلاس کی اوسط کریڈٹ ریٹنگ درج ذیل ہے:



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میٹجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

مخائب بورڈ آف ڈائریکٹرز

NBP فنڈ میٹجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

	Un-Audited September 30, 2021	Audited June 30, 2021
Note	(Rupees in '000)	

ASSETS

Balances with banks	4	1,251,490	1,095,575
Investments	5	954,723	1,093,060
Profit receivable		14,191	20,636
Advances, deposits, prepayments and other receivables		1,474	1,567
Total assets		2,221,878	2,210,838

LIABILITIES

Payable to Management Company	7,468	7,235
Payable to Trustee	149	163
Payable to Securities and Exchange Commission of Pakistan	108	592
Payable on redemption of units	2,287	305
Accrued expenses and other liabilities	6,978	47,604
Total liabilities	16,990	55,899

Net Assets

2,204,888	2,154,939
------------------	------------------

Unit Holders' Funds (as per statement attached)

2,204,888	2,154,939
------------------	------------------

Contingencies and commitments

7

Number of units

Number of units in issue

225,488,834	225,882,827
--------------------	--------------------

Rupees

Rupees

Net asset value per unit

9.7783	9.5401
---------------	---------------

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
Note	(Rupees in '000)	
INCOME		
Income from sukuk, ijarah bonds and commercial paper	8,317	12,971
Income from term deposits receipts	5,588	17,746
Profit on bank deposits	19,913	32,780
Income from Bai-Moajjal	-	6,223
Income from musharaka	6,009	-
Net unrealised (diminution) in the value of investments carried 'at fair value through profit or loss'	-	-
Total Income	39,827	69,720
EXPENSES		
Remuneration of the Management Company	2,797	4,867
Sindh Sales Tax on Management Fee	364	633
Accounting and operational charges to the Management Company	678	946
Selling and Marketing Expenses	3,795	6,623
Remuneration of the Trustee	407	710
Sindh Sales Tax on Trustee Fee	53	92
Annual fee - Securities and Exchange Commission of Pakistan	108	189
Settlement and bank charges	102	28
Annual listing fee	7	7
Auditors' remuneration	175	92
Printing Expense	20	-
Rating Fee	114	104
Shariah Advisor Fee	110	124
Legal and Professional Charges	74	13
Total Expenses	8,804	14,428
Reversal / (Provision) for sindh workers' welfare fund	22,002	(1,106)
Net income for the period before taxation	53,025	54,186
Taxation	-	-
Net income for the period after taxation	53,025	54,186
Allocation of Net income for the period:		
Net income for the period after taxation	53,025	54,186
Income already paid on units redeemed	(3,870)	(7,126)
	49,155	47,060
Accounting income available for distribution:		
- Relating to Capital Gains	-	-
- Excluding Capital Gains	49,155	47,060
	49,155	47,060

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
(Rupees in '000)		
Net income for the period after taxation	53,025	54,186
Other comprehensive income	-	-
Total comprehensive income for the period	53,025	54,186

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021			Quarter Ended September 30, 2020		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
	(Rupees in '000)					
Net assets at the beginning of the period	2,092,893	62,046	2,154,939	3,907,523	60,127	3,967,650
Issuance of 41,726,166 units (2020: 57,172,686 units)						
- Capital Value	398,071	-	398,071	544,930	-	544,930
- Element of income	6,696	-	6,696	2,659	-	2,659
Total proceeds on issuance of units	404,767	-	404,767	547,589	-	547,589
Redemption of 42,120,159 units (2020: 121,125,001 units)						
- Capital Value	(401,829)	-	(401,829)	(1,154,479)	-	(1,154,479)
- Element of loss	(2,144)	(3,870)	(6,014)	(971)	(7,126)	(8,097)
Total payments on redemption of units	(403,973)	(3,870)	(407,843)	(1,155,450)	(7,126)	(1,162,576)
Total comprehensive income for the period	-	53,025	53,025	-	54,186	54,186
Net assets at the end of the period	<u>2,093,687</u>	<u>111,201</u>	<u>2,204,888</u>	<u>3,299,662</u>	<u>107,187</u>	<u>3,406,849</u>
Accumulated income brought forward						
- Realised income		62,046			60,127	
- Unrealised income		-			-	
		<u>62,046</u>			<u>60,127</u>	
Accounting income available for distribution for the period:						
- Relating to Capital Gains		-			-	
- Excluding Capital Gains		49,155			47,060	
		<u>49,155</u>			<u>47,060</u>	
Undistributed carried forward		<u>111,201</u>			<u>107,187</u>	
Undistributed income comprising of :						
- Realised income		111,201			107,187	
- Unrealised income		-			-	
		<u>111,201</u>			<u>107,187</u>	
Net Asset Value per unit at beginning of the period	<u>9.5401</u>			<u>9.5313</u>		
Net Asset Value per unit at period end	<u>9.7783</u>			<u>9.6697</u>		

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
Note	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period	53,025	54,186
Adjustments		
Amortisation of preliminary expenses and floatation costs	-	-
loss on sale of investments	-	-
Net unrealised diminution in the value of investments carried 'at fair value through profit or loss'	-	-
	<u>53,025</u>	<u>54,186</u>
Decrease in assets		
Investments	138,337	26,670
Profit receivable	6,445	(2,288)
Advances, deposits, prepayments and other receivables	93	83
	<u>144,875</u>	<u>24,465</u>
(Decrease) in liabilities		
Payable to Management Company	233	(3,702)
Payable to Trustee	(14)	(44)
Payable to Securities and Exchange Commission of Pakistan	(484)	(464)
Accrued expenses and other liabilities	(40,626)	4,497
	<u>(40,891)</u>	<u>287</u>
Net cash generated from operating activities	157,009	78,938
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from issue of units	404,767	563,724
Payments on redemption of units	(405,861)	(1,195,390)
Net cash used in financing activities	(1,094)	(631,666)
Net decrease in cash and cash equivalents during the period	155,915	(552,728)
Cash and cash equivalents at the beginning of the period	1,095,575	2,092,481
Cash and cash equivalents at the end of the period	4 1,251,490	1,539,753

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic saving 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 August 20, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 17, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Trust Deed was amended through first supplemental trust deed executed for the change of name and categorisation of the Fund as shariah-compliant income scheme as per the criteria for categorization of open end collective investment scheme as specified by SECP and other allied matters. CDC retired as the Trustee of the Fund and MCB Financial Services Limited (MCBFSL) was appointed as the new Trustee with effect from November 22, 2011. The SECP approved the appointment of MCBFSL as the Trustee in place of CDC on November 15, 2011. Accordingly, the Trust Deed of the Fund was revised through a supplemental Trust Deed executed between the Management Company, CDC and MCBFSL. Thereafter, on July 17, 2014 CDC was re-appointed as the new Trustee of the Fund, after MCBFSL retired on prior day.

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 Fund is an open-ended mutual fund and classified as shariah compliant "income" scheme by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

Management Company has obtained approval of SECP, pursuant to which the category of the Fund was changed from shariah compliant aggressive fixed income scheme to 'shariah compliant income scheme' and the name of the Fund was 'NAFA Islamic Income Fund' with effect from March 14, 2017.

The objective of the Fund is to provide preservation of capital and earn a reasonable rate of return by investing in Shariah compliant securities, having a good credit rating and liquidity.

The Pakistan Credit Rating Agency Limited (PACRA) has maintained an asset manager rating of 'AM1' to the Management Company and has assigned stability rating of 'AA-(f)' to the Fund.

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

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Sindh Trusts Act, 2020 have been introduced. In order to fulfill the requirement for registration of Trust Deed under Sindh Trusts Act, 2020, the Management Company has submitted Trust Deed of the Fund to Registrar (acting under Sindh Trusts Act, 2020).

2 BASIS OF PRESENTATION

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
- 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 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, 2021.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2021.

These condensed interim financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

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, 2021.
- 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 financial statements as at and for the year ended June 30, 2021. 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, 2021.

4 BANK BALANCES

	(Un-Audited) September 30, 2021	(Audited) June 30, 2021
Note	------(Rupees in '000)-----	
In current accounts	14,586	18,373
In savings accounts	<u>1,236,904</u>	<u>1,077,202</u>
	<u><u>1,251,490</u></u>	<u><u>1,095,575</u></u>



	Note	(Un-Audited)	(Audited)
		September 30, 2021	June 30, 2021
5 INVESTMENTS		------(Rupees in '000)-----	
At fair value through profit or loss			
Commercial Paper	5.1	249,723	358,060
Term Deposit Receipt	5.2	315,000	300,000
Certificate of musharka	5.3	315,000	360,000
Sukuks	5.4	75,000	75,000
		<u>954,723</u>	<u>1,093,060</u>

- 5.1** This represents Commercial paper of K-Electric Limited which carries profit at rates 6.13% per annum.
- 5.2** This represents one month term deposit receipt of 315 million having profit of 7.45% with Bank Islami Pakistan Limited (related party) being matured on Oct 27, 2021 .
- 5.3** This represents Certificate of musharka with First Habib on July 26, 2021. This carry profit at the rate of 7.30% and will mature on January 26, 2021.

5.4 Sukuks

Description	Number of certificates					Investment as a percentage of
	As at July 01, 2021	Purchased during the year	Sold / matured during the year	As at September 30, 2021	Market value as at September 30, 2021	Net assets
The Hub Power Company Limited	750	-	-	750	75,000	3.4%
Total as at September 30, 2021					<u>75,000</u>	
Carrying value before mark to market as at September 30, 2021					<u>75,000</u>	

All sukuks have a face value of Rs. 100,000 each .

The Hub Power Company Limited

750

-

-

750

75,000

3.4%

Total as at September 30, 2021

75,000

Carrying value before mark to market as at September 30, 2021

75,000

6 PROVISION FOR SINDH WORKERS' WELFARE FUND

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF on August 13, 2021, recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021.

provisioning against Sindh Workers' Welfare Fund by NBP ISLAMIC SAVINGS FUND amounting to Rs. 22.29 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP ISLAMIC SAVINGSFUND by 1.04% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.



8 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 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 prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 0.7% per annum of the net assets of the Fund.

9 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 as cash dividend. 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, 2022 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.

In assessment for Tax Year 2018 in respect of NBP Islamic Saving Fund, the said exemption has been denied by The Additional Commissioner – Audit (AC), on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income as per criteria envisaged under Clause 99 of Part 1 of the Second Schedule of the Ordinance and AC due to commented that the distribution by the Fund fell short of 90% distribution threshold.

In response to the order, the Fund has filed appeal with commissioner. Which is pending before commissioner appeal inland revenue.

Meanwhile, these Funds filed petition for stay in High Court of Sindh (SHC), and stay order has been granted by SHC. In its judgment, SHC held that since the subject matter is pending before commissioner appeal inland revenue, therefore, the recovery of impugned demand will not be enforced till the final decision of appeal.

Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners. SECP also agrees with MUFAP's interpretation and is also actively following up with FBR to resolve the matter at the earliest.

10 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 1.62% (September 30, 2020: 1.64%) which includes 0.09% (September 30, 2020: 0.21%) representing Government Levy, and the SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Shariah Compliant Income" scheme.

11 DETAILS OF NON-COMPLIANT INVESTMENTS

The Securities and Exchange Commission of Pakistan vide Circular no. 7 of 2009 dated March 6, 2009, required all Asset Management Companies to categorize funds under their management on the basis of criteria laid down in the Circular. The Board has approved the category of the fund as "Shariah Compliant Income" 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.



Following is the detail of non-compliant investments:

Name of Non-compliant investment	Non-compliance of Clause	Type of Investment	Value of Investment before Provision	Provision held, if any	Value of Investment after Provision	% of net assets	% of gross assets
New Allied Electronics Industries (Private) Limited	Rating is below investment grade as prescribed in clause 9(v) of the Annexure of	Sukuks	110,000	(110,000)	-	-	-
New Allied Electronics Industries (Private) Limited	Rating is below investment grade as prescribed in clause 9(v) of the Annexure of	Sukuks	4,905	(4,905)	-	-	-
Total carrying value			114,905	(114,905)			

- 11.1 At the time of purchase, these sukuks were in compliance with the aforementioned Circular. However, they either subsequently defaulted or were downgraded to non investment grade.

12 TRANSACTIONS WITH CONNECTED PERSONS

- 12.1 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. Limited 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.
- 12.2 The transactions with connected persons and related parties are carried at agreed terms.
- 12.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.
- 12.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

----- Un-audited -----

Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
----------------------------------	----------------------------------

- 12.5 Details of the transactions with connected persons are as follows:

(Rupees in '000)

NBP Fund Management Limited - Management Company

Management fee expense for the period	2,797	4,867
Sindh Sales Tax on Management Fee	364	633
Reimbursement of operational expenses	678	946
Sales load & transfer load	734	1,104
Selling & Marketing expenses	3,795	6,623
Units issued / transferred in Nil units (2020: 1,038 units)	-	10



----- Un-audited -----

Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
--	--

(Rupees in '000)

Central Depository Company of Pakistan Limited - Trustee

Trustee fee expense for the period	407	710
Sindh Sales Tax on Trustee Fee	53	92
Settlement Charges	2	2

Bank Islami Pakistan Limited (Common Directorship)

Profit on savings account	90	421
Profit on Term deposit receipts	5,588	7,698
Placement of term deposit receipts	950,000	1,090,000

Employees of the Management Company

Units issued / transferred in 366,550 units (2020: 388,025 units)	3,545	3,721
Units redeemed / transferred out 291,352 units (2020: 1,625,025 units)	2,827	15,571

Pakistan Stock Exchange (Common Directorship)

Listing fees paid	25	25
-------------------	----	----

(Un-Audited) As at September 30, 2021	(Audited) As at June 30, 2021
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(Rupees in '000)

12.6 Amounts outstanding as at quarter end

NBP Fund Management Limited - Management Company

Remuneration of the Management Company	887	971
Sindh Sales Tax payable on Remuneration of the Management Company	115	126
Sindh Sales Tax on sales load	791	707
Sales load & transfer load	1,048	398
Accounting and operational charges to the Management Company	678	746
Selling & Marketing payable	3,795	4,179
Investment held in the Fund 1,089 units: (June 30, 2020: Nil units)	11	-
ADC charges and Sindh sales tax on ADC charges	154	108

Central Depository Company of Pakistan Limited

Remuneration payable	132	144
Sindh Sales Tax payable	17	19
Security deposits	100	100

National Bank of Pakistan - Parent of the Management Company

Balance in account	4,514	767
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Employees of Management Company

Investment held by the executives in the Fund 568,542 units;(June 30, 2021: 514,379 units)	5,559	4,907
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Chief Financial Officer of the Management Company

Investment held in the Fund 6,158 units: (June 30, 2021: 6,158 units)	60	59
---	----	----



	(Un-Audited)	(Audited)
	As at September 30, 2021	As at June 30, 2021
	(Rupees in '000)	

**BankIslami Pakistan Limited (Common Directorship
with the Management Company)**

Balance in savings accounts	2,429	3,613
Profit Receivable on Bank Balance	13	70
Term deposit receipts	315,000	300,000
Profit Receivable on TDR	257	60

13 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 29, 2021.

14 GENERAL

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

14.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds



NBP ISLAMIC STOCK FUND

AM1
Rated by PACRA

QUARTERLY REPORT
SEPTEMBER 30, 2021



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Al Baraka Islamic Bank Limited	JS Bank Limited
Allied Bank Limited	MCB Bank Limited
Bank Alfalah Limited	Meezan Bank Limited
Bank Al Habib Limited	National Bank of Pakistan
Bankislami Pakistan Limited	Silk Bank Limited
Dubai Islamic Bank Pakistan Limited	Zarai Taraqiati Bank Limited
Habib Bank Limited	United Bank Limited
Habib Metropolitan Bank Limited	



Auditors

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

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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2 & 4



DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed interim financial statements of **NBP Islamic Stock Fund (NISF)** for the quarter ended September 30, 2021.

Fund's Performance

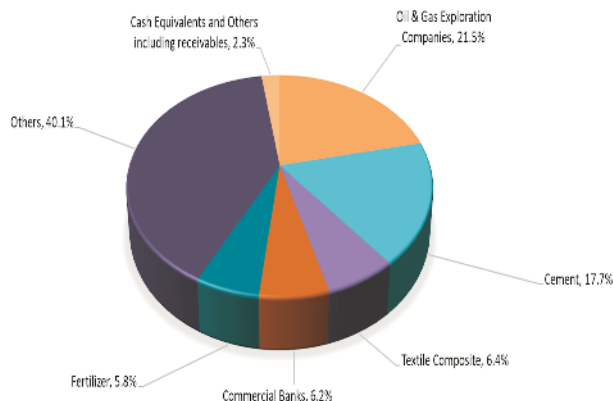
After delivering a robust 39% return in FY21, the stock market lost positive momentum as the benchmark KMI 30 Index fell by 5.6% during 1QFY22. In the first two months of the outgoing quarter, range bound activity was witnessed at the local bourse amid thin trading volumes and lackluster investors' participation. During the month of September, the market came under severe selling pressure with KMI 30 Index slumping by 6.9%.

Despite record profitability and healthy payouts announced by the listed corporate sector for June period, the lackluster market performance during the quarter can be attributable to the following factors. Investors seemed worried about shifting Pak-US relations amid developments in the neighboring Afghanistan with possible spillover effects on Pakistan. Adding to investors' angst was the widening Current Account Deficit (CAD) that clocked-in at USD 1.5 billion in August 2021 and USD 800 million in the previous month. Furthermore, the steady devaluation of the PKR versus US dollar coupled with rising industrial raw material and energy prices have ignited concerns on the corporate profitability outlook. In a bid to contain the consumption led demand pressure, the SBP's decision to raise the Policy Rate by 0.25% in its MPC meeting held on September 20th, 2021 was also not well received by the market. According to the market talks, leveraged positions of retail investors, who received margin calls after continuous decline in the Index also accelerated the sell-off of equities towards the end of the quarter. On the other hand, the market ignored positive developments on the external account front notably, record inflows in Roshan Digital Account (RDA) amounting to USD 849 million during the quarter, taking the cumulative inflows to USD 2.4 billion and the receipt of USD 2.7 billion from the IMF on account of SDR allocation.

Looking at the sector wise performance of the market, Automobile Assemblers and Accessories, Cements, Engineering, Insurance, Oil & Gas Exploration and Marketing Companies, Paper & Board, Refineries, and Transport sectors underperformed the market, while Chemicals, Commercial Banks, Fertilizers, Food & Personal Care, Glass & Ceramics, Power Generation and Distribution, Technology, and Textile Composite sectors outperformed the market. In terms of participant-wise activity, Individuals, Other Organizations, and Banks /DFIs remained the largest buyers during the quarter with net inflows of USD 33 million, USD 27 million and USD 21 million, respectively. On the other hand, Foreigners were the largest sellers in the market with net outflows amounting to USD 83 million.

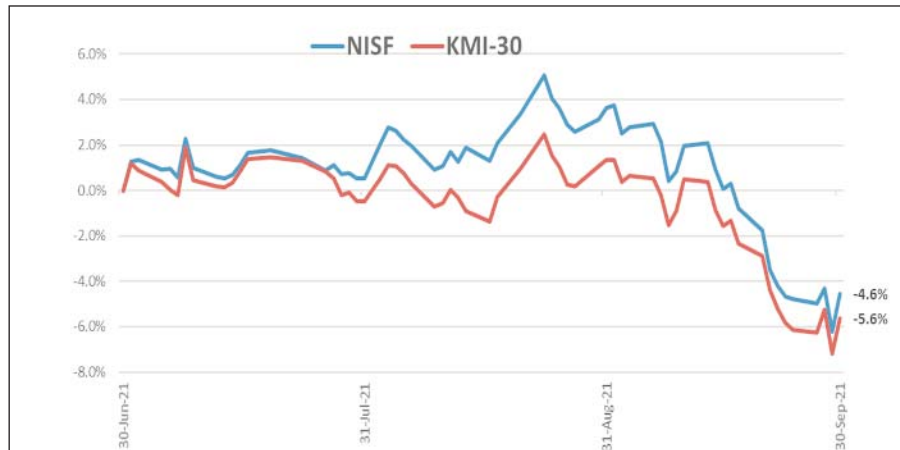
The size of NBP Islamic Stock Fund has decreased from Rs. 8,203 million to Rs. 7,259 million during the period, i.e., a decrease of 12%. During the period the unit price of NBP Islamic Stock Fund (NISF) has decreased from Rs. 12.7350 on June 30, 2021 to Rs. 12.1537 on September 30, 2021, thus showing a decrease of 4.6%. The Benchmark (KMI-30 Index) for the same period was decreased by 5.6%. Thus, the Fund has outperformed its Benchmark by 1.0% during the period under review. Since inception (January 09, 2015), the unit price of the Fund has shown a growth of 56.8% as compared to 37.9% increase in its Benchmark. Thus, the Fund has outperformed its Benchmark by 18.9%. This performance is net of management fee and all other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and shall not be repeated in the future.

NBP Islamic Stock Fund has incurred a loss of Rs. 257.624 million during the period. After incurring total expenses of Rs. 82.096 million, the total loss is Rs. 339.720 million. The asset allocation of the Fund as on September 30, 2021 is as follows:





NISF 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: **October 29, 2021**
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ منجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2021ء کو ختم ہونے والی سہ ماہی کے لئے NBP اسلامک اسٹاک فنڈ (NISF) کے غیر جانچ شدہ عبوری مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

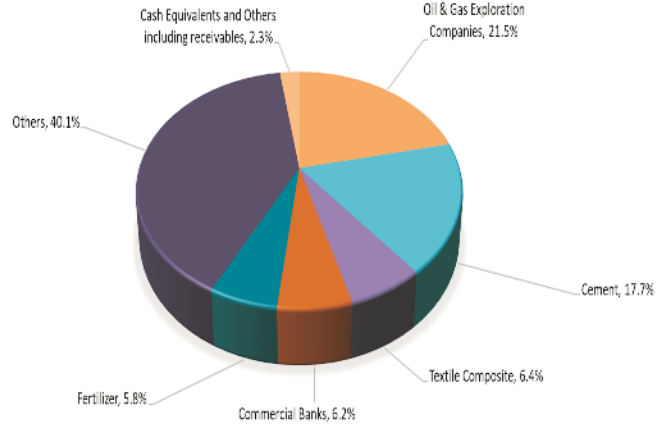
مالی سال 2021 میں 39 فیصد کا بھر پور منافع دینے کے بعد، اسٹاک مارکیٹ کی مثبت رفتار کم ہو گئی جیسا کہ مالی سال 22 کی پہلی سہ ماہی کے دوران بیچ مارک KMI-30 انڈیکس میں 5.6 فیصد کی کمی ہوئی۔ رواں سہ ماہی کے پہلے دو ماہ میں، ریٹج باؤنڈ سرگرمی میں مقامی سطح پر تجارتی حجم اور سرمایہ کاروں کی شرکت کی کمی دیکھی گئی۔ ستمبر کے مہینہ کے دوران، مارکیٹ KMI-30 انڈیکس میں 6.9 فیصد کمی کے ساتھ شدید فروختی دباؤ میں آگئی۔

لسٹڈ کارپوریٹ سیکٹرز کی طرف سے جون کی مدت کے لیے ریکارڈ منافع اور ڈیویڈنڈز کے باوجود، سہ ماہی کے دوران مارکیٹ کی ناقص کارکردگی درج ذیل عوامل سے منسوب کی جا سکتی ہے۔ پڑوسی افغانستان میں پاکستان پر کمانڈ پھیلنے والے اثرات کے ساتھ سرمایہ کار پاک امریکہ تعلقات تیز ہونے کے بارے میں پریشان دکھائی دیے۔ سرمایہ کاروں کی ناراضگی میں مزید اضافہ کیا جاتا ہے ہونے کرنٹ اکاؤنٹ خسارہ (CAD) نے جو کہ اگست 2021 میں تقریباً 1.5 بلین امریکی ڈالر اور پچھلے مہینے میں 800 بلین امریکی ڈالر تھا۔ مزید برآں، امریکی ڈالر کے مقابلے پاکستانی روپیہ کی مسلسل قدر میں کمی کے ساتھ ساتھ صنعتی خام مال اور توانائی کی بڑھتی ہوئی قیمتوں نے کارپوریٹ منافع بخش نقطہ نظر پر تشویش کو جنم دیا ہے۔ کھپت کی وجہ سے طلب کے دباؤ پر قابو پانے کے لیے، اسٹیٹ بینک کے 20 ستمبر 2021 کو منعقدہ اپنے ایم پی سی اجلاس میں پالیسی کی شرح میں 0.25 فیصد اضافے کے فیصلے کو بھی مارکیٹ میں نہیں سراہا گیا۔ مارکیٹ چھوٹوں کے مطابق، انڈیکس میں مسلسل کمی کے بعد مارجن کلاز وصول کرنے والے ریٹیل سرمایہ کاروں کی لیوریجڈ پوزیشنز نے سہ ماہی کے اختتام پر ایکویٹیز کی فروخت میں بھی اضافہ کر دیا۔ دوسری طرف، مارکیٹ نے بیرونی اکاؤنٹ کے محاذ پر مثبت پیش رفت کو نظر انداز کیا، سہ ماہی کے دوران خاص طور پر روشن ڈیجیٹل اکاؤنٹ (RDA) میں 849 بلین امریکی ڈالر کی ریکارڈ آمد ہوئی ہے، جس سے مجموعی آمد 2.4 بلین ڈالر اور SDR ایلیکیشن کی مدد میں آئی ایم ایف سے 2.7 بلین امریکی ڈالر کی وصولی ہوئی۔

مارکیٹ کی سیکٹرز کارکردگی کو دیکھتے ہوئے، آٹوموبائل اسمبلر ز اور اسپرینز، ہیمنٹ، انجینئرنگ، انشورنس، آئل اینڈ گیس ایکسپلوریشن اور مارکیٹنگ کمپنیاں، کاغذ اور بورڈ، ریفرنسز اور ٹرانسپورٹ سیکٹرز نے مارکیٹ سے اتر کر کارکردگی کا مظاہرہ کیا جبکہ کیمیکلز، کمرشل بینک، کھاد، خوراک اور ذاتی نگہداشت، گلاس اینڈ سٹریکس، پاور جنریشن اور ڈسٹری بیوٹن، بیکنالوجی اور نیٹسٹائل کمپوزٹس سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ شراکت دار سرگرمی کے لحاظ سے، افراد، دیگر آرگنائزیشن، اور پبلک DFIs بالترتیب 33 بلین امریکی ڈالر، 27 بلین امریکی ڈالر اور 21 بلین امریکی ڈالر کی خالص آمد کے ساتھ سب سے بڑے خریدار رہے۔ دوسری طرف، غیر ملکی 83 بلین امریکی ڈالر کے خالص اخراج کے ساتھ مارکیٹ میں سب سے بڑے فروخت کنندگان تھے۔

موجودہ مدت کے اختتام پر NBP اسلامک اسٹاک فنڈ (NISF) کا سائز 8,203 ملین روپے سے کم ہو کر 7,259 ملین روپے ہو گیا، یعنی 12% کی کمی ہوئی۔ اس مدت کے دوران، NBP اسلامک اسٹاک فنڈ (NISF) کے پونٹ کی قیمت 30 جون 2021 کو 12.7350 روپے سے کم ہو کر 30 ستمبر 2021 کو 12.1537 روپے ہو گئی، لہذا 4.6% کی کمی دیکھی گئی۔ اسی مدت کے دوران بیچ مارک (KMI-30 انڈیکس) 5.6% سے کمی ہوئی۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 1.0% کی بہتر کارکردگی کا مظاہرہ کیا۔ اپنے قیام کے وقت (09 جنوری 2015) سے اب تک فنڈ کے پونٹ کی قیمت نے اپنے بیچ مارک میں 37.9% اضافے کے مقابلے میں 56.8% کی نمو دکھائی۔ لہذا، فنڈ نے اپنے بیچ مارک سے 18.9% کی بہتر کارکردگی کا مظاہرہ کیا۔ فنڈ کی یہ کارکردگی منجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرز ویلفیئر فنڈ کی پروویڈنٹس ریورس کر دی گئی۔ اس پروویڈنٹس کے ریورسل کے باعث فنڈ کی NAV میں غیر معمولی اضافہ ہوا۔ یہ ایک ایسا موقع ہے جس کا مستقبل میں دوبارہ آنے کا امکان نہیں ہے۔

NBP اسلامک اسٹاک فنڈ (NISF) کو اس مدت کے دوران 257.624 ملین روپے کا نقصان ہوا۔ 82.096 ملین روپے کے اخراجات منہا کرنے کے بعد مجموعی نقصان 339.720 ملین روپے ہے۔ 30 ستمبر 2021 کو فنڈ کی ایسٹ ایلیکیشن درج ذیل ہے:



NISF کی کارکردگی بمقابلہ بیسچ مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فزیشنل مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

	Note	(Un-Audited) September 30, 2021	(Audited) June 30, 2021
(Rupees in '000)			
ASSETS			
Balances with banks		190,697	576,948
Investments	4	7,095,460	7,726,093
Receivable against sale of investments		-	16,400
Receivable against conversion of units		5,689	8,425
Dividend and profit receivable		61,827	2,259
Advances, deposits and other receivables.		10,213	66,108
Total assets		7,363,886	8,396,233
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		56,686	57,086
Payable to the Central Depository Company of Pakistan Limited - Trustee		796	861
Payable to the Securities and Exchange Commission of Pakistan		395	1,366
Payable against conversion and redemption of units		15,737	13,215
Payable against purchase of investments		2,052	-
Accrued expenses and other liabilities		29,306	120,483
Total liabilities		104,972	193,011
NET ASSETS		7,258,914	8,203,222
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		7,258,914	8,203,222
CONTINGENCIES AND COMMITMENTS	6		
Number of units in issue		597,257,251	644,148,443
NET ASSET VALUE PER UNIT		12.1537	12.7350

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021	Quarter ended September 30, 2020
INCOME	(Rupees in '000)	
Net income on sale of investments	12,171	175,077
Dividend Income	91,975	30,495
Profit on bank deposits	3,602	5,258
Net unrealised appreciation / (diminution) on re-measurement as 'financial assets at fair value through profit or loss'	(446,369)	761,770
Total (loss) / Income	(338,621)	972,600
EXPENSES		
Remuneration of NBP Fund Management Limited - Management Company	29,643	22,554
Sindh sales tax on remuneration of the Management Company	3,854	2,932
Accounting and operational expenses	3,677	1,504
Selling and marketing expense	39,634	22,554
Remuneration to Central Depository Company of Pakistan Limited - Trustee	2,228	1,756
Sindh sales tax on remuneration of Trustee	290	228
Annual fee - Securities and Exchange Commission of Pakistan	395	301
Securities transaction cost	1,630	3,432
Settlement and bank charges	209	276
Annual listing fee	7	7
Legal & Professional charges	31	20
Auditors' remuneration	186	271
Shariah advisor fee	221	174
Mutual fund rating fee	68	60
Printing charges	23	9
Total Expenses	82,096	56,078
Net (loss) / income from operating activities	(420,717)	916,522
Reversal / (Provision) for Sindh Workers' Welfare Fund	80,997	(18,330)
Net (loss) / income for the period before taxation	(339,720)	898,192
Taxation	-	-
Net (loss) / income for the period after taxation	(339,720)	898,192
Allocation of Net income for the period:		
Net income for the period after taxation	-	898,192
Income already paid on units redeemed	-	(231,832)
	-	666,360
Accounting income available for distribution:		
- Relating to Capital Gains	-	666,360
- Excluding Capital Gains	-	-
	-	666,360

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021	Quarter ended September 30, 2020
	(Rupees in '000)	
Net (loss) / income for the period after taxation	(339,720)	898,192
Other Comprehensive Income	-	-
Total comprehensive (loss) / income for the period	<u>(339,720)</u>	<u>898,192</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021			Quarter ended September 30, 2020		
	Rupees in '000			Rupees in '000		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
Net assets at beginning of the period	8,710,074	(506,852)	8,203,222	6,134,145	(1,319,274)	4,814,871
Issue of 104,749,933 units (2020: 259,594,326)						
- Capital value	1,333,990	-	1,333,990	2,456,619	-	2,456,619
- Element of (loss) / income	(16,783)	-	(16,783)	391,965	-	391,965
Total proceeds on issuance of units	1,317,207	-	1,317,207	2,848,584	-	2,848,584
Redemption of 149,641,125 units (2020: 243,063,104 units)						
- Capital value	(1,905,680)	-	(1,905,680)	(2,300,179)	-	(2,300,179)
- Element of (loss)	(16,116)	-	(16,116)	(161,172)	(231,832)	(393,004)
Total payments on redemption of units	(1,921,796)	-	(1,921,795)	(2,461,351)	(231,832)	(2,693,183)
Total comprehensive (loss) / income for the period	-	(339,720)	(339,720)	-	898,192	898,192
Net (loss) / income for the period after distribution	-	(339,720)	(339,720)	-	898,192	898,192
Net assets at end of the period	8,105,485	(846,572)	7,258,914	6,521,378	(652,914)	5,868,463
Undistributed (loss) brought forward						
Realised (loss)		(1,757,017)			(1,267,733)	
Unrealised gain / (loss)		1,250,165			(51,541)	
		(506,852)			(1,319,274)	
Accounting income available for distribution						
-Relating to capital gains		-			666,360	
-Excluding capital gains		-			-	
		-			666,360	
Net (loss) for the period after taxation		(339,720)			-	
Undistributed (loss) carried forward		(846,572)			(652,914)	
Undistributed (loss) carried forward						
- Realised (loss)		(400,203)			(1,414,684)	
- Unrealised (loss) / income		(446,369)			761,770	
		(846,572)			(652,914)	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			12.7350			9.4633
Net assets value per unit at end of the period			12.1537			11.1711

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021	Quarter ended September 30, 2020
(Rupees in '000)		
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) / income for the period	(339,720)	898,192
Adjustments		
Net unrealised diminution / (appreciation) on re-measurement as 'financial assets at fair value through profit or loss'	<u>446,369</u>	<u>(761,770)</u>
	106,649	136,422
Decrease / (Increase) in assets		
Investments	184,264	(305,604)
Dividend and profit receivable	(59,568)	(15,547)
Receivable against sale of investments	16,400	(204,153)
Advances, deposits and other receivables.	55,895	39
	196,991	(525,265)
(Decrease) / Increase in liabilities		
Payable to the Management Company	(400)	13,482
Payable to the Trustee	(65)	157
Payable against purchase of investments	2,052	-
Payable to the Securities and Exchange Commission of Pakistan	(971)	(613)
Accrued expenses and other liabilities	(91,177)	29,888
	(90,561)	42,914
Net cash generated from / (used in) operating activities	<u>213,079</u>	<u>(345,929)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net receipts from issue of units	1,319,943	2,834,998
Net payments on redemption of units	(1,919,273)	(2,620,234)
Net cash (used in) / generated from financing activities	(599,330)	214,764
Net (decrease) in cash and cash equivalents during the period	<u>(386,251)</u>	<u>(131,166)</u>
Cash and cash equivalents at the beginning of the period	576,948	191,363
Cash and cash equivalents at the end of the period	<u>190,697</u>	<u>60,197</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Stock Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on November 18, 2014 between NBP Fund Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (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 a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund has been categorised as an open ended 'Shari'ah compliant equity scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009.

The objective of the fund is to provide investors with long-term capital growth from an actively managed portfolio of Shari'ah compliant listed equities securities. The investment objectives and policies are explained in the Fund's offering document.

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities. The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

The Pakistan Credit Rating Agency (PACRA) has assigned an Asset Manager Rating of AM1 to the Management Company and performance ranking of "5-Star" to the fund.

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

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" (the Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced as part of the Act. The Management Company after fulfilling the requirement for registration of Trust Deed under the Trust Act, has submitted Collective Investment Scheme Trust Deed to Registrar acting under the Trust Act for registration.

2 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 VIII A 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 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, 2021.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2021.

These condensed interim financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

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, 2021.

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, 2021. 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, 2021.

4 INVESTMENTS

(Un-Audited) As at September 30, 2021	(Audited) As at June 30, 2021
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Financial assets 'At fair value through profit or loss'

(Rupees in '000)

7,095,460	7,726,093
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4.1 Listed equity securities

All shares have a nominal face value of Rs.10 each except for the shares of Agriauto Industries Limited, Al-Ghazi Tractors Limited, Habib Sugar Mills Limited, Shabbir Tiles & Ceramics Limited and Thal Limited which have a face value of Rs 5 each and K-Electric Limited which have a face value of Rs 3.5 each.



Name of the investee company	As at July 01, 2021	Purchases during the period	Bonus / Right Issue	Sales during the period	As at September 30, 2021	Market value as at September 30, 2021	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total investments	
	No. of shares					Rupees in '000	%		
OIL & GAS MARKETING COMPANIES									
Attock Petroleum Limited	76,950	-	-	8,800	68,150	19,764	0.27	0.28	0.07
Pakistan State Oil Company Limited	1,165,953	18,000	-	19,000	1,164,953	234,144	3.23	3.30	0.25
Hascol Petroleum Limited	1,583	-	-	-	1,583	10	0.00	0.00	0.00
Sui Northern Gas Pipelines Limited	679,799	-	-	239,500	440,299	20,025	0.28	0.28	0.07
Shell Pakistan Limited	-	-	-	-	-	-	-	-	-
OIL & GAS EXPLORATION COMPANIES									
Pakistan Oilfields Limited	531,471	5,000	-	38,500	497,971	186,913	2.57	2.63	0.18
Pakistan Petroleum Limited	5,803,339	269,000	-	178,000	5,894,339	441,545	6.08	6.22	0.22
Mari Petroleum Company Limited	322,574	1,300	-	8,880	314,994	489,302	6.74	6.90	0.24
Oil and Gas Development Company Limited	5,293,570	276,000	-	287,300	5,282,270	442,654	6.10	6.24	0.12
FERTILIZERS									
Engro Fertilizers Limited	-	-	-	-	-	-	-	-	-
Engro Corporation Limited	1,642,481	-	-	150,000	1,492,481	417,522	5.75	5.88	0.26
CEMENT									
D.G. Khan Cement Company Limited	1,219,500	-	-	222,500	997,000	88,155	1.21	1.24	0.23
Kohat Cement Limited	1,965,910	45,000	-	50,600	1,960,310	337,056	4.64	4.75	0.98
Lucky Cement Limited	801,498	86,000	-	28,700	858,798	620,825	8.55	8.75	0.27
Maple Leaf Cement Factory Limited	1,604,240	90,000	-	586,500	1,107,740	38,992	0.54	0.55	0.10
Fauji Cement Company Limited	8,091,000	244,000	-	1,143,500	7,191,500	129,087	1.78	1.82	0.52
Cherat Cement Company Limited	156,600	47,500	-	204,100	-	-	-	-	-
Attock Cement (Pakistan) Limited	471,300	51,300	-	-	522,600	73,613	1.01	1.04	0.38
MISCELLANEOUS									
Ecopack Limited	2,291	-	-	-	2,291	78	0.00	0.00	0.01
Synthetic Products Enterprises Limited	63,404	-	-	-	63,404	2,537	0.03	0.04	0.07
Pakistan Aluminium Beverage Cans Limited	-	818,178	-	818,178	-	-	-	-	-
AUTOMOBILE PARTS & ACCESSORIES									
Agriautos Industries Limited	200	-	-	-	200	45	0.00	0.00	0.00
Thal Limited	94,500	-	-	-	94,500	36,699	0.51	0.52	0.12
Baluchistan Wheels Limited	10,500	-	-	-	10,500	806	0.01	0.01	0.08
Panther Tyres Limited	1,685,166	88,000	339,833	46,000	2,066,999	102,234	1.41	1.44	1.23
AUTOMOBILES ASSEMBLER									
Indus Motor Company Limited	-	-	-	-	-	-	-	-	-
Millat Tractors Limited	185,140	-	-	5,120	180,020	193,197	2.66	2.72	0.32
Honda Atlas Cars (Pakistan) Limited	117,000	11,000	-	21,000	107,000	28,190	0.39	0.40	0.07
GLASS AND CERAMICS									
Tariq Glass Industries Limited	1,054,875	79,000	-	37,800	1,096,075	111,197	1.53	1.57	0.80
Shabbir Tiles and Ceramics Limited	5,953,500	-	-	158,000	5,795,500	176,647	2.43	2.49	2.42
Ghani Global Glass Limited	-	-	-	-	-	-	-	-	-
Ghani Value Glass Limited	-	-	-	-	-	-	-	-	-
ENGINEERING									
Mughal Iron and Steel Industries Limited	2,405,935	90,100	-	53,000	2,443,035	238,489	3.29	3.36	0.84
International Steels Limited	802,000	13,000	-	20,700	794,300	60,534	0.83	0.85	0.18
International Industries Limited	514,000	-	-	-	514,000	85,720	1.18	1.21	0.39
Amreli Steels Ltd.	-	-	-	-	-	-	-	-	-
Ittefaq Iron Industries Limited	-	-	-	-	-	-	-	-	-
Agha Steel Industries Limited	320,500	-	-	320,500	-	-	-	-	-
Aisha Steel Mills Limited	285,000	370,000	-	-	655,000	13,631	0.19	0.19	0.09
TEXTILE COMPOSITE									
Kohinoor Textile Mills Limited	3,507,933	-	-	231,500	3,276,433	227,548	3.13	3.21	1.09
Nishat Mills Limited	1,512,300	-	-	163,000	1,349,300	122,597	1.69	1.73	0.38
Interloop Limited	1,456,162	198,500	-	60,000	1,594,662	113,492	1.56	1.60	0.18

NBP ISLAMIC STOCK FUND



NBP FUNDS
Managing Your Savings

Name of the investee company	As at July 01, 2021	Purchases during the period	Bonus / Right Issue	Sales during the period	As at September 30, 2021	Market value as at September 30, 2021	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total investments	
						No. of shares	Rupees in '000	%	
PAPER AND BOARD									
Cherat Packaging Limited.	2	-	-	-	2	0	0.00	0.00	0.00
Packages Limited	-	-	-	-	-	-	-	-	-
Roshan Packages Limited	2,006,500	100,000	-	26,000	2,080,500	51,804	0.71	0.73	1.47
PHARMACEUTICALS									
Ferozsons Laboratories Limited	-	-	-	-	-	-	-	-	-
Abbot Laboratories (Pakistan) Limited	39,400	5,000	-	-	44,400	34,315	0.47	0.48	0.05
The Searle Company Limited	806,426	61,426	-	64,038	803,814	161,977	2.23	2.28	0.33
GlaxoSmithKline (Pakistan) Limited	145,300	-	-	51,300	94,000	13,895	0.19	0.20	0.03
AGP Limited	593,300	25,000	-	487,700	130,600	14,992	0.21	0.21	0.05
IBL HealthCare Limited	162,500	-	-	47,700	114,800	10,365	0.14	0.15	0.21
Citi Pharma Ltd.	-	1,260,776	-	255,000	1,005,776	45,179	0.62	0.64	0.48
TECHNOLOGY AND COMMUNICATION									
Avanceon Limited	13,642	-	-	-	13,642	1,683	0.02	0.02	0.01
NetSol Technologies Limited	-	-	-	-	-	-	-	-	-
Systems Limited	539,015	-	-	7,200	531,815	386,901	5.33	5.45	0.39
TPL Trakker Limited	-	-	-	-	-	-	-	-	-
Pakistan Telecommunication Company Limited	985,000	-	-	-	985,000	9,220	0.13	0.13	0.03
POWER GENERATION AND DISTRIBUTION									
Hub Power Company Limited	4,487,818	210,000	-	-	4,697,818	345,431	4.76	4.87	0.36
K-Electric Limited	-	-	-	-	-	-	-	-	-
COMMERCIAL BANKS									
Meezan Bank Limited	2,844,959	-	416,544	68,000	3,193,503	446,867	6.16	6.30	0.20
FOOD AND PERSONAL CARE PRODUCTS									
Al-Shaheer Corporation Limited	18,378	-	-	-	18,378	261	0.00	0.00	0.01
At-Tahir Limited	230,841	1,374,000	-	115,500	1,489,341	40,748	0.56	0.57	0.84
Shezan International Limited	-	91,900	-	-	91,900	29,344	0.40	0.41	0.95
Bunny's Limited	-	51,000	-	-	51,000	1,753	0.02	0.02	0.08
CHEMICAL									
Lotte Chemical Pakistan Limited	3,530,500	250,000	-	-	3,780,500	52,889	0.73	0.75	0.25
Engro Polymer and Chemicals Limited	4,751,480	-	-	342,000	4,409,480	242,830	3.35	3.42	0.49
I.C.I. Pakistan Limited	96,150	-	-	16,800	79,350	62,970	0.87	0.89	0.09
Dynea Pakistan Limited	4,200	-	-	-	4,200	955	0.01	0.01	0.02
Sitara Peroxide Limited	726,500	-	-	147,000	579,500	11,706	0.16	0.16	1.05
TRANSPORT									
Pakistan National Shipping Corporation Limited	116,200	-	-	116,200	-	-	-	-	-
Pakistan International Bulk Terminal Limited	2,025,000	730,000	-	-	2,755,000	24,547	0.34	0.35	0.15
CABLE & ELECTRICAL GOODS									
Pak Elektron Limited	1,363,000	-	-	233,000	1,130,000	31,132	0.43	0.44	0.23
SUGAR & ALLIED INDUSTRIES									
Habib Sugar Mills Limited	250,500	-	-	250,500	-	-	-	-	-
Faran Sugar Mills Limited	327,500	-	-	92,500	235,000	9,597	0.13	0.14	0.94
VANASPATI & ALLIED INDUSTRIES									
Unity Foods Limited	477,000	-	-	477,000	-	-	-	-	-
LEATHER & TANNERIES									
Service GlobalFootwear Limited	241,748	-	-	-	241,748	10,852	0.15	0.15	0.12
Total as at September 30, 2021						76,399,274	7,095,460	98	100
Carrying value as at September 30, 2021							7,541,829		



Investments include shares with market value of Rs 443.85 million (2021: 503.20 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 SECP.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF on August 13, 2021 recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021.

Provisioning against Sindh Workers' Welfare Fund by NBP Islamic Stock Fund amounting to Rs. 83.10 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP Islamic Stock Fund by 1.06% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies outstanding as at September 30, 2021 and June 30, 2021.

7 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 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 prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 2.05% per annum of the net assets of the Fund.

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 as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders as cash dividend. 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, 2022 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 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 4.16% (September 30, 2020: 4.95%) which includes 0.23% (September 30, 2020: 1.45%) representing Government Levy and the



SECP Fee. The prescribed limit for the ratio is 4.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Shari'ah compliant equity" scheme.

10 TRANSACTIONS WITH CONNECTED PERSONS

- 10.1** 'Connected persons include NBP Fund Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) and its connected persons and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, 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, directors and their close family members and key management personnel of the Management Company.
- 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 NBFC regulation and the Trust Deed.

(Un-Audited)
Quarter ended **Quarter ended**
September 30, **September 30,**
2021 **2020**
(Rupees in '000)

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

NBP Fund Management Limited - Management Company

Remuneration of the Management Company	29,643	22,554
Sindh sales tax on remuneration of the Management Company	3,854	2,932
Accounting and operational expenses	3,677	1,504
Selling and marketing expense	39,634	22,554
Sale and transfer load	2,342	5,988
ADC	20	-

Employees of the Management Company

Units issued / transferred In 7,807,957 (2020: 34,712,293 units)	100,183	379,255
Units redeemed / transferred out 7,327,382 (2020: 31,397,628 units)	93,684	344,145

Central Depository Company of Pakistan Limited - Trustee

Remuneration	2,228	1,756
Sindh sales tax on remuneration of Trustee	290	228

Taurus Securities Limited (Subsidiary of Parent Company)

Brokerage expense	148	213
-------------------	------------	-----



	(Un-Audited)	
	Quarter ended September 30, 2021	Quarter ended September 30, 2020
	(Rupees in '000)	
Bank Islami Pakistan Limited (Common Directorship)		
Profit on bank deposits	550	1,189
International Steel Limited (Common Directorship)		
Purchase of 13,000 shares (2020: Nil shares)	1,326	-
Sale of 20,700 shares (2020: 404,500 shares)	1,982	29,174
Dividend Income	5,560	-
* Hub Power company Limited (Common Directorship)		
Sale of Nil shares (2020: 450,500 shares)	-	36,467
* Pakistan Stock Exchange Limited (Common Directorship)		
Listing fee paid	-	25
National Clearing Company of Pakistan Limited (Common Directorship)		
Settlement charges	123	173
CDC Trustee NBP Islamic Sarmaya Izafa Fund		
Purchase of equity securities : Nil shares (2020: 671,500)	-	47,740
Portfolio Managed by the Management Company		
Units issued / transferred In 723,587 (2020: 3,375,462 units)	9,005	38,465
Units redeemed / transferred out Nil (2020: 6,362,469 units)	-	66,780
Humayun Bashir - Director		
Units redeemed / transferred out 125,586 (2020: Nil units)	1,500	-
NBP Fund Management Limited - Employees Provident Fund		
Units redeemed / transferred out 178,340 (2020: Nil units)	2,300	-
** CDC Trustee Punjab Pension Fund Trust unit holder with more than 10% holding		
Units issued / transferred In 2,687,264 (2020: Nil units)	35,000	-
	(Un-Audited)	(Audited)
	As at	As at
	September 30, 2021	June 30, 2021
10.6 Amounts outstanding as at period end	(Rupees in '000)	
NBP Fund Management Limited - Management Company		
Remuneration payable to the Management Company	9,338	10,189
Sindh sales tax payable on remuneration of Management Company	1,213	1,325
Accounting and operational charges	3,677	2,926
Selling and marketing expense	39,633	39,014
Sales load and transfer load including SST	2,720	3,550
ADC payable including SST	85	62
Other payable	20	20



	(Un-Audited) As at September 30, 2021	(Audited) As at June 30, 2021
	(Rupees in '000)	
Employees of the Management Company Units held 11,446,827 (June 30, 2021: 12,333,699 units)	139,121	157,070
NBP Fund Management Limited - Employees Provident Fund Units held: 119,256 units (June 30, 2021: 297,596 units)	1,449	3,790
Central Depository Company of Pakistan Limited - Trustee Trustee fee	705	762
Security deposit	103	103
Sindh Sales Tax on remuneration of Trustee	91	99
National Clearing Company of Pakistan Limited (Common Directorship) Security deposits	2,530	2,530
NCCPL charges payable	31	63
Bank Islami Pakistan Limited (Common Directorship) Bank balances	16,129	54,827
Profit receivable	231	358
Taurus Securities Limited (Subsidiary of Parent Company) Brokerage payable	3	-
National Bank of Pakistan - (Parent of the Management Company) Bank balance	3,159	2,924
Profit receivable	9	9
Portfolio Managed by the Management Company Units held: 9,949,004 units (2021: 9,741,006 units)	120,917	124,051
* Hub Power company Limited (Common Directorship) Shares held: Nil (2021: 4,487,818 shares)	-	357,545
Rohma Amjad Units held: 1,569 units (2020: 1,569 Units)	19	20
International Steel Limited (Common Directorship) Shares held: 794,300 shares (2021: 802,000 shares) Dividend Receivable	60,534 5,560	74,915 -
Humayun Bashir - Director Units held: 637,799 units (2021: 763,386 Units)	7,752	9,722
** CDC Trustee Punjab Pension Fund Trust** unit holder with more than 10% holding Units held: 64,190,036 units (2021: Nil Units)	780,146	-



* Current balances with these parties have not been disclosed as they did not remain connected persons and related parties as at the quarter end.

** Comparative balances with these parties have not been disclosed as these parties were not related parties in the last term.

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 29, 2021.

12 GENERAL

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

12.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

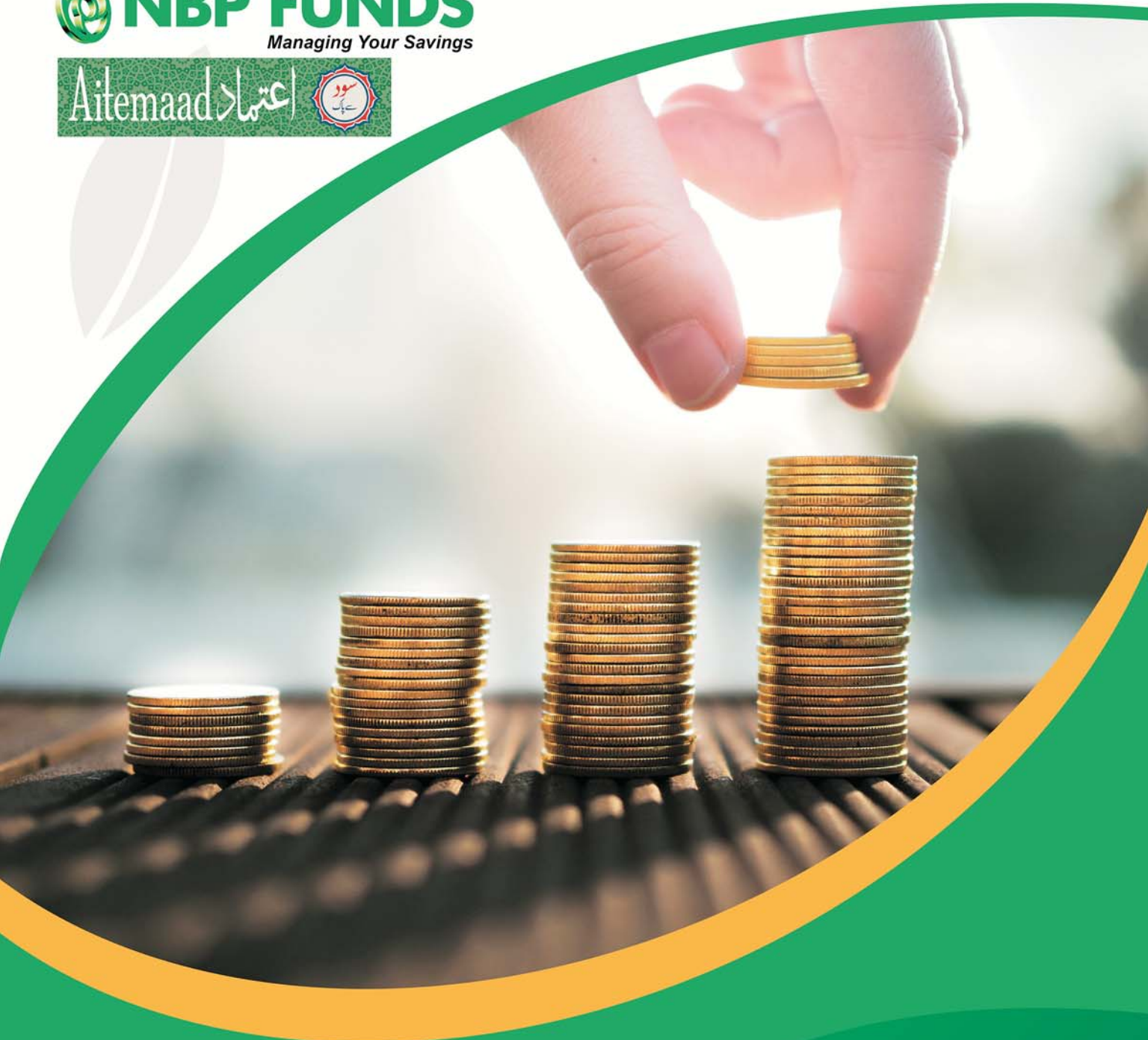
Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds



NBP RIBA FREE SAVINGS FUND

AM1
Rated by PACRA

QUARTERLY REPORT
SEPTEMBER 30, 2021



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.**



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member
Mr. Saad Amanullah Khan	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Al Baraka Islamic Bank Limited
Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Silk Bank Limited
Soneri Bank Limited
United Bank Limited



Auditors

A.F. Ferguson & Co. Chartered Accountants
State Life Building No. 1-C
I.I. Chundrigar Road,
P.O.Box 4716
Karachi.

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.nbpffunds.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:

Khan Center, 1st Floor,
Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2&4

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed Interim financial statements of **NBP Riba Free Savings Fund (NRFSF)** for the quarter ended September 30, 2021.

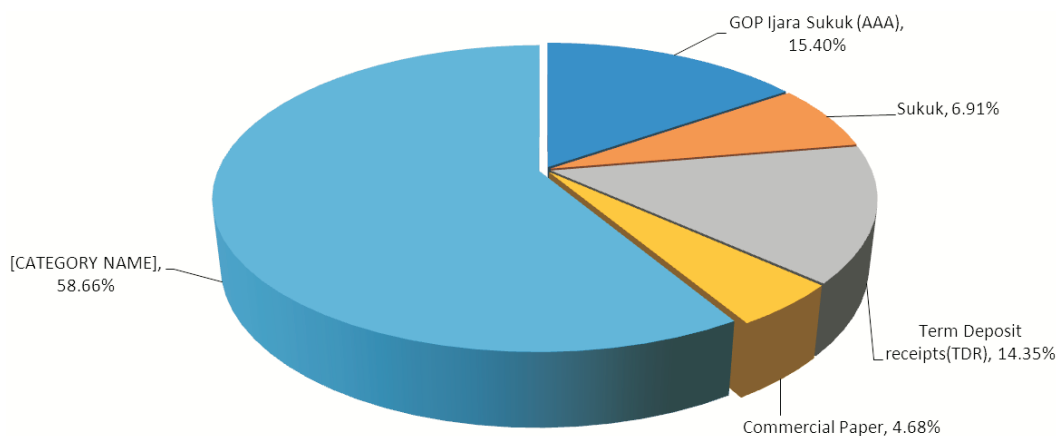
Fund's Performance

Inflation as measured by the CPI clocked-in at 9.0% on year-on-year basis in September 2021 as compared to 8.4% in the previous month and 9.0% in September 2020. Amid sharp spike in prices of food component, CPI increased by 2.1% on a month-on-month basis in September 2021 as compared to an increase of 1.5% in September 2020. After maintaining status quo for about fifteen months, in its meeting held on September 20th, the SBP raised the Policy Rate by 25 basis points to 7.25%. While acknowledging the needed appropriate policy mix, the SBP cited that "looking ahead, in the absence of unforeseen circumstances, the MPC expects monetary policy to remain accommodative in the near term, with possible further gradual tapering of stimulus."

The size of NBP Riba Free Savings Fund has decreased from Rs. 4,327 million to Rs. 4,041 million during the period (i.e., a fall of 7%). During the period, the unit price of the Fund has increased from Rs. 10.2426 on June 30, 2021 to Rs. 10.4880 on September 30, 2021, thus showing a return of 9.5% p.a. as compared to the benchmark return of 3.1% p.a. for the same period. The performance of the Fund is net of management fee and all other expenses. During August 2021, provisioning against Sindh Workers' Welfare Fund has been reversed. The reversal of provision has contributed towards an unusual increase in NAV of the Fund. This is one-off event and is not likely to be repeated in the future.

NRFSF is an Islamic Income Scheme. The stability rating of the Fund by PACRA is 'A+(f)', which denotes a strong capacity to maintain relative stability in returns and very low exposure to risks. The Fund aims to consistently provide better returns than profit rates offered by Islamic Banks/Islamic windows of commercial banks, while also providing easy liquidity along with a good quality credit profile.

The Fund has earned a total income of Rs. 110.92 million during the period. After deducting total expenses of Rs. 16.61 million, the net income is Rs. 94.31 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NRFSF.





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 Officer

Director

Date: October 29, 2021
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2021ء کو ختم ہونے والی سہ ماہی کے لئے NBP ربا فری سیونگ فنڈ (NRFSF) کے غیر جانچ شدہ عبوری مالیاتی گوشوارے پیش کرتے ہیں۔

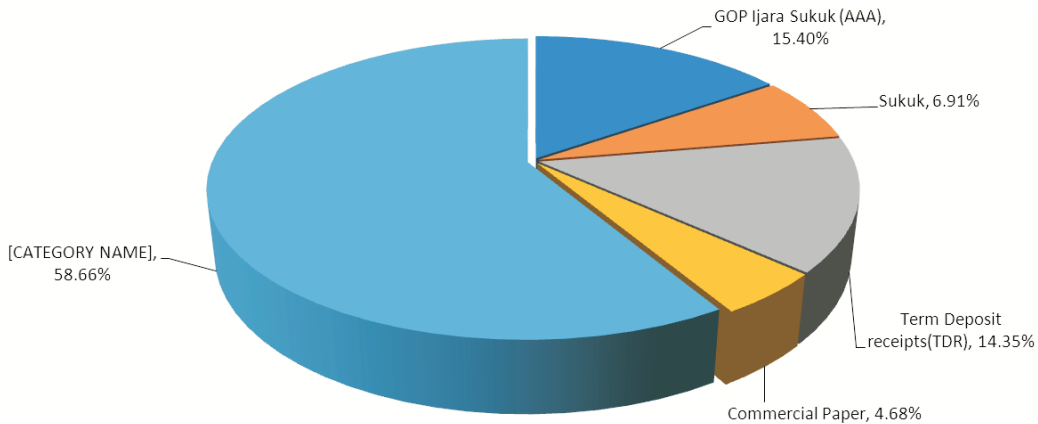
فنڈ کی کارکردگی

CPI کی طرف سے پیمائش کردہ افراط زر گزشتہ ماہ میں 8.4% اور ستمبر 2020 میں 9.0% کے مقابلے میں ستمبر 2021 میں سالانہ بنیاد پر تقریباً 9.0% رہی۔ خوراک کے اجزاء کی قیمتوں میں تیز اضافہ کے درمیان، CPI ستمبر 2020 میں 1.5% بڑھنے کے مقابلے میں ستمبر 2021 میں ماہانہ بنیاد پر 2.1% تک بڑھ گیا۔ تقریباً پندرہ ماہ تک پرانا نظام برقرار رکھنے کے بعد، 20 ستمبر کو منقذہ اپنے اجلاس میں، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی شرح میں 25 بیس پوائنٹس کے اضافہ کے ساتھ 7.25% تک زیادہ کر دی۔ مطلوبہ موزوں پالیسی کس کو تسلیم کرتے ہوئے، اسٹیٹ بینک نے حوالہ دیا کہ "غیر متوقع حالات کی عدم موجودگی میں، آگے دیکھتے ہوئے، ایم پی سی توقع کرتی ہے کہ مالیاتی پالیسی مستقبل قریب میں موزوں رہے گی، ممکنہ طور پر مزید بتدریج کمی آئے گی۔"

NBP ربا فری سیونگ فنڈ کا سائز اس مدت کے دوران 4,327 ملین روپے سے کم ہو کر 4,041 ملین روپے ہو گیا ہے یعنی 7% کی کمی ہوئی ہے۔ اس مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2021 کو 10.2426 روپے سے بڑھ کر 30 ستمبر 2021 کو 10.4880 روپے تک پہنچ چکی ہے، لہذا اسی مدت کے لئے اپنے بیچ مارک منافع 3.1% کے مقابلے میں 9.5% منافع درج کرایا۔ فنڈ کا منافع مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ اگست 2021 کے دوران، سندھ ورکرو ویلفیئر فنڈ کی پروڈیونگ ریورس کر دی گئی۔ اس پروڈیونگ کے ریورسل کے باعث فنڈ کی NAV میں غیر معمولی اضافہ ہوا۔ یہ ایک ایسا موقع ہے جس کا مستقبل میں دوبارہ آنے کا امکان نہیں ہے۔

NRFSF ایک اسلامک انکم اسکیم ہے۔ فنڈ کو PACRA کی طرف سے A+(f) کی اسٹیٹیلٹی ریٹنگ دی گئی ہے جو منافع جات میں استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشان دہی کرتی ہے۔ فنڈ کا مقصد اسلامی بینکوں / کرسٹل بینکوں کی اسلامی وٹڈوز کی پیش کردہ منافع کی شرحوں کے مقابلے میں بہتر منافع فراہم کرنا ہے، جب کہ اعلیٰ کوالٹی کے کریڈٹ پروفائل کے ساتھ آسان لیکویڈیٹی بھی مہیا کرنا ہے۔

فنڈ نے اس مدت کے دوران 110.92 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 16.61 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 94.31 ملین روپے رہی۔ درج ذیل چارٹ 30 ستمبر 2021 کو NRFSF کی ایسٹ ایلوکییشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط ریٹنگ پیش کرتا ہے۔





اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے اینجمنٹ کمیٹی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP اینجمنٹ کمیٹی

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2021

مقام: کراچی



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

		<i>Un-Audited</i> September 30, 2021	<i>Audited</i> June 30, 2021
	Note	Rupees in '000	
ASSETS			
Balances with banks	4	2,367,074	2,317,066
Investments	5	1,670,727	2,838,332
Profit receivable		37,238	24,633
Deposits, prepayments and other receivables		351	461
Receivable against issue of units		6	3,228
Total assets		4,075,396	5,183,720
LIABILITIES			
Payable to the Management Company		21,974	22,618
Payable to the Central Depository Company of Pakistan Limited -Trustee		273	299
Payable to the Securities and Exchange Commission of Pakistan		202	1,005
Payable against redemption of units		9,889	129,126
Payable against purchase of Investment		-	625,481
Accrued expenses and other liabilities		2,359	78,193
Total Liabilities		34,697	856,722
NET ASSETS		4,040,699	4,326,998
UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,040,699	4,326,998
CONTINGENCIES AND COMMITMENTS	7		
		Number of units	
NUMBER OF UNITS IN ISSUE		385,267,568	422,452,898
		Rupees	
NET ASSET VALUE PER UNIT		10.4880	10.2426

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
Note	Rupees in '000	
INCOME		
Return / profit on;		
- bank balances and term deposits	46,165	48,968
- government securities	10,969	14,977
- commercial papers	10,283	11,468
- sukus	5,261	24,181
- bai-muajjal	-	5,935
Capital gain investments - net	-	18,220
Unrealised appreciation / (diminution) in the value of investments at fair value 'through profit or loss' - net	4,113	2,273
Total income	76,791	126,022
EXPENSES		
Remuneration of the Management Company	5,235	7,784
Sindh Sale Tax on Management Company's remuneration	681	1,012
Allocated expenses	1,261	1,386
Remuneration of the Central Depository Company of Pakistan Ltd. - Trustee	756	1,039
Sindh Sale Tax on remuneration of trustee	98	135
Selling and Marketing expense	7,555	9,699
Annual fee - Securities and Exchange Commission of Pakistan	202	277
Auditors' remuneration	248	219
Annual listing fee	7	7
Rating fee	130	118
Printing charges	9	14
Legal and Professional Charges	111	23
Securities transaction cost	-	59
Shariah advisor fee	164	184
Settlement & Bank charges	150	77
Total expenses	16,607	22,033
Net income from operating activities	60,184	103,989
Reversal / (Provision) for Sindh Workers' Welfare Fund	34,128	(2,080)
Net income for the period before taxation	94,312	101,909
Taxation	-	-
Net income for the period after taxation	94,312	101,909
Earning per unit	-	-
Allocation of Net income for the period:		
Net income for the year after taxation	94,312	101,909
Income already paid on units redeemed	(6,187)	(14,413)
Accounting income available for distribution:	88,125	87,496
- Relating to Capital Gains	4,113	16,253
- Excluding Capital Gains	84,012	71,243
	88,125	87,496

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
	Rupees in '000	
Accounting income available for distribution:	94,312	101,909
Other comprehensive income for the period	-	-
Total comprehensive income for the period	94,312	101,909

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended September 30, 2021					
	2021			2020		
	(Rupees in '000)					
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
Net assets at the beginning of the period	4,279,800	47,198	4,326,998	5,119,835	42,837	5,162,672
Issuance of units 37,957,602 (2020: 227,308,406 units)						
- Capital value	388,785	-	388,785	2,325,797	-	2,325,797
- Element of income	6,678	-	6,678	30,264	-	30,264
Total proceeds on issuance of units	395,463	-	395,463	2,356,061	-	2,356,061
Redemption of units 75,142,932 (2019: 184,322,380)						
- Capital value	(769,659)	-	(769,659)	(1,885,968)	-	(1,885,968)
- Element of loss	(228)	(6,187)	(6,415)	(11,947)	(14,413)	(26,360)
Total payments on redemption of units	(769,887)	(6,187)	(776,074)	(1,897,915)	(14,413)	(1,912,328)
Total comprehensive income for the period	-	94,312	94,312	-	101,909	101,909
Net assets at the end of the period	3,905,376	135,323	4,040,699	5,577,981	130,333	5,708,314
Undistributed income brought forward						
- Realised		44,948			42,837	
- Unrealised		2,250			-	
		<u>47,198</u>			<u>42,837</u>	
Accounting income available for distribution						
- Relating to capital gain		4,113			16,253	
- Excluding capital gain		84,012			71,243	
		<u>88,125</u>			<u>87,496</u>	
Distribution during the period						
Undistributed income carried forward		<u>135,323</u>			<u>130,333</u>	
Undistributed income carried forward						
- Realised		135,323			130,333	
- Unrealised		-			-	
		<u>135,323</u>			<u>130,333</u>	
			- (Rupees) -			- (Rupees) -
Net assets value per unit at beginning of the period			<u>10.2426</u>			<u>10.2319</u>
Net assets value per unit at end of the period			<u>10.4880</u>			<u>10.4252</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended September 30, 2021	Quarter Ended September 30, 2020
Note	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period before taxation	94,312	101,909
Adjustments		
Unrealised diminution in the value of investments 'at fair value through profit or loss' - net	(4,113)	(2,273)
	90,199	99,636
(Increase) / decrease in assets		
Investments	1,171,718	(644,367)
Deposits, prepayments and other receivables	110	99
Profit receivable	(12,605)	2,716
	1,159,223	(641,552)
Increase / (decrease) in liabilities		
Payable to the Management Company	(644)	1,161
Payable to the Trustee	(26)	12
Payable to Securities and Exchange Commission of Pakistan	(803)	(932)
Payable against purchase of Investment	(625,481)	-
Accrued expenses and other liabilities	(75,834)	(67,041)
	(702,788)	(66,800)
Net cash generated from / (used in) operating activities	546,634	(608,716)
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from issue of units	398,685	2,359,972
Payments on redemption of units	(895,311)	(1,575,471)
Net cash generated from / (used in) financing activities	(496,626)	784,501
Net increase/(decrease) in cash and cash equivalents during the period	50,869	175,785
Cash and cash equivalents at the beginning of the period	2,317,066	2,076,787
Cash and cash equivalents at the end of the period	4 2,367,074	2,252,572

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Riba Free Savings Fund (the Fund) was established under a Trust Deed executed between NBP Asset 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 June 18, 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 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 Fund is an open-ended mutual fund and classified as an Islamic "income scheme" by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

The objective of the Fund is to provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in Shariah compliant banks and money market / debt securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company and has assigned stability rating of 'A+(f)' to the Fund.

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

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" (the Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced as part of the Act. The Management Company after fulfilling the requirement for registration of Trust Deed under the Trust Act, has submitted Collective Investment Scheme Trust Deed to Registrar acting under the Trust Act for registration.

2 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 Financial Reporting Standards (IFRS Standards) 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 Regulation) Rules, 2003 (the NBFC Rules), 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 from IFRS Standards, 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, 2021.

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 September 30, 2021.

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

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, 2021.

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 financial statements as at and for the year ended June 30, 2021. 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, 2021.

4	BALANCES WITH BANKS	Note	<i>Un-Audited</i> September 30, 2021	<i>Audited</i> June 30, 2021
			Rupees in '000	
	Current accounts		19,393	30,063
	Savings accounts	4.1	2,347,681	2,287,003
			<u>2,367,074</u>	<u>2,317,066</u>

4.1 These savings accounts carry profit at rates ranging from 3.5% to 9% per annum (June 2021: 3.5% to 7.90% per annum).

5	INVESTMENTS		<i>Un-Audited</i> September 30, 2021	<i>Audited</i> June 30, 2021
			Rupees in '000	
	At fair value through profit or loss			
	Islamic commercial papers	5.1	189,252	630,969
	Term deposit receipts	5.2	580,000	1,310,000
	Government securities - Ijarah sukuks	5.3	622,350	897,363
	Sukuks	5.4	279,125	-
			<u>1,670,727</u>	<u>2,838,332</u>

5.1 These carry profits rates ranging from 8.1% to 8.48% pre anum of K- Electric Limited Commercial paper (from 19 April 2021 to 19 October 2021).

5.2 This carry profits rate of 7.45% (June 30, 2021: 6.9% to 7.330%) per annum and having maturity, 27 October 2021.



5.3 Government securities - Ijarah sukuku

Description	Issue date	Maturity date	Number of certificates				Market value as at September 30, 2021	Investment as a percentage of		
			As at July 01, 2021	Purchased during the year	Sold / matured during the year	As at September 30, 2021		Net assets	Market value of total investments	Issue size
							Rupees in '000'	-----	%	-----
Ijarah sukuk - I	April 30, 2020	April 30, 2025	50,000	-	-	50,000	244,500	0.06	0.15	0.00
Ijarah sukuk - II	May 29, 2020	May 29, 2025	75,000	-	-	75,000	377,850	0.09	0.23	0.01
							622,350			
							620,162			

Carrying value before mark to market as at September 30, 2021

5.4 Sukuku

Description	Issue date	Number of certificates				Market value as at September 30, 2021	Investment as a percentage of			
		As at July 01, 2021	Purchased during the year	Sold / matured during the year	As at September 30, 2021		Net assets	Market value of total investments	Issue size	
							Rupees in '000'	-----	%	-----
Pak Energy	May 21, 2020	55,000	-	-	55,000	279,125	0.07	0.17	0.14	
						279,125				
						277,200				

Carrying value before mark to market as at September 30, 2021

6 PROVISION FOR SINDH WORKERS' WELFARE FUND

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF on August 13, 2021, recognised in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021.

Provisioning against Sindh Workers' Welfare Fund by NBP RIBA FREE SAVINGS FUND amounting to Rs. 34.71 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the NBP RIBA FREE SAVINGS FUND by 0.88% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2021 and June 30, 2021.

8 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 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 prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged



selling and marketing expenses at the rate of 0.8% per annum of the net assets of the Fund.

9 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 as cash dividend. 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, 2022 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.

10 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 1.65% (September 30, 2020: 1.74%) which includes 0.10% (September 30, 2020: 0.25%) representing Government Levy, SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Shariah Compliant Income" scheme.

11 TRANSACTIONS WITH CONNECTED PERSONS

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 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.

11.1 The transactions with connected persons and related parties are carried out at agreed terms

11.2 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.

11.3 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

	<i>Un-audited Quarter Ended September 30, 2021</i>	<i>Un-audited Quarter Ended September 30, 2020</i>
11.4 Details of the transactions with connected persons are as follows:	---Rupees in '000---	
NBP Fund Management Limited - Management Company		
Remuneration for the period	5,235	7,784
Sindh Sales Tax on Management Company's remuneration	681	1,012
Allocated expenses	1,261	1,386
Selling and marketing expense	7,555	9,699
Sale Load for the period	451	2,164
ADC charges including Sindh sale tax	35	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the period	756	1,039
Sindh Sale Tax on remuneration of trustee	98	135



	<i>Un-audited Quarter Ended September 30, 2021</i>	<i>Un-audited Quarter Ended September 30, 2020</i>
	---Rupees in '000---	
NATIONAL FULLERTON ASSET MANAGEMENT LTD- EMP. PROVIDENT FUND		
Redemption of Nil units (2020: 270,944 units units)	-	2,805
Employees of the Management Company		
Issue of units 109,8033 units (2020: 2,034,294 units)	1,149	21,086
Redemption of 315,828 units (2020: 1,315,713 units)	3,302	13,636
Portfolios Managed by the Management Company		
Issue of units Nil units (2020: 2,390,665 units)	-	24,582
Redemption of Nil units (2020: 6,652,504 units)	-	68,891
Sell of sukuk	-	33,620
Bank Islami Pakistan Limited (Common Directorship with the Management Company)		
Income on saving accounts	142	4,036
Income on term deposit receipts	11,026	2,423
Placement of term deposit receipts.	1,770,000	980,000
Pakistan Stock Exchange *		
Paid listing fee	-	25
National Clearing Company Limited (NCCPL)		
NCCPL Charges	75	75
NBP Islamic Mahana Amdani Fund		
Sell of sukuk	-	1,125,418
NBP Islamic Income Fund		
Sell of sukuk	-	104,597
NBP Islamic Sarmaya Izafa Fund		
Sell of GOP ijarah sukuk	-	297,813
Hub Power Company Limited*		
Sell of sukuk	-	41,223
Profit income during the period	-	13,166
	<i>Un-Audited Sep 30, 2021</i>	<i>Audited June 30, 2021</i>
11.5	Rupees in '000	
Amounts outstanding as at period end		
NBP Fund Management Limited (Management Company)		
Remuneration of the Management Company	1,699	1,776
Sindh Sales Tax on remuneration of the Management Company	222	231
Federal excise duty on remuneration of the Management Company	10,657	10,657
Federal excise duty on sales load	334	334
Sales and transfer load payable	142	621
Sindh Sales Tax on sales load	18	81
Operational expenses	1,261	1,344
Selling and Marketing expense	7,555	7,522
ADC charges payable including Sindh sale tax	86	52



	<i>Un-Audited</i> Sep 30, 2021	<i>Audited</i> June 30, 2021
	Rupees in '000	
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	242	265
Sindh sales tax on remuneration of the Trustee	31	34
CDS charges	17	15
Security deposit	200	200
National Bank of Pakistan (Parent of the Management Company)		
Bank balance	3,947	3,741
Bank Islami Pakistan Limited - common directorship		
Bank balance	4,740	8,522
Term deposit placements	580,000	650,000
Profit accrued on bank balances	33	569
Profit accrued on term deposits placements	474	130
Employees of the Management Company		
Investment held in the fund 808,543 Units (30, June 2021: 1,335,132 units)	8,480	13,675
Portfolios Managed by the Management Company		
Investment held in the fund 190 units (30, June 2021: 190 units)	2	2
Mr. Khalid Mehmood - Chief Finance Officer		
Investment held in the fund: 60 units (30, June 2021: 60 units)	1	1
National Clearing Company Limited (NCCPL) - common directorship		
Settlement charges payable	12	10

*Current balances with these parties have not been disclosed as they did not remain connected person and related parties as at the period.

12 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 29, 2021.

13 GENERAL

13.1 Figures have been rounded off to the nearest thousand Rupees.

13.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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