

NBP FUNDS

Managing Your Savings

Aitemaad اعتماد



Islamic Savings

اسلامک سیونگز

NBP Fund Management Limited



NBP ISLAMIC ENERGY FUND

HALF YEARLY REPORT
DECEMBER 31, 2022

AM1
Rated by PACRA



MISSION STATEMENT

"To become country's most
investor-focused company,
by assisting investors
in achieving their financial goals."



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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. Saad Amanullah Khan	Director
Mr. Ruhail Muhammad	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Ruhail Muhammad	Chairman
Mr. Saad Amanullah Khan	Member
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member

Human Resource Committee

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

Strategy & Business Planning Committee

Mr. Saad Amanullah Khan	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Khalid Mansoor	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

Allied Bank Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islami 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
Summit Bank Limited
United 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.

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 reviewed condensed financial statements of **NBP Islamic Energy Fund (NIEF)** for the half year ended December 31, 2022.

Fund's Performance

During 1HFY23, the equity market performance remained lackluster, as the benchmark KMI-30 Index fell by 489 points, translating into a modest decline of 0.7% for the period. During the period, the market remained jittery and the Index exhibited large swings on both sides driven by the news-flow.

Notwithstanding the strong set of pre-tax results declared by listed corporate space for June & September period, stock market performance remained muted due to frail investor confidence. Although current account was brought under control as Current Account Deficit (CAD) stood at merely USD 3.7 billion down from USD 9.1 billion a year ago, the burgeoning foreign debt repayments took a toll on external account. Since IMF program faced delays & external inflows dried up significantly; SBP's FX reserves nose-dived from USD 9.8 billion to USD 5.6 billion on account of contractual loan repayments. Amid dwindling FX reserves, PKR continued to depreciate as it fell by PKR 21.6 to settle at 226.43 (drop of 10.5%) at December-22 end, which also dented sentiments. Unprecedented rains led to flash floods in the country and resulted in massive devastation that further worsened economic outlook. GDP estimates were trimmed down to 2% from 3%-4% and inflation expectations were also revised upwards by the central bank. Inflation which was already on an ascent due to commodity upcycle and retail fuel & power prices adjustments, further ratcheted up as acute supply disruptions & shortages will put more pressure on the prices. Average inflation clocked in at around 25% in 1HFY23 that prompted the central bank to further raise Policy Rates by 225 basis points during the period. Political uncertainty also remained elevated during the period, due to the long march by PTI during which a failed assassination attempt was made on PTI chief. Furthermore, indications were made to dissolve provincial assemblies where PTI was in power, which further amplified political noise and stirred uncertainty.

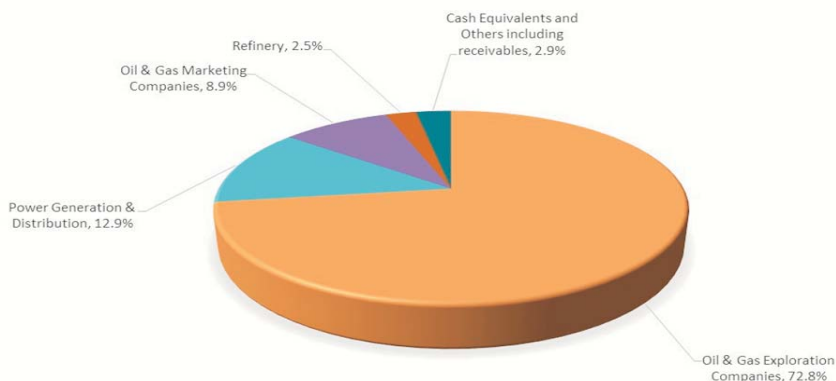
In terms of sector wise performance, Cements, Oil & Gas Exploration Companies, Oil & Gas Marketing Companies, Power Generation & Distribution, Sugar & Allied Industries, Technology & Communication, and Transport sectors outperformed the market. On the other hand, Auto Assemblers, Auto Parts & Accessories, Cable & Electrical Goods, Chemicals, Engineering, Food & Personal Care, Glass & Ceramics, Paper & Board, Pharmaceutical, Refinery & Textile Composite sectors lagged the market. On participants-wise market activity, Banks/DFIs and Individual emerged the largest net buyers with inflows of around USD 50 million and USD 48 million, respectively. On the contrary, Mutual Funds & Insurance lowered their net holdings by around USD 64 million and USD 63 million, respectively.

The size of NBP Islamic Energy Fund at the end of the period stood at Rs. 660million, 8% lower than at June 30, 2022. During the period the unit price of NBP Islamic Energy Fund has increased from Rs. 8.8236 on June 30, 2022 to Rs. 9.0500 on December 31, 2022, thus showing an increase of 2.6%. The Benchmark (KMI-30 Index) decreased by 0.7%. Thus, the Fund has outperformed its Benchmark by 3.3% during the period under review. Since inception the NAV of the Fund has increased from Rs. 8.8218 (Ex-Div) on April 21, 2016, to Rs. 9.0500 on December 31, 2022, thus showing an increase of 2.6%. During the said period, the Benchmark increased by 15.8%, translating into under performance of 13.2%. This performance is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 30.305 million during the period. After deducting total expenses of Rs. 15.398 million, the net income is Rs. 14.907 million.



The asset allocation of the Fund as on December 31, 2022 is as follows:



NIEF 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: February 21, 2023
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ کمپنیز کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2022ء کو ختم ہونے والی ششماہی کے لئے NBP اسلامک انرجی فنڈ (NIEF) کے جائزہ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

مالی سال 2023 کی پہلی ششماہی کے دوران ایکویٹی مارکیٹ کی کارکردگی سست رہی، جیسا کہ بیچ مارک KMI-30 انڈیکس میں 489 پوائنٹس کمی واقع ہوئی، جس کے نتیجے میں اسی مدت کے لیے 0.7% فیصد کمی معمولی کمی واقع ہوئی۔ مدت کے دوران، مارکیٹ اتار چڑھاؤ کا شکار رہی اور انڈیکس خبروں کے باعث دونوں اطراف میں ہی گھومتا رہا۔

اگرچہ لسٹڈ کارپوریٹ نے جون اور ستمبر کی مدت کے لیے قبل از ٹیکس مستحکم نتائج کا اعلان کیا، لیکن سرمایہ کاروں کے کمزور اعتماد کی وجہ سے اسٹاک مارکیٹ کی کارکردگی ساکن رہی۔ اگرچہ کرنٹ اکاؤنٹ کو کنٹرول کر لیا گیا کیونکہ کرنٹ اکاؤنٹ خسارہ (CAD) ایک سال پہلے 9.1 بلین امریکی ڈالر سے کم ہو کر محض 3.7 بلین امریکی ڈالر رہ گیا، غیر ملکی قرضوں کی بڑھتی ہوئی ادائیگیوں نے بیرونی اکاؤنٹ پر اثر ڈالا۔ چونکہ آئی ایم ایف پروگرام کو تاخیر کا سامنا کرنا پڑا اور بیرونی رقوم کی آمد نمایاں طور پر کم ہو گئیں۔ معاہدے کے تحت قرض کی ادائیگیوں کی وجہ سے اسٹیٹ بینک پاکستان کے FX ذخائر 9.8 بلین امریکی ڈالر سے کم ہو کر 5.6 بلین امریکی ڈالر تک رہ گئے۔ کم ہوتے ذخائر کے ساتھ ساتھ، پاکستانی روپیہ مسلسل گرتا رہا، اور 21.6 پاکستانی روپیہ سے گر کر 226.43 (10.5 فیصد کمی) پر آ گیا، جس سے معاشی جذبات کو بھی نقصان پہنچا۔ غیر معمولی بارشوں کی وجہ سے ملک میں سیلاب آیا، جس کے نتیجے میں بڑے پیمانے پر تباہی ہوئی اور تقریباً 30 بلین امریکی ڈالر کا اقتصادی نقصان ہوا۔ اس نے معاشی نقطہ نظر کو مزید خراب کر دیا، کیونکہ GDP کے تخمینے کو 3-4 فیصد سے کم کر کے 2 فیصد کر دیا گیا تھا اور مرکزی بینک کی طرف سے افراط زر کی توقعات پر بھی نظر ثانی کی گئی۔ مہنگائی جو کہ اجناس کی قیمتوں میں اضافے کی وجہ سے پہلے ہی عروج پر تھی، سپلائی میں شدید رکاوٹ اور قلت کی وجہ سے قیمتوں پر مزید دباؤ بڑھ گیا۔ اوسط مہنگائی تقریباً 25 فیصد تک پہنچ گئی جو کئی دہائیوں کی بلند ترین سطح پر تھی جس نے مرکزی بینک کو اس مدت کے دوران پالیسی ریٹ میں مزید 225 بیس پوائنٹس کا اضافہ کرنے پر مجبور کر دیا۔ پی ٹی آئی کی جانب سے لانگ مارچ کے اعلان جس میں پی ٹی آئی کے سربراہ قاتلانہ حملے کا کام کو شش کی گئی، اس عرصے کے دوران سیاسی بے یقینی بھی برقرار رہی۔ مزید برآں، ان صوبائی اسمبلیوں کو تحلیل کرنے کے اشارے دیے گئے جہاں پی ٹی آئی کی حکومت تھی، جس نے سیاسی گہما گہمی کو مزید بڑھا دیا اور غیر یقینی صورتحال کو جنم دیا۔

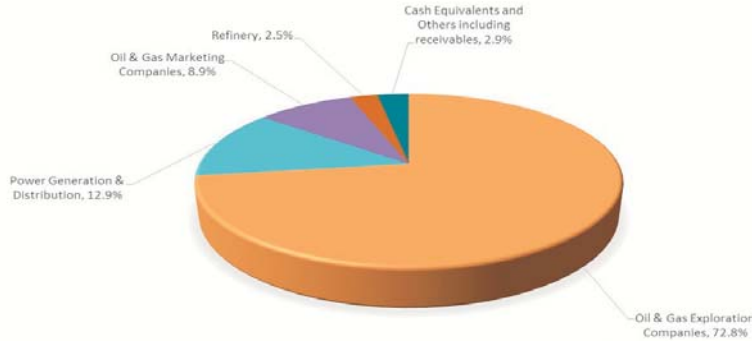
ٹیکسٹ اور کارکردگی کے لحاظ سے سبٹینس، آئل اینڈ گیس ایکسپلوریشن کمپنیاں، آئل اینڈ گیس مارکیٹنگ کمپنیاں، پاور جنریشن اور ڈسٹری بیوشن، شوگر اینڈ الائیڈ انڈسٹریز، بیکنگ، لوجسٹکس اور کیمیکلز اور ٹرانسپورٹ کے شعبوں نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ دوسری جانب آٹو اسمبلرز، آٹو پارٹس اینڈ ایسبیریز، کیبل اینڈ الیکٹریکل اشیا، کیمیکلز، انجینئرنگ، خوراک اور ذاتی نگہداشت، گلاس اینڈ سٹریٹس، پیپر اینڈ بوڈ، فارماسیوٹیکل، ریفرنسری اور ٹیکسٹائل کمپوزٹ کے شعبے مارکیٹ میں پیچھے رہے۔ شرکاء کے لحاظ سے مارکیٹ کی سرگرمیوں پر پینکس / DFIs اور انفرادی سرمایہ کار بالترتیب 50 بلین امریکی ڈالر اور 48 بلین امریکی ڈالر کی آمد کے ساتھ سب بڑے خالص خریدار رہے۔ اس کے برعکس، میویچل فنڈز اور انشورنس نے اپنی خالص ہولڈنگز کو بالترتیب 64 بلین امریکی ڈالر اور 63 بلین امریکی ڈالر سے کم کیا۔

مدت کے اختتام پر NBP اسلامک انرجی فنڈ کا سائز 660 ملین روپے رہا۔ جو 30 جون 2022 کے مقابلے میں 8% کم ہے۔ اس مدت کے دوران، NBP اسلامک انرجی فنڈ کے یونٹ کی قیمت 30 جون 2022 کو 8.8236 روپے سے بڑھ کر 31 دسمبر 2022 کو 9.0500 روپے ہو گئی، لہذا 2.6% کا اضافہ ظاہر کیا۔ بیچ مارک (KMI-30 انڈیکس) کے 0.7% سے کم ہوا۔ لہذا فنڈ کی کارکردگی زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 3.3% بہتر رہی۔ اپنے قیام کے وقت (21 اپریل 2016) سے اب تک فنڈ کے یونٹ کی قیمت 8.8218 روپے سے بڑھ کر 31 دسمبر 2022 کو 9.0500 روپے ہو گئی، لہذا 2.6% کا اضافہ ظاہر کیا۔ اسی مدت کے دوران، فنڈ کے بیچ مارک میں 15.8% کا اضافہ ہوا، جس کے نتیجے میں 13.2% ایترا کارکردگی رہی۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو موجودہ مدت کے دوران 30.305 ملین روپے کی مجموعی آمدنی ہوئی۔ 15.398 ملین روپے کے کل اخراجات منہا کرنے کے بعد خالص آمدنی 14.907 ملین روپے ہے۔



31 دسمبر 2022 کو فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



NIEF کی کارکردگی بہ مقابلہ شیخ مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے بینجمنٹ 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 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 مینجمنٹ لمیٹڈ

چیف ایگزیکٹو

ڈائریکٹر

تاریخ: 21 فروری 2023

مقام: کراچی



TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of NBP Islamic Energy Fund (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 27, 2023



INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNITHOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Islamic Energy Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unitholders' fund and condensed interim cash flow statement and notes to the financial statements for the half year then ended (here-in-after referred to as the interim financial statements). The Management Company (NBP Fund Management Limited) is responsible for the preparation and presentation of the interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three months' period ended December 31, 2022 and 2021 have not been reviewed, as we are required to review only the cumulative figures for the six months' period ended December 31, 2022.

The engagement partner on the review resulting in this independent auditors' review report is **Muhammad Shaukat Naseeb**.

Grant Thornton Anjum Rahman

Chartered Accountants

Date: February 21, 2023

Karachi



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2022

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
	Note	----- Rupees in '000 -----	
ASSETS			
Bank balances	4	14,565	25,981
Investments	5	640,673	702,917
Profit receivable	6	251	166
Deposits, prepayments and other receivables	7	5,617	5,604
Receivable against issuance of unit		17,924	875
Total assets		679,030	735,542
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company	8	7,380	7,754
Payable to Central Depository Company of Pakistan Limited - Trustee	9	121	131
Payable to the Securities and Exchange Commission of Pakistan	10	67	153
Payable against redemption of units		1,829	2,008
Payable against purchase of investments		3,125	3,586
Accrued expenses and other liabilities	11	6,647	5,360
Total liabilities		19,169	18,992
NET ASSETS		659,861	716,550
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		659,861	716,550
Contingencies and commitments			
	12	-----Number of unit-----	
Number of units in issue		72,913,026	81,208,268
		-----Rupees-----	
Net asset value per unit		9.0500	8.8236

The annexed notes from 1 to 20 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	Half year ended		Quarter ended		
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021	
Note	----- Rupees in '000 -----				
INCOME					
Gain / (loss) on sale of investment- net	649	(17,784)	(534)	(10,473)	
Dividend income	51,196	37,245	26,924	18,779	
Profit on bank deposits	1,653	927	809	272	
Net unrealised (diminution)/appreciation on re-measurement of investments classified as financial assets 'at fair value through profit and loss'	(23,193)	(70,843)	22,601	(199)	
Total income / (loss)	30,305	(50,455)	49,800	8,379	
EXPENSES					
Remuneration of NBP Fund Management Company Limited - Management Company	8.1	5,064	6,072	2,432	2,858
Sindh Sales Tax on remuneration of the Management Company	8.2	658	789	316	371
Reimbursement of Allocated expenses	8.4	675	779	324	381
Reimbursement of Selling and marketing expenses	8.5	6,921	8,203	3,324	3,906
Remuneration of Central Depository Company of Pakistan Limited - Trustee		675	810	324	382
Sindh Sales Tax on remuneration of the Trustee		88	105	42	49
Annual fee to the Securities and Exchange Commission of Pakistan		68	81	33	38
Auditors' remuneration		446	406	228	203
Securities transaction cost		414	624	258	307
Legal fee		73	287	37	255
Listing fee		14	14	7	7
Shariah advisor fee		57	56	28	47
Printing charges		33	33	16	13
Settlement and bank charges		212	174	107	148
Total expenses		15,398	18,433	7,477	8,965
Net income / (loss) from operating activities		14,907	(68,888)	42,324	(586)
Reversal for Sindh Workers' Welfare Fund		-	15,034	-	-
Net income / (loss) for the period before taxation		14,907	(53,854)	42,324	(586)
Taxation	13	-	-	-	-
Net income / (loss) for the period after taxation		14,907	(53,854)	42,324	(586)
Allocation of net income for the period					
Net Income for the period after taxation		14,907		42,324	
Income already paid on units redeemed		(43)		(43)	
		14,864		42,281	
Accounting income available for distribution:					
Relating to capital gain		-		-	
Excluding capital gain		14,864		42,281	
		14,864		42,281	

The annexed notes from 1 to 20 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022

	Half year ended		Quarter ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	----- Rupees in '000 -----			
Net income / (loss) for the period after taxation	14,907	(53,854)	42,324	(586)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income/ loss for the period	14,907	(53,854)	42,324	(586)

The annexed notes from 1 to 20 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 HALF YEAR ENDED DECEMBER 31, 2022

	Half year ended					
	December 31,					
	----- 2022 -----			----- 2021 -----		
----- (Rupees in '000) -----						
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Net assets at beginning of the period	722,940	(6,390)	716,550	806,978	58,462	865,440
Issue of 13,740,963 units (2021: 39,771,780 units)						
- Capital value	121,245	-	121,245	377,307	-	377,307
- Element of income / (loss)	(691)	-	(691)	(10,330)	-	(10,330)
Total proceeds on issue of units	120,554	-	120,554	366,977	-	366,977
Redemption of 22,036,205 units (2021 : 52,769,066 units)						
- Capital value	(194,439)	-	(194,439)	(500,610)	-	(500,610)
- Element of income / (loss)	2,332	(43)	2,289	18,934	-	18,934
Total payments on redemption of units	(192,107)	(43)	(192,150)	(481,676)	-	(481,676)
Total comprehensive income/ (loss) for the period	-	14,907	14,907	-	(53,854)	(53,854)
Net assets at end of the period	651,387	8,474	659,861	692,279	4,608	696,887
Undistributed income brought forward						
- Realised income		68,917			59,366	
- Unrealised loss		(75,307)			(904)	
		<u>(6,390)</u>			<u>58,462</u>	
Accounting income available for distribution:						
- Relating to capital gains / loss		-			(53,854)	
- Excluding capital gains / loss		14,864			-	
Undistributed income carried forward		<u>8,474</u>			<u>4,608</u>	
Undistributed income carried forward						
- Realised income		31,667			75,451	
- Unrealised loss		(23,193)			(70,843)	
		<u>8,474</u>			<u>4,608</u>	
		-(Rupees) -			-(Rupees) -	
Net assets value per unit at beginning of the period	<u>8.8236</u>			<u>9.4868</u>		
Net assets value per unit at end of the period	<u>9.0500</u>			<u>8.9083</u>		

The annexed notes from 1 to 20 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 HALF YEAR ENDED DECEMBER 31, 2022

	Half year ended	
	December 31, 2022	December 31, 2021
	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	14,907	(53,854)
Adjustments:		
Net unrealised (diminution)/appreciation on re-measurement of investments classified as financial assets 'at fair value through profit and loss'	23,193	70,843
	38,100	16,989
(Increase) / decrease in assets		
Investments - net	39,051	99,801
Profit receivable	(85)	99
Receivable against sale of investment	(17,049)	-
Receivable against issue of units	-	(6,813)
Dividend receivable	-	1,269
Deposits, prepayments and other receivables	(13)	(14)
	21,904	94,342
(Decrease) / increase in liabilities		
Payable to NBP Fund Management Limited - Management Company	(375)	(675)
Payable to Central Depository Company of Pakistan Limited - Trustee	(10)	(34)
Payable to the Securities and Exchange Commission of Pakistan	(86)	(55)
Payable against purchase of investment	(461)	(310)
Payable against redemption of units	(179)	
Accrued expenses and other liabilities	1,287	(15,594)
	176	(16,668)
Net cash generated from operating activities	60,180	94,663
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units - net	120,554	366,977
Amounts paid on redemption of units - net	(192,150)	(482,557)
Net cash used in financing activities	(71,596)	(115,580)
Net increase / decrease in cash and cash equivalents during the period	(11,416)	(20,917)
Cash and cash equivalents at the beginning of the period	25,981	38,604
Cash and cash equivalents at the end of the period	14,565	17,687

The annexed notes from 1 to 20 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 INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Energy 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 approved by the Securities and Exchange Commission of Pakistan (SECP) on March 25, 2016 in accordance with the requirements of 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 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 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 'Sharia compliant equity scheme' by the Board of Directors (the Board) of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the Securities and Exchange Commission of Pakistan and is listed on the Pakistan Stock Exchange Limited.

The objective of the Fund is to provide higher risk adjusted returns to investors by investing in diversified portfolio of Sharia compliant energy sector equity instruments. The investment objectives and policies are explained in the Fund's offering document.

The Pakistan Credit Rating Agency (PACRA) has maintained an asset manager rating of AM1 as at June 22, 2022 (2021: AM1) to the Management Company. The Fund has not yet been rated.

The title to the assets of the Fund is held in the name of the CDC as the trustee of the Fund.

During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on October 14, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ 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 requirements of the Trust Deed have been followed. These condensed financial statements are unaudited and are being distributed to the unit holders as required by section 227 of the Companies Act (The Act). The figures from the half year ended December 31, 2022 have, however, been subjected to limited scope review.

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, 2022. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the funds financial position and performance since the last annual financial statements.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2022.

The Fund is required at all the times, meet the minimum equity requirement of Rs. 100 million as per NBFC Regulations, 2008.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, JUDGEMENTS AND CHANGES THEREIN

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, 2022 except for the adoption of any new amended standard as set out in 3.3.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the 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 these 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 in the audited annual financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the audited annual financial statements as at and for the year ended June 30, 2022.

3.3 Standards, Amendments And Interpretations To Approved Accounting Standards

Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the current year

The Fund has adopted the following new standards, amendments to published standards and interpretations of IFRSs which became effective during the current year.

New or Revised Standard or Interpretation	Effective Date "(Annual periods beginning on or after)"
Annual improvements to IFRSs 2018 - 2020 Cycle	January 1, 2022
IFRS 3 References to Conceptual Framework	January 1, 2022
IAS 16 Proceeds before intended use	January 1, 2022
IAS 37 Onerous Contracts- Cost of Fulfilling a contract	January 1, 2022

Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

The following new standards, amendments to published standards and interpretations would be effective from the dates mentioned below against the respective standard or interpretation.



Standard or Interpretation

Effective Date
"(Annual periods beginning on or after)"

IAS 1 Classification of Liabilities as Current or Non-current January 1, 2023

Disclosure of Accounting Policies
(Amendments to IAS 1 and IFRS Practice Statement 2) January 1, 2023

Definition of Accounting Estimates (Amendments to IAS 8)' January 1, 2023

The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Following new standards have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Interpretation

IASB effective date
"(Annual periods beginning on or after)"

IFRS 17 'Insurance Contracts' and amendments to IFRS 17 January 1, 2023

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
	Note	-----Rupees in '000-----	
4. Bank Balances			
Current accounts		1,497	1,346
Savings accounts	4.1	13,068	24,635
		14,565	25,981

4.1 These include balances of Rs. 7.798 million (June 30, 2022: Rs. 9.778 million) maintained with BankIslami Pakistan Limited (a related party), that carry profit at the rates ranging from 14.00% to 15.25% (June 30, 2022: 6.80% to 15.25%) per annum. Other savings accounts of the Fund carry profit rates ranging from 13.98% to 15.59% (June 30, 2022: 6.5% to 15.5%) per annum.

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
5 INVESTMENTS			
Financial assets at fair value through profit or loss	Note	-----Rupees in '000-----	
Listed equity securities	5.1	640,673	702,917
		640,673	702,917

5.1 Investment in equity securities - Listed

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



Name of the investee company	As at July 01, 2022	Purchased during the period	Bonus /right issue	Sold during the period	As at December 31, 2022	Market value as at December 31, 2022	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	98,300	-	18,125	74,960	41,465	12,013	1.82%	1.88%	0.000
Pakistan State Oil Company Limited	319,859	61,400	-	98,529	282,730	40,710	6.17%	6.35%	0.000
Hi-Tech Lubricants Limited	119,640	-	-	51,500	68,140	1,763	0.27%	0.28%	0.028
Shell Pakistan Limited	13,000	6,000	-	16,000	3,000	322	0.05%	0.05%	0.009
Sui Northern Gas Pipelines Limited	168,700	35,000	-	95,500	108,200	4,063	0.62%	0.63%	0.000
						58,871	8.92%	9.19%	
OIL AND GAS EXPLORATION COMPANIES									
Oil and Gas Development Company Limited	1,569,300	141,000	-	79,800	1,630,500	129,886	19.68%	20.27%	0.0000
Pakistan Oilfields Limited	325,741	23,300	-	83,570	265,471	104,290	15.80%	16.28%	0.0001
Pakistan Petroleum Limited	1,483,096	581,400	-	67,200	1,997,296	136,096	20.62%	21.24%	0.0001
Mari Petroleum Company Limited	77,013	-	-	5,759	71,254	110,226	16.70%	17.20%	0.0001
						480,498	72.82%	75.00%	
REFINERY									
National Refinery Limited	27,400	1,400	-	28,800	-	-	-	0.00%	-
Attock Refinery Limited	43,700	26,200	-	20,700	49,200	7,063	1.07%	1.10%	0.0338
Energyco PK Limited	2,686,500	-	-	188,500	2,498,000	9,218	1.40%	1.44%	0.0093
						16,281	2.47%	2.54%	
POWER GENERATION AND DISTRIBUTION									
The Hub Power Company Limited	1,227,229	89,265	-	109,500	1,206,994	76,137	11.54%	11.88%	0.000
K Electric	-	2,431,000	-	-	2,431,000	6,564	0.99%	1.02%	0.025
Lalpir Power Limited	153,500	-	-	-	153,500	2,322	0.35%	0.36%	0.000
						85,023	12.89%	13.27%	
						640,673	97%	100%	
Carrying value as at December 31, 2022						663,866			

5.2 Investments include shares with market value amounting to Rs 69.570 million (June 30, 2022: Rs 74.366 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan, the breakup of which is as follows:

Name of Investee Company	-----Pledged Shares-----			
	No of shares	Market value as at December 31, 2022 Rs in '000	No of shares	Market value as at June 30, 2022 Rs in '000
The Hub Power Company Limited	100,000	6,308	100,000	6,817
Mari Petroleum Company Limited	15,000	23,204	15,000	26,096
Oil & Gas Development Company	100,000	7,966	100,000	7,867
Pakistan Oilfields Limited	20,000	7,857	20,000	8,116
Pakistan Petroleum Limited	250,000	17,035	250,000	16,878
Pakistan State Oil Company Limited	50,000	7,200	50,000	8,592
		69,570		74,366



	(Un-audited)	(Audited)
	December 31,	June 30,
	2022	2022
	-----Rupees in '000-----	
5.3 Unrealised appreciation/(diminution) on re-measurement of investments classified as financial Assets at Fair value through Profit And Loss		
Market value of securities	640,673	678,855
Less: carrying value of securities	(663,866)	(749,698)
	<u>(23,192)</u>	<u>(70,843)</u>

5.4 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies are liable to withhold five percent of the bonus shares to be issued. The shares so withheld shall only be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including the 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 has been filed by Collective Investment Schemes (CISs) through their Trustees in the Honourable 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 to 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 Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Honourable Supreme Court of Pakistan (HSC) 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 prior year. During the prior period, the CISs have filed a fresh constitutional petition vide CP 4653 dated July 11, 2019

In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares, issued to the Funds in lieu of their investments, be created in the meantime. The matter is still pending adjudication and the Fund has included these shares in its portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the prior period were not withheld by the investee companies.

As at December 31, 2022, the following bonus shares of the Fund have been withheld by a company at the time of declaration of bonus shares. The Fund has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the CISs.

NAME OF COMPANY	December 31, 2022		June 30, 2022	
	Bonus Shares		Bonus Shares	
	Number	Market value	Number	Market value
		Rs in 000		Rs in 000
Pakistan State Oil Company Limited	4,805	<u>692</u>	4,805	<u>826</u>



		(Un-audited) December 31, 2022	(Audited) June 30, 2022
		-----Rupees in 000-----	
6	PROFIT RECEIVABLE		
	Profit receivable on bank balances	<u>251</u>	<u>166</u>
6.1	This includes an amount of Rs 0.189 million (June 30, 2022: Rs 0.105 million) as profit receivable from BankIslami Pakistan Limited (a related party).		
		(Un-audited) December 31, 2022	(Audited) June 30, 2022
7	DEPOSIT, PREPAYMENTS AND OTHER RECEIVABLE	-----Rupees in 000-----	
	Security deposit with Central Depository Company of Pakistan Limited	100	100
	Security deposit with National Clearing Company of Pakistan Limited	2,500	2,500
	Advance tax	3,004	3,004
	Prepayments	14	-
		<u>5,617</u>	<u>5,604</u>
		(Un-audited) December 31, 2022	(Audited) June 30, 2022
8	PAYABLE TO NBP ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	-----Rupees in '000-----
	Remuneration of the Management Company	8.1	800
	Sindh Sales Tax on remuneration of the Management Company	8.2	104
	Federal Excise Duty payable on remuneration of the Management Company	8.3	583
	Front end load payable		617
	Federal Excise Duty payable on front end load payable		1,501
	Sindh Sales Tax on front end load payable		102
	Reimbursement of Allocated expenses payable	8.4	324
	Reimbursement of Selling and marketing expenses payable	8.5	3,324
	ADC Share - Payable to Management Company		
	Sindh Sales Tax on ADC Share - Payable to Management Company		2
	Sale load payable to Management Company		6
	Other payable		16
			<u>7,380</u>
			<u>7,754</u>



- 8.1** The Management Company has charged its remuneration at the rate of 1.5% per annum of the average annual net assets. The remuneration is payable to the Management Company monthly in arrears.
- 8.2** During the year, an amount of Rs. 0.658 million (December 2021: Rs. 0.789 million) was charged on account of sales tax on management fee levied through Sindh Sales Tax of Services Act, 2011.
- 8.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sale load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Honourable High Court of Sindh (HCS) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, HCS passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Honourable Supreme Court of Pakistan (HSC) which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from April 19, 2016 till June 30, 2016 amounting to Rs 0.583 million (June 30, 2022: Rs 0.583 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the HSC. Had the provision for FED not been made, the net asset value per unit of the Fund as at December 31, 2022 would have been higher by Rs 0.0080 (June 30, 2022: Rs 0.0072) per unit.

- 8.4** In accordance with Regulation 60 of the NBFC Regulations, an asset management company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company based on its own discretion has currently fixed a maximum capping of 0.1% per annum of the average annual net assets of the scheme for allocation of such expenses to the Fund.

- 8.5** Management has charged selling and marketing expenses at the below mentioned rates, duly approved by the Board of Directors of the Management Company:

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	-----Rupees in '000-----
	Remuneration of the Trustee	9.1	107
	Sindh Sales Tax on remuneration of the Trustee		14
			<u>121</u>
			<u>116</u>
			<u>131</u>

- 9.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows:

On net assets:

- up to Rs 1,000 million
- on an amount exceeding Rs 1,000 million



		(Un-audited) December 31, 2022	(Audited) June 30, 2022
-----Rupees in '000-----			
10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Annual Fee Payable	67	153

10.1 The Fund has charged SECP fee at the rate of 0.02% per annum of the average annual net assets during the current period, (June 2022: 0.02% per annum of the average annual net assets).

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
-----Rupees in '000-----			
11	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Auditors' remuneration	586	598
	Printing charges payable	46	29
	Bank charges payable	44	60
	Charity payable	5,624	4,103
	Legal and professional charges payable	34	107
	Brokerage payable	172	161
	Shariah advisor fee payable	63	119
	Withholding tax payable	-	58
	Capital gain tax payable	33	70
	Settlement charges	46	55
	Provision for Sindh Workers' Welfare Fund	-	-
		6,647	5,360

12 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at December 31, 2022 and June 30, 2022.

13 TAXATION

The income of the Fund is exempt from income tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations, requires the Fund to distribute 90% net accounting income other than capital gains to the unit holders. 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. Since the Management Company intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

14 NET ASSET VALUE PER UNIT

The net asset value (NAV) per unit, as disclosed in the condensed interim statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue at the period / year end.

15 EARNINGS / (LOSS) PER UNIT

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



16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the period ended December 31, 2022 is 4.56% (June 30, 2022: 4.54%) which includes 0.24% (June 30, 2022: 0.24%) representing government levies on the Fund such as provision against Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations.

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan, Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, Funds under management of the Management Company, directors and key management personnel of the Management Company and other associated companies. Connected persons also includes any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

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

17.3 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the Trust Deed and Offering Document.

	(Un-audited) December 31, 2022	(Un-audited) December 31, 2021
17.4	----- Rupees in '000' -----	
Details of transactions with related parties / connected persons during the Period as Follows:		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	5,064	6,072
Sindh Sales Tax on remuneration of the Management Company	658	789
Sales and transfer load	132	61
Sindh Sales Tax on sales load	17	8
ADC Charges including SST	-	1
Reimbursement of Allocated Expenses	675	779
Reimbursement of Selling & Marketing Expense	6,921	8,203
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	675	810
Sindh Sales Tax on remuneration of the Trustee	88	105
Employees of the Management Company		
Units issued / transferred in 4,578,005 units : units (2021: 5,417,752 units)	40,186	49,201
Units redeemed / transferred out: 4,479,382 units (2021: 4,468,426 units)	41,823	40,568
Bank Islami Pakistan Limited- Common Directorship		
Profit on bank balances	1,258	456
Taurus Securities Limited (Subsidiary of the Parent Company)		
Brokerage charges	44	30
National Clearing Company of Pakistan Limited**		
NCCPL Charges	-	163



	(Un-audited) December 31, 2022	(Un-audited) December 31, 2021
	----- Rupees in '000' -----	
Farida Ali Asghar (More than 10% shareholding)		
Units redeemed : Nil units (2021: 20,288,242 units)	-	188,222
Units issued : units Nil (2021: 20,288,242 units)	-	188,222
Humayun Bashir (Director)**		
Units Redeemed: units (2021: 1,088,937 units)	-	9,841
Momin Adamjee Welfare Trust		
Units issued : nil units (2021: 4,192,213 units)	-	40,000
Units redeemed : nil units (2021: 4,192,213 units)	-	38,915
K-Electric Limited (Common directorship)*		
Shares purchased: 2,431,000 (2021: Nil.)	6,828	-
	(Un-audited) December 31, 2022	(Audited) June 30, 2022
	----- Rupees in '000' -----	
17.5 Amounts outstanding as at period / year end are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration payable of the Management Company	800	872
Sindh Sales Tax on remuneration of the Management Company	104	113
Federal excise duty payable on remuneration of the -Management Company	583	583
Reimbursement of allocated expenses payable	324	363
Reimbursement of Selling and marketing expenses	3,324	3,724
Sales load and transfer load payable	617	492
Federal excise duty payable on sales load	1,501	1501
Sindh sales tax payable on sales load	102	85
Sales load payable to Management company	6	0
Other payable	16	16
ADC share- Payable to AMC	2	5
Employees of the Management Company		
Units held - 842,883 units (June 30, 2020: 1,014,255 units)	7,628	8,949
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	107	116
Sindh Sales Tax on remuneration of the Trustee	14	15
Security deposit	100	100
Key management personnel of the management Company		
Units held 842,883 (June 2022 : 1,014,255 units)	7628	8,949
Bank Islami Pakistan Limited- Common Directorship		
Bank Balances	7,978	20,973
Profit receivable	189	105
National Bank of Pakistan (Parent Company)		
Bank Balances	95	103
Taurus Securities Limited - Subsidiary of Parent Company		
Brokerage payable	30	19



	(Un-audited) December 31, 2022	(Audited) June 30, 2022
	----- Rupees in '000' -----	
Farida Ali Asghar (More than 10% shareholding) Units Held: 20,228,241 (2022 June : 20,288,241 units)	183,066	178,486
Portfolio managed by the Management Company Units held Nil. units (June 30, 2022: 352,267 units)	-	3,108
National Clearing Company of Pakistan Limited** NCCPL charges payable	-	2,500
Security Deposit	-	55
K-Electric Limited (Common Directorship)* Shares held: 2.431,000 (June 2022: Nil.)	6,564	-

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

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

18 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

18.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly or indirectly; and

Level 3: unobservable inputs for the asset or liability.

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:



----- Un-audited -----
----- As at December 31, 2022 -----

LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
----- Rupees in 000 -----			

ASSETS

Investments - financial assets 'at fair value through profit or loss'

- Listed equity securities

640,673	640,673
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----- Audited -----
----- As at June 30, 2022 -----

LEVEL 1	LEVEL 2	LEVEL 3	LEVEL 4
----- Rupees in 000 -----			

ASSETS

Investments - financial assets 'at fair value through profit or loss'

- Listed equity securities

702,917	702,917
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19 GENERAL

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

19.2 No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 21, 2023.

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

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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