

**NBP FUNDS**

Managing Your Savings

Aitemaad اعتماد



Islamic Savings

اسلامک سیونگز

**NBP Fund Management Limited**



# **NBP ISLAMIC MONEY MARKET 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  
Askari Bank Limited  
Bank Al Habib Limited  
Faysal 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 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](http://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 reviewed financial statements of **NBP Islamic Money Market Fund (NIMMF)** for the half year ended December 31, 2022.

### Fund's Performance

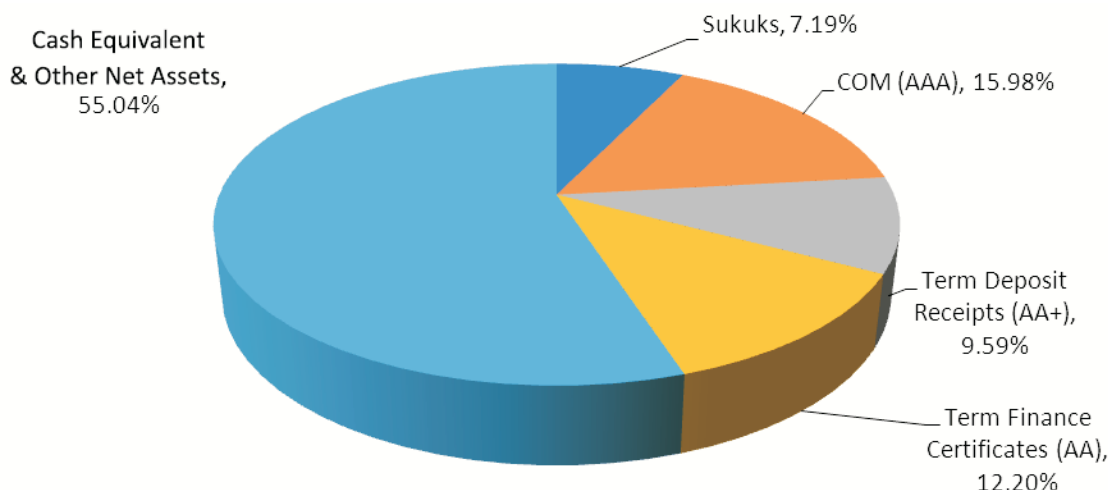
The market saw a decent increase in the issuance of short-term debt securities and commercial papers in the primary market, although it remained under-supplied against a large and growing demand. During 1HFY23, Monetary Policy Committee (MPC) held four meetings and raised the policy rate by 225 basis points to 16%, with a view to anchor the inflationary pressures, achieve price stability - ensuring economic sustainability and easing pressure on currency. However, inflation expectations have been raised in anticipation of tough measures that may follow post re-entry into the IMF Program. According to SBP, rising input costs due to global & domestic supply shocks could de-anchor inflation expectations and undermine (medium-short term) growth.

Despite the administrative contraction in the current account deficit, external account management still looks challenging whereas these measures have also created supply-chain bottlenecks. Also, the production cuts by firms due to supply constraints have resulted in decline in LSM growth. The lack of fresh financial inflows and ongoing debt repayments have led to a continuous drawdown in official reserves. The net liquid foreign exchange reserves with SBP were recorded at USD 5.6 billion in December 2022 (depleting by USD 4.2 billion during 1HFY23), posing challenges and risks to the financial stability and fiscal consolidation.

NIMMF is categorized as a Shariah Compliant Money Market Fund and has been awarded stability rating of 'AA(f)' by PACRA. The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks/Islamic windows of commercial banks. Minimum eligible rating 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 while also providing easy liquidity along with a high-quality credit profile.

The size of NBP Islamic Money Market Fund has increased from Rs. 6,087 million to Rs. 9,388 million during the period, a notable growth of 54%. The unit price of the Fund has increased from Rs. 10.0764 on June 30, 2022 to Rs. 10.7921 on December 31, 2022 thus posting a return of 14.1% p.a. as compared to its Benchmark return of 5.9% p.a. The performance of the Fund is net of management fee and other expenses.

The Fund has earned a total income of Rs. 516.91 million during the period. After deducting total expenses of Rs. 32.78 million, the net income is Rs. 484.13 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NIMMF.





## 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: **February 21, 2023**  
Place: Karachi.

## ڈائریکٹرز رپورٹ

NBP فنڈ میجمنٹ کمیٹی کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2022ء کو ختم ہونے والی ششماہی کے لئے NBP اسلامک منی مارکیٹ فنڈ (NIMMF) کے جائزہ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

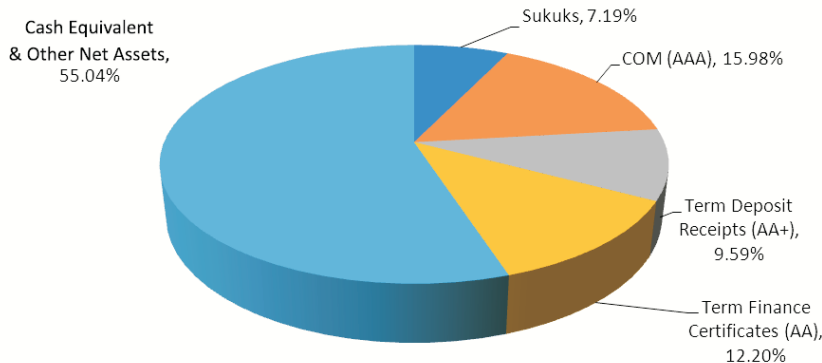
فریش کارپوریٹ سٹاک کے اجراء کے لحاظ سے، مارکیٹ نے پرائمری مارکیٹ میں بڑی اور بڑھتی ہوئی طلب کے مقابلے کم سرگرمی دیکھی۔ ثانوی مارکیٹ میں، گزشتہ سال کی اسی مدت میں 2.2 بلین روپے کے مقابلے میں 3.1 بلین کا کاروبار ہوا۔ مالی سال 23 کی پہلی ششماہی کے دوران، مانیٹری پالیسی کمیٹی (MPC) کے چار اجلاس منعقد ہوئے اور افراط زر کے دباؤ کو قابو کرنے، قیمتوں کا استحکام حاصل کرنے، اقتصادي استحکام کو یقینی بنانے اور کرنسی پر دباؤ کو کم کرنے کے مقصد سے پالیسی شرح کو 225 پیسے پوائنٹس سے بڑھا کر 16 فیصد کر دیا گیا۔ تاہم IMF پروگرام میں دوبارہ داخلہ کے باعث متوقع سخت اقدامات کے باعث افراط زر کی توقعات میں مزید اضافہ ہو گیا۔ SBP کے مطابق، عالمی اور ملکی فراہمی کے خطرات کی وجہ سے مہنگائی پیداواری اخراجات کو بڑھا رہی ہے، جو افراط زر کی توقعات کو کم اور (درمیانی مختصر مدت) نمو کو کمزور کر سکتی ہے۔

کرنٹ اکاؤنٹ خسارہ میں انتظامی سکڑاؤ کے باعث بیرونی کھاتوں کا انتظام اب بھی چیلنجنگ نظر آتا ہے جبکہ ان اقدامات نے سپلائی چین میں رکاوٹیں بھی پیدا کی ہیں۔ نیز سپلائی کی ان رکاوٹوں کی وجہ سے فرمز کی طرف سے پیداوار میں کمی کے نتیجے میں LSM کی نمو میں کمی واقع ہوئی ہے۔ فریش مالی رقوم کی کمی اور قرضوں کی جاری ادائیگیاں سرکاری ذخائر میں مسلسل کمی کا باعث بنی۔ دسمبر 2022 میں اسٹیٹ بینک نے خالص غیر ملکی زرمبادلہ کے ذخائر 5.6 بلین امریکی ڈالر کا رکھ کر 1HFY23 میں 4.2 بلین امریکی ڈالر کی کمی، جو مالی اور مالیاتی استحکام کے لیے چیلنج اور خطرات پیدا کر رہے ہیں۔

NIMMF کی درجہ بندی بطور شریعہ کھلائی منی مارکیٹ فنڈ کی گئی ہے اور اسے PACRA کی طرف سے 'AA(f)' کی مستحکم درجہ بندی تفویض کی گئی ہے۔ اس فنڈ کا مقصد اسلامی بینکوں / تجارتی بینکوں کی اسلامی ونڈز کی پیش کردہ منافع کی شرحوں کے مقابلے میں تو اتار سے بہتر منافع فراہم کرنا ہے۔ ریٹنگ کا کم از کم تقاضا AA ہے، جب کہ فنڈ کو چھ ماہ سے زائد میچورٹی والی سیکورٹی میں انویسٹ کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کی پٹی تلی اوسط مدت 90 دن سے زائد نہیں ہو سکتی، جبکہ اعلیٰ کوالٹی کریڈٹ پروفائل کے ساتھ آسان لیکویڈیٹی بھی فراہم کرتی ہے۔

موجودہ مدت کے دوران NBP اسلامک منی مارکیٹ فنڈ کا سائز 6,087 ملین روپے سیر ہر 9,388 ملین روپے ہو گیا ہے یعنی 54% کا قابل ذکر اضافہ ہوا۔ زیر جائزہ مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2022 کو 10.0746 روپے (EX-Div) سے بڑھ کر 31 دسمبر 2022 کو 10.7921 روپے ہو گئی، لہذا اس مدت کے دوران فنڈ نے اپنے بیچ مارک 5.9% کے مقابلے میں 14.1% کا منافع درج کیا۔ فنڈ کی یہ کارکردگی میجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ نے موجودہ مدت کے دوران 516.91 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 32.78 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 484.13 ملین روپے ہے۔ درج ذیل چارٹ NIMMF کی ایسٹیلویشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:







## اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے منجمنٹ 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 رٹرنی 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** منجمنٹ کمیٹی لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 21 فروری 2023ء

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 Money Market 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 ON THE INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of NBP Islamic Money Market 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.

### Emphasis of Matters Paragraph

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.

### Other Matters

The condensed interim financial statements for the half year ended December 31, 2021 and the annual financial statements for the year ended June 30, 2022 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated March 2, 2022 and audit report dated September 28, 2022 expressed an unmodified conclusion and an unmodified opinion, on the aforementioned financial statements.

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 -----	
<b>ASSETS</b>		
Bank balances	4 5,427,421	4,532,900
Investments	5 3,859,565	1,540,000
Preliminary and floatation costs	6 29	140
Deposit, prepayment and other receivables	7 3,399	295
Profit accrued	8 128,912	75,017
Receivable against transfer of units	3,013	23,735
<b>Total assets</b>	<b>9,422,339</b>	<b>6,172,087</b>
<b>LIABILITIES</b>		
Payable to NBP Fund Management Limited - Management Company	9 18,598	12,637
Payable to Central Depository Company of Pakistan Limited - Trustee	10 411	308
Payable to the Securities and Exchange Commission of Pakistan	11 710	1,080
Payable against redemption of units	12,310	45,355
Accrued expenses and other liabilities	12 2,703	25,769
<b>Total liabilities</b>	<b>34,732</b>	<b>85,149</b>
<b>NET ASSETS</b>	<b>9,387,607</b>	<b>6,086,938</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>	<b>9,387,607</b>	<b>6,086,938</b>
<b>Contingencies and commitments</b>	13	
	----- Number of units -----	
<b>Number of units in issue</b>	<b>869,860,766</b>	<b>604,077,218</b>
	----- Rupees -----	
<b>Net asset value per unit</b>	<b>10.7921</b>	<b>10.0764</b>

The annexed notes from 1 to 19 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				
<b>INCOME</b>					
Return / Profit on					
- bank balances	378,205	129,724	203,408	71,591	
- term deposit receipts	59,590	10,518	25,094	4,980	
- certificates of investment	3,215	-	3,215	-	
- sukuk	69,607	15,329	45,033	5,074	
- bai muajjal	5,477	6,086	5,477	6,086	
- commercial paper	813	16,015	813	8,627	
Gain / (loss) on sale of investment at fair value through profit and loss	-	1	-	(28)	
<b>Total income</b>	<b>516,907</b>	<b>177,673</b>	<b>283,040</b>	<b>96,330</b>	
<b>EXPENSES</b>					
Remuneration of NBP Fund Management Limited - Management Company	9.1	4,897	2,411	2,682	1,162
Sindh Sales Tax on remuneration of the Management Company	9.2	637	313	349	151
Reimbursement of operational expenses to the Management Company	9.3	4,434	2,869	2,358	1,449
Reimbursement of selling and marketing expenses to the Management Company	9.4	17,736	11,478	9,434	5,798
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	1,951	1,376	1,038	638
Sindh Sales Tax on remuneration of the Trustee	10.2	254	179	135	83
Annual fee to the Securities and Exchange Commission of Pakistan	11	709	459	377	232
Brokerage fee		26	-	26	-
Settlement and bank charges		642	277	623	186
Auditors' remuneration		557	253	365	80
Preliminary and floatation cost		111	111	55	55
Fund rating fee		125	114	62	57
Listing fee		14	14	7	7
Printing charges		37	92	19	46
Shariah advisor fee		578	308	376	155
Legal and professional charges		75	236	37	190
<b>Total expenses</b>		<b>32,783</b>	<b>20,490</b>	<b>17,943</b>	<b>10,290</b>
<b>Net income from operating activities</b>		<b>484,124</b>	<b>157,183</b>	<b>265,097</b>	<b>86,040</b>
(Reversal) / provision against Sindh Workers' Welfare Fund		-	16,079	-	-
<b>Net income for the period before taxation</b>		<b>484,124</b>	<b>173,262</b>	<b>265,097</b>	<b>86,040</b>
Taxation	14	-	-	-	-
<b>Net income for the period after taxation</b>		<b>484,124</b>	<b>173,262</b>	<b>265,097</b>	<b>86,040</b>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		484,124	173,262	265,097	86,040
Income already paid on units redeemed		(87,548)	(40,089)	(70,860)	(24,858)
		<b>396,576</b>	<b>133,173</b>	<b>194,237</b>	<b>61,182</b>
<b>Accounting income available for distribution:</b>					
- Relating to capital gain		-	-	-	-
- Excluding capital gain		396,576	133,173	194,237	61,182
		<b>396,576</b>	<b>133,173</b>	<b>194,237</b>	<b>61,182</b>

The annexed notes from 1 to 19 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 for the period after taxation	484,124	173,262	265,097	86,040
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>484,124</b>	<b>173,262</b>	<b>265,097</b>	<b>86,040</b>

The annexed notes from 1 to 19 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 (Audited)	6,057,492	29,446	6,086,938	4,807,069	15,573	4,822,642
Issuance of 1,146,104,507 units (2021: 567,662,453 units)						
- Capital value	11,548,607	-	11,548,607	5,705,235	-	5,705,235
- Element of income	562,204		562,204	142,034	-	142,034
Total proceeds on issuance of units	12,110,811	-	12,110,811	5,847,269	-	5,847,269
Redemption of 880,320,959 units (2021: 489,089,333 units)						
- Capital value	(8,870,465)	-	(8,870,465)	(4,915,543)	-	(4,915,543)
- Element of loss	(336,253)	(87,548)	(423,801)	(59,594)	(40,089)	(99,683)
Total payments on redemption of units	(9,206,718)	(87,548)	(9,294,266)	(4,975,137)	(40,089)	(5,015,226)
Total comprehensive income for the period (Unaudited)	-	484,124	484,124	-	173,262	173,262
<b>Net assets at end of the period</b>	<b>8,874,038</b>	<b>426,022</b>	<b>9,387,607</b>	<b>5,679,201</b>	<b>148,746</b>	<b>5,827,947</b>
Undistributed income brought forward						
- Realised		29,446			15,573	
- Unrealised		-			-	
		29,446			15,573	
Accounting income available for distribution						
- Relating to capital gain		-			-	
- Excluding capital gain		396,576			133,173	
		396,576			133,173	
<b>Undistributed income carried forward</b>		<b>426,022</b>			<b>148,746</b>	
Undistributed income carried forward						
- Realised		426,022			148,746	
- Unrealised		-			-	
		426,022			148,746	
			--- Rupees ---			--- Rupees ---
Net assets value per unit at beginning of the period			<u>10.0764</u>			<u>10.0504</u>
Net assets value per unit at end of the period			<u>10.7921</u>			<u>10.4365</u>

The annexed notes from 1 to 19 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
Note	----- Rupees in '000 -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	484,124	173,262
<b>Adjustments:</b>		
Return / Profit on bank balances	(378,205)	(129,724)
- term deposit receipts	(59,590)	(10,518)
- sukuk	(69,607)	(15,329)
- bai muajjal	(5,477)	(6,086)
- commercial paper	(813)	(16,015)
Amortisation of preliminary and floatation cost	111	111
(Reversal) / provision against Sindh Workers' Welfare Fund	-	(16,079)
	<b>(513,580)</b>	<b>(193,640)</b>
	<b>(29,456)</b>	<b>(20,378)</b>
<b>(Increase) / decrease in assets</b>		
Investments	(2,325,042)	(793,608)
Deposit, prepayment and other receivables	(3,104)	99
	<b>(2,328,146)</b>	<b>(793,510)</b>
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company	5,961	1,322
Payable to the Trustee	103	(3)
Payable to the Securities and Exchange Commission of Pakistan	(370)	(496)
Accrued expenses and other liabilities	(23,066)	(19,303)
	<b>(17,372)</b>	<b>(18,480)</b>
Profit received on:		
- bank balances	356,778	113,410
- commercial papers	813	16,015
- bai mujjal	5,477	6,086
- sukuk	39,667	20,670
- term deposit receipts	62,538	12,080
<b>Net cash used in operating activities</b>	<b>(1,909,701)</b>	<b>(664,107)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amounts received on issuance of units	12,131,534	5,845,422
Amounts paid on redemption of units	(9,327,311)	(5,028,856)
<b>Net cash generated from financing activities</b>	<b>2,804,223</b>	<b>816,566</b>
<b>Net increase in cash and cash equivalents during the period</b>	<b>894,521</b>	<b>152,459</b>
Cash and cash equivalents at the beginning of the period	4,532,900	3,767,594
<b>Cash and cash equivalents at the end of the period</b>	<b>5,427,421</b>	<b>3,920,053</b>

The annexed notes from 1 to 19 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

- 1.1 NBP Islamic 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 approved by the Securities and Exchange Commission of Pakistan (SECP) on January 4, 2018 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

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

The Fund is an open-ended mutual fund and classified as sharia compliant "money market 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 competitive return with maximum possible capital preservation by investing in low risk and liquid Shariah Compliant authorised instruments.

The Pakistan Credit Rating Agency Limited (PACRA) has maintained an asset manager rating of 'AM1' to the Management Company on June 22, 2022, and has assigned stability rating of 'AA(f)' to the Fund on October 24, 2022.

During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely " Sindh Trust 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.

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.

### 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 comprise of:

- Interim Accounting Standard (IAS-34) Interim Financial Reporting, issued by the International Accounting standard Board (IASB) as notified under the Companies, Act ,2017;
- Provisions of and directives issued under the Companies Act, 2017 ; and
- The requirements of the Trust Deed , the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (The "NBFC Regulation") and the directives issued by the SECP.



Wherever provisions of and directives issued under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulation or the directives issued by the SECP differ with the requirements of the IAS 34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail. These condensed financial statements are unaudited and being distributed to the unitholders as required by the 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.

- 2.1.2** These condensed interim financial statements does not include all the information and disclosures required in a full set of financial statements and, therefore, should be read in conjunction with the annual 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 Fund's financial position and performance since the last annual financial statements.
- 2.1.3** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statement gives a true and fair view of the state of the Fund's affairs as at December 31, 2022.

## **2.2 Basis of measurement**

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

## **2.3 Functional and presentation currency**

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

## **3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2022, except for the adoption of any new amended standards as set out in 3.2.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in the application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future years if the revision affects both current and future periods.

- 3.1** The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the period ended December 31, 2022.

## **3.2 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.

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.



<b>New or Revised Standard or Interpretation</b>	<b>Effective Date "(Annual periods beginning on or after)"</b>
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.

<b>Standard or Interpretation</b>	<b>Effective Date "(Annual periods beginning on or after)"</b>
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.

<b>Standard or Interpretation</b>	<b>IASB effective date "(Annual periods beginning on or after)"</b>
IFRS 17 'Insurance Contracts' and amendments to IFRS 17	January 1, 2023

The significant judgments made by management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited financial statements of the Fund for the year ended December 31, 2022.

		<b>(Un-audited) December 31, 2022</b>	<b>(Audited) June 30, 2022</b>
		----- Rupees in '000 -----	
<b>4 BANK BALANCES</b>	<b>Note</b>		
Savings accounts	4.1	<b>5,402,386</b>	19,781
Current accounts	4.2	<b>25,035</b>	4,513,119
		<b>5,427,421</b>	<b>4,532,900</b>

- 4.1 These savings accounts carry mark-up at rates ranging from 6.5% to 15.90% per annum (June 30, 2022: 6.55% to 15.44% per annum).
- 4.2 These include bank balances of Rs. 1.620 million (June 30, 2022: Rs. 3.83 million) maintained with Bank Islami Pakistan (related party) and of Rs Nil (June 30, 2022: 1.13 million) maintained with National Bank of Pakistan (related party).

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
<b>5 INVESTMENTS</b>	<b>Note</b>	----- Rupees in '000 -----	
<b>At Fair value through profit or loss</b>			
Commercial papers	5.1	1,500,000	-
Sukuks	5.2	1,145,000	650,000
Term deposits receipts	5.3	900,000	890,000
Bai Muajjal	5.4	314,565	-
		<b>3,859,565</b>	<b>1,540,000</b>

## 5.1 Commercial papers

Name of the investee company	Note	Face Value				Carrying value as at December 31, 2022	Carrying value as at June 30, 2022
		As at July 01, 2022	Purchases during the period	Sales / matured during the period	As at December 31, 2022		
----- Rupees in '000 -----							
UBL Ameen Islamic Banking	5.1.1		1,000,000	-	1,000,000	1,000,000	-
UBL Ameen Islamic Banking	5.1.1		500,000	-	500,000	500,000	-
		-	1,500,000	-	1,500,000	1,500,000	-
<b>Carrying value as at December 31, 2022</b>						<b>1,500,000</b>	

## 5.1.1

Particulars	Profit/ mark-up rates	Issue date	Maturity Date	Face Value	Carrying value as a % of net assets	Carrying value as a % of total investment
- Rupees in '000 - ----- Percentage -----						
UBL Ameen Islamic Banking	15.65%	December 27, 2022	January 27, 2023	1,000,000	#REF!	25.87%
UBL Ameen Islamic Banking	15.65%	December 27, 2022	January 27, 2023	500,000	#REF!	12.94%
				<u>1,500,000</u>		



## 5.2 Sukuk

Name of the investee company	As at July 01, 2022	Number of certificates				Investment as a percentage of	
		Purchases during the year	Disposals / matured during the year	As at December 31, 2022	Market value as at December 31, 2022	Net assets	Market value of total investments
					Rupees '000'	-----	%
K-Electric STS-7	-	4900	4550	-	350,000	-	-
K-Electric STS-8	-	150	-	150	150,000	2%	4%
K-Electric STS-9	-	175	-	175	175,000	2%	5%
K-Electric STS-10	-	250	-	250	250,000	3%	6%
NML STS-01	-	120	-	120	120,000	1%	3%
CPHGC STS	-	100	-	100	100,000	1%	3%
					<u>1,145,000</u>		

Carrying value as at December 31, 2022

1,145,000

### 5.2.1 Significant terms and conditions of sukuk outstanding as at December 31, 2022 are as follows:

Name of security	Total face value	Face value (unredeemed)	Mark-up rate (per annum)	Issue Date	Maturity Date
K-Electric STS-7	350,000	350,000	17.24%	21-Aug-22	10-Feb-23
K-Electric STS-8	150,000	150,000	18.30%	29-Aug-22	28-Feb-23
K-Electric STS-9	175,000	175,000	18.35%	21-Sep-22	21-Mar-23
K-Electric STS-10	250,000	250,000	18.40%	5-Oct-22	5-Apr-23
NML STS-01	120,000	120,000	16.66%	1-Nov-22	1-May-23
CPHGC STS	100,000	100,000	18.42%	7-Dec-22	1-May-23
		<u>1,145,000</u>			

## 5.3 Term deposit receipts

Name of the investee company	Note	Carrying Value				Carrying Value as at December 31, 2022
		As at July 01, 2022	Purchases during the period	Sales / matured during the period	As at December 31, 2022	
						----- Rupees in '000 -----
Bank Al-Falah Ltd Islamic Banking		890,000	-	(890,000)	1,780,000	-
Bank Al-Falah Ltd Islamic Banking		-	910,000	(910,000)	-	-
Bank Al-Falah Ltd Islamic Banking		-	910,000	(910,000)	-	-
Bank Al-Falah Ltd Islamic Banking		-	900,000	-	900,000	900,000
		<u>890,000</u>	<u>2,720,000</u>	<u>(2,710,000)</u>	<u>2,680,000</u>	<u>900,000</u>

Face value as at December 31, 2022

2,680,000

### 5.3.1

Particulars	Profit / mark-up rates	Issue date	Maturity Date	Carrying value	Carrying value as a % of net assets	Carrying value as a % of total investment
				Rupees in '000		
Bank Alfalah Ltd- Islamic Banking	15.50%	December 07, 2022	March 7, 2023	900,000	9.59%	23.32%
				<u>900,000</u>		



## 5.4 Bai Muajjal

Name of the investee company	Note	Carrying Value				Carrying Value as at December 31, 2022
		As at July 01, 2022	Purchases during the period	Sales / matured during the period	As at December 31, 2022	
----- Rupees in '000 -----						
Pak Brunei Investment Company Ltd		-	314,565	-	314,565	314,565
		-	<b>314,565</b>	-	<b>314,565</b>	<b>314,565</b>

Pak Brunei have face value of RS. 314,565,959 as at Dec 31, 2022

(Un-audited) (Audited)  
December 31, June 30,  
2022 2022  
Note ----- Rupees in '000 -----

## 6 PRELIMINARY AND FLOATATION COSTS

Preliminary expenses and floatation costs at beginning of the year	6.1	140	360
Less: amortisation during the period		(111)	(220)
		<b>29</b>	<b>140</b>

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from March 01, 2018 as per the requirements set out in the Trust Deed of the Fund.

## 7 DEPOSIT, PREPAYMENT AND OTHER RECEIVABLES

Security deposit with Central Depository Company of Pakistan Limited	100	100
Mutual fund rating fee	-	125
Advance tax	70	70
Listing fee	14	-
Profit Receivable on COI	<b>3,216</b>	-
	<b>3,399</b>	295

## 8 PROFIT ACCRUED

Profit accrued on:		
- bank balances	57,058	35,631
- sukuks	56,823	26,883
- term deposit receipts	9,555	12,503
- bai muajjal	5,477	-
	<b>128,912</b>	75,017

## 9 PAYABLE TO NBP FUND MANAGEMENT LIMITED-MANAGEMENT COMPANY

Remuneration of the Management Company	9.1	985	649
Sindh Sales Tax on remuneration of the Management Company	9.2	128	84
Reimbursement of operational expenses	9.3	2,358	1,950
Reimbursement of selling and marketing expenses	9.4	9,434	7,799
Sales load and transfer load		4,588	1,625
Sindh Sales Tax on sales load and transfer load		596	212
ADC charges and Sindh Sales Tax on ADC charges		357	167
Other payable		151	151
		<b>18,598</b>	<b>12,637</b>



- 9.1** Under the provisions of the NBFC Regulations, the Management Company of the Fund was entitled to a remuneration during the first five years of a Fund, of an amount not exceeding 3% of the average annual net assets of the Fund and thereafter of an amount equal to 2% of such assets provided that Management Company may charge performance based or fixed fee or the combination of both which shall not exceed the limit prescribed in the NBFC Regulations and such fee structure shall be disclosed in the offering document.

The Management Company has charged management remuneration during the period as follows:

1% per annum on the daily income of the Fund subject to minimum 0.1% as average of NAV and maximum 1% of average NAV.

For the purpose of above calculation, daily net income is equals to gross income minus all expenses of the Fund excluding management remuneration and related sales tax thereon.

- 9.2** This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (2022: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 9.3** As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to Collective Investment Scheme (CIS) are chargeable to the scheme. Accordingly, the Management Company has charged 0.125% of daily NAV of the Fund.
- 9.4** The Management Company based on its own discretion has charged selling and marketing expenses at the 0.5% of daily net asset value of the Fund duly approved by the Board of Directors of the Management Company.

		<b>(Un-audited) December 31, 2022</b>	<b>(Audited) June 30, 2022</b>
	<b>Note</b>	<b>----- Rupees in '000 -----</b>	
<b>10</b>	<b>PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>		
	Remuneration of the Trustee	10.1 <b>364</b>	273
	Sindh Sales Tax on remuneration of the Trustee	10.2 <b>47</b>	35
		<b>411</b>	<b>308</b>

- 10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per tariff specified therein, based on the net assets of the Fund. The remuneration is payable to the Trustee monthly in arrears.

Trustee charged 0.065% per annum of net assets till September 30, 2021 and effective from October 01, 2021, tariff structure has been revised to actual custodial expenses / charges plus 0.055% per annum of average net assets.

- 10.2** This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (June 30,2022: 13%) on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

**11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

Under the provisions of the NBFC Regulations, a collective investment scheme categorised as "Shariah compliant money market scheme" is required to pay as annual fee to the Securities and Exchange Commission of Pakistan, an amount equal to 0.02% of the average annual net assets of the Fund. The fee is paid annually in arrears.



	(Un-audited) December 31, 2022	(Audited) June 30, 2022
-----Rupees in '000-----		
<b>12 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration	416	474
Settlement charges	238	7
Withholding tax	61	13,458
Capital gain tax	1,243	10,855
Legal and professional charges	89	137
Bank charges	41	22
Printing charges	52	34
Shariah advisor fee	562	782
	<b>2,703</b>	<b>25,769</b>
	<b>2,703</b>	<b>25,769</b>

## 13 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at December 31, 2022 (June 30, 2022: nil)

## 14 TAXATION

The Fund's income is exempt from income tax as per Clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders (excluding distribution made by issuance of bonus units). The Fund has not recorded any tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash at least 90% of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

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.

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.

## 15 TOTAL EXPENSE RATIO

Total expense ratio (all the expenses incurred during the period divided by average net assets for the period) is 0.92% (June 30, 2022 : 0.89%) including 0.04% (Dec 31, 2022 : 0.04%) representing government levies on collective investment scheme such as Sindh Sales Tax on management & trustee remuneration and Securities and Exchange Commission of Pakistan fee for the period. However, as per SECP SRO 639 (I)/2019 date June 30, 2019, total expense ratio has been limited to 2% for Money Market Funds.

## 16 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS AND RELATED PARTIES

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





- 16.1 The transactions with connected persons and related parties are carried at agreed terms.
- 16.2 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.
- 16.3 Remuneration of the Trustee is determined in accordance with the rates agreed between the Management Company and the Trustee.

	Half year ended	
	December 31, 2022	December 31, 2021
----- Rupees in '000 -----		
<b>16.4 Details of transactions with connected persons and related parties are as follows:</b>		
<b>NBP Fund Management Limited (Management Company)</b>		
Remuneration of the Management Company	4,897	2,411
Reimbursement of operational expenses to the Management Company	4,434	2,869
Reimbursement of selling and marketing expenses	17,736	11,478
ADC generated inclusive of Sindh Sales Tax	190	47
Sales load and transfer load inclusive of Sindh Sales Tax	3,348	1,374
Sindh Sales Tax on remuneration of the Management Company	637	313
<b>National Bank of Pakistan (Parent Company of the Management Company)</b>		
Profit Income	24,403	3
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	1,951	1,376
Sindh sales tax on remuneration on trustee	254	179
<b>Employees of the management company</b>		
Units issued / transferred in 18,852,671 (2021 :10,663,136) units	198,354	109,309
Units redeemed / transferred out 15,176,090 (2021: 11,159,722 ) units	159,885	114,370
<b>CDC Trustee NAFA Islamic Capital Preservation Plan I (Fund Managed by Management Company)</b>		
Units issued/ transferred in 888,895 (2021 :1,292,258) units	9,400	13,246
Units redeemed/ transferred out 1,056,973 (2021: 6,155,213) units	10,951	62,712
<b>CDC Trustee NAFA Islamic Capital Preservation Plan II (Fund Managed by Management Company)</b>		
Units issued/ transferred in 345,795 units (2021: 506,561 units)	3,700	5,200
Units redeemed/ transferred out 623,323 (2021: 3,423,525) units	6,500	34,968
<b>CDC Trustee NAFA Islamic Capital Preservation Plan III (Fund Managed by Management Company)</b>		
Units issued/ transferred in 338,357 (2021: 1,209,661) units	3,617	12,417
Units redeemed/ transferred out 650,720 (2021: 5,775,078) units	6,768	59,104
<b>CDC Trustee NAFA Islamic Capital Preservation Plan IV (Fund Managed by Management Company)</b>		
Units issued/ transferred in 294,826 (2021: 451,567) units	3,100	4,645
Units redeemed/ transferred out 790,108 (2021: 3,590,724) units	8,106	36,712



	<b>Half year ended</b>	
	<b>December 31, 2022</b>	<b>December 31, 2021</b>
	----- Rupees in '000 -----	
<b>CDC Trustee NAFA Islamic Capital Preservation Plan V (Fund Managed by Management Company)</b>		
Units issued / transferred in 87,638 (2021: 313,639) units	<b>943</b>	3,222
Units redeemed / transferred out 384,353 (2021: 4,651,013) units	<b>4,000</b>	47,644
	<b>(Un-audited)</b>	
	<b>Half year ended</b>	
	<b>December 31, 2022</b>	<b>December 31, 2021</b>
	----- Rupees in '000 -----	
<b>Cdc-Trustee Nbp Islamic Capital Preservation Plan Vi - Related Party</b>		
Units Issued / Trasferred In 3,268,096 ( 2021: nil) units	<b>34,700</b>	-
Units Redeemed / Transferred Out 1,026,752 ( 2021: nil ) units	<b>11,000</b>	-
<b>Khalid Mehmood - CFO</b>		
Units Issued / Trasferred In 66,349 ( 2021: nil units)	<b>700</b>	-
Units Redeemed / Transferred Out 47,199 ( 2021: nil units)	<b>500</b>	-
<b>Portfolio Managed by the Management Company</b>		
Units issued / transferred in 47,113,716 units (2021: 38,277,873 units)	<b>470,974</b>	388,387
Units redeemed / transferred out 53,790,132 units (2021: 57,508,263 Units)	<b>571,600</b>	587,170
<b>The Trustees Karachi Electric Provident Fund - holding more than 10% of units in issue/net assets of the fund**</b>		
Units issued / transferred in Nil units (2021: 88,007,256 units)	-	912,389

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

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

	<b>(Un-audited) December 31, 2022</b>	<b>(Audited) June 30, 2022</b>
	----- Rupees in '000 -----	
<b>16.5 Amounts outstanding as at period / year end are as follows :</b>		
<b>NBP Fund Management Limited (Management Company)</b>		
Remuneration of the Management Company	<b>985</b>	649
Sindh Sales Tax on remuneration of the Management Company	<b>128</b>	84
Reimbursement of operational expenses	<b>4,588</b>	1,950
Sales load and transfer load	<b>2,358</b>	1,625
Sindh sales tax on sales and transfer load	<b>9,434</b>	212
ADC charges inclusive of Sindh Sales Tax	<b>357</b>	167
Reimbursement of selling and marketing expense	<b>596</b>	7,799
Other payable	<b>151</b>	151



	(Un-audited) December 31, 2022	(Audited) June 30, 2022
	----- Rupees in '000 -----	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	364	273
Sindh sales tax on remuneration of the Trustee	47	35
CDC charges	47	7
Security deposit	100	100
<b>Employees of management company</b>		
Investment held in the Fund: 6,329,659 Units (June 30, 2022: 2,643,168 Units)	68,310	26,634
<b>CDC Trustee NAFA Islamic Capital Preservation Plan-I Portfolio Managed by Management Company</b>		
Investment held in the Fund: 1,597,507 Units (June 30, 2022: 1,765,584 Units)	17,240	17,791
<b>CDC Trustee NAFA Islamic Capital Preservation Plan-II (Fund Managed by Management Company)</b>		
Investment held in the Fund: 1,518,333 units (June 30, 2022: 1,795,861 units)	16,386	18,096
<b>CDC Trustee NAFA Islamic Capital Preservation Plan-III (Fund Managed by Management Company)</b>		
Investment held in the Fund: 1,001,886 units (June 30, 2022: 1,314,248 units)	10,812	13,243
<b>CDC Trustee NAFA Islamic Capital Preservation Plan-IV (Fund Managed by Management Company)</b>		
Investment held in the Fund: 284,018 units (June 30, 2022: 779,301 units)	3,065	7,853
<b>CDC Trustee NAFA Islamic Capital Preservation Plan-V (Fund Managed by Management Company)</b>		
Investment held in the Fund: 253,536 units (June 30, 2022: 550,250 units)	2,736	5,545
<b>Portfolio Managed by Management Company</b>		
Investment held in the Fund 41,528,778 units : (June 30, 2022: 46,574,649)	448,182	469,305
<b>CDC-Trustee Nbp Islamic Capital Preservation Plan VI- Related Party</b>		
Investment held in the Fund: 2,241,344 units (June 30, 2022: nil units)	24,189	-
<b>Khalid Mehmood - CFO</b>		
Investment held in the Fund: 19,149 units (June 30, 2022: nil units)	207	-
<b>National Bank of Pakistan - Parent Company of the Management Company</b>		
Bank Balances	1,014,829	1,129
<b>Bankislami Pakistan Limited - Common Directorship with the Management Company</b>		
Bank balances	5,403	3,832



	(Un-audited) December 31, 2022	(Audited) June 30, 2022
	----- Rupees in '000 -----	
<b>Fauji Fertilizer Company Limited (Common Directorship with the Management Company)</b>		
Investment held in the fund nil units ( June 30, 2022: 928 units )	-	9
<b>Persons holding ten percent or more of units in issue / net assets of the fund</b>		
<b>The Trustees Karachi Electric Provident Fund</b>		
Investment held in the Fund: 90,782,220 Units (June 30, 2022: 90,782,220 Units)	<b>979,731</b>	914,758
<b>CP Fund Lady Reading Hospital Medical Teaching Institution</b>		
Investment held in the Fund: nil Units (June 30, 2022: 62,973,029 Units)	-	634,541

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

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

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

## 17 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.

### Fair value hierarchy:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:



	Carrying Value			Fair Value				
	Fair value through profit & loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total	
Note ----- Rupees in '000 -----								
<b>December 31, 2022</b>								
<b>Financial assets measured at fair value</b>								
Commercial papers	5.1	1,500,000	-	1,500,000	-	1,500,000	-	1,500,000
Sukuks	5.2	1,145,000	-	1,145,000	-	1,145,000	-	1,145,000
Term deposits receipts	5.3	900,000	-	900,000	-	900,000	-	900,000
Bai-Muajjal	5.4	314,565	-	314,565	-	314,565	-	314,565
		<u>3,859,565</u>	<u>-</u>	<u>3,859,565</u>	<u>-</u>	<u>3,859,565</u>	<u>-</u>	<u>3,859,565</u>
<b>Financial assets not measured at fair value</b>								
Bank balances	4	-	5,427,421	5,427,421	-	-	-	-
Mark-up accrued	6	-	128,912	128,912	-	-	-	-
Receivable against units transferred		-	3,013	3,013	-	-	-	-
Deposit	7	-	100	100	-	-	-	-
		<u>-</u>	<u>5,559,446</u>	<u>5,559,446</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities not measured at fair value</b>								
Payable to the Management Company	8	-	18,598	18,598	-	-	-	-
Remuneration payable to the trustee	9	-	411	411	-	-	-	-
Payable against units transferred		-	12,310	12,310	-	-	-	-
Accrued expenses and other liabilities	11	-	1,399	1,399	-	-	-	-
Net assets attributable to redeemable units		-	9,387,607	9,387,607	-	-	-	-
		<u>-</u>	<u>9,420,325</u>	<u>9,420,325</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
			<b>Carrying Value</b>				<b>Fair Value</b>	
	Fair value through profit & loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total	
Note ----- Rupees in '000 -----								
<b>June 30, 2022</b>								
<b>Financial assets measured at fair value</b>								
Commercial papers	5.1	-	-	-	-	-	-	-
Term deposit receipts	5.2	890,000	-	890,000	-	890,000	-	890,000
Sukuks	5.3	650,000	-	650,000	-	650,000	-	650,000
		<u>1,540,000</u>	<u>-</u>	<u>1,540,000</u>	<u>-</u>	<u>1,540,000</u>	<u>-</u>	<u>1,540,000</u>
<b>Financial assets not measured at fair value</b>								
Bank balances	4	-	4,532,900	4,532,900	-	-	-	-
Mark-up accrued	6	-	75,017	75,017	-	-	-	-
Receivable against units transferred	9	-	23,735	23,735	-	-	-	-
Deposit	7	-	225	225	-	-	-	-
		<u>-</u>	<u>4,631,877</u>	<u>4,631,877</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities not measured at fair value</b>								
Payable to the Management Company	8	-	12,637	12,637	-	-	-	-
Remuneration payable to the trustee	9	-	308	308	-	-	-	-
Payable against units transferred		-	45,355	45,355	-	-	-	-
Accrued expenses and other liabilities	11	-	1,456	1,456	-	-	-	-
Net assets attributable to redeemable units		-	6,086,938	6,086,938	-	-	-	-
		<u>-</u>	<u>6,146,694</u>	<u>6,146,694</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



## 18 GENERAL

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

18.2 This condensed interim financial information are unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 have not been reviewed.

## 19 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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