



*Managing Your Savings*

**NBP Fund Management Limited**



# **NBP MAHANA AMDANI FUND**

**QUARTERLY** REPORT  
MARCH 31, 2023

**AM1**  
Rated by PACRA

# MISSION STATEMENT

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

## Contents

<b>FUND'S INFORMATION</b>	<b>03</b>
<b>DIRECTORS' REPORT</b>	<b>05</b>
<b>CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES</b>	<b>09</b>
<b>CONDENSED INTERIM INCOME STATEMENT</b>	<b>10</b>
<b>CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME</b>	<b>11</b>
<b>CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND</b>	<b>12</b>
<b>CONDENSED INTERIM CASH FLOW STATEMENT</b>	<b>13</b>
<b>NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION</b>	<b>14</b>

## 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 Shahra-e-Faisal, Karachi.

### Bankers to the Fund

Allied Bank Limited	Soneri Bank Limited
Askari Bank Limited	Telenor Microfinance Bank Limited
Bank Al Habib Limited	HBL Microfinance Bank Limited
Bank Alfalah Limited	U Microfinance Bank Limited
Bank Islami Pakistan Limited	United Bank Limited
Habib Bank Limited	Mobilink Microfinance Bank Limited
Habib Metropolitan Bank Limited	Al Baraka Bank Pakistan Limited
JS Bank Limited	National Bank of Pakistan
Khushhali Bank Limited	Faysal Bank Limited
MCB Bank Limited	The Bank of Khyber
Meezan Bank Limited	
Samba Bank Limited	
Silk Bank Limited	

## **Auditors**

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

## **Legal Advisor**

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

## **Head Office:**

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

## **Lahore Office:**

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

## **Islamabad Office:**

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

## **Peshawar Office:**

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

## **Multan Office:**

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

## DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of **NBP Mahana Amdani Fund (NMAF)** for the period ended March 31, 2023.

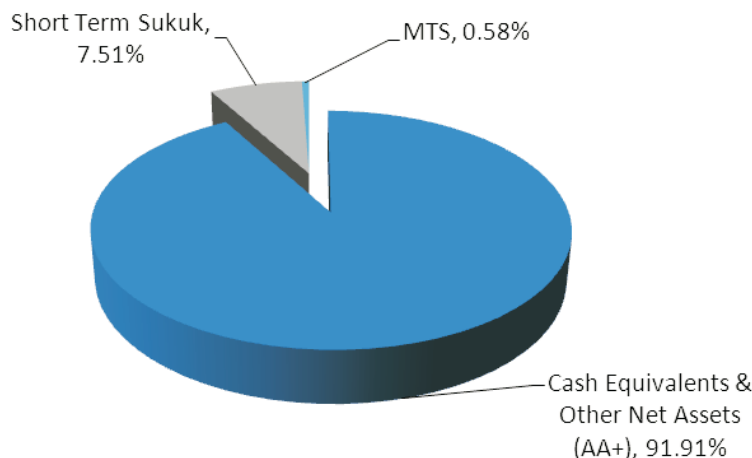
### Fund's Performance

During 9MFY23, the State Bank of Pakistan (SBP) held six Monetary Policy Committee (MPC) meetings and increased the Policy Rate by 6.25% to 20%. Various stringent administrative measures were taken, however, near-term risks to inflation outlook from external and fiscal adjustments persisted. The CPI inflation averaging at 27.3% YoY coupled with a decline in financial inflows, rising global interest rates and domestic uncertainties, continued to exert pressure on FX reserves and led to significant deterioration in exchange rate. The net liquid foreign exchange reserves with SBP stands at only USD 4.2 billion at March end, posing serious challenges and persistent risks to the financial stability & fiscal consolidation. Sovereign yields also responded to these policy actions and to the rising inflation & interest rate outlook. During the period, SBP held twenty (20) T-Bill auctions realizing a total of Rs. 14.8 trillion against the target of Rs. 16.2 trillion. The yields on T-Bills for 3-month, 6-month and 12-month tenures increased by 6.4%, 6.0% and 5.9% respectively. Similarly, PIB yields increased by 4.8%, 2.3% and 2.1% for 3-year, 5-year and 10-year tenure, however, there was no market interest in 10-year bond due to the rising interest rate scenario. There were nine (9) PIB auctions held where an amount of around Rs. 969 billion was realized.

The Fund is rated 'AA- (f)' by PACRA, which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Weighted average maturity of the Fund cannot exceed one year. The Fund is allowed to invest in MTS. However, NBP Funds' internal guidelines permit financing in only fundamentally strong companies. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rate of return with no direct exposure to the stock market.

The size of NBP Mahana Amdani Fund has decreased from Rs. 4,054 million to Rs. 3,992 million during the period (a decline of 2%). During the period, the unit price of the Fund has increased from Rs. 10.2006 on June 30, 2022 to Rs. 11.4098 on March 31, 2023, thus showing a return of 15.8% as compared to the benchmark return of 17.1% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 525.02 million during the period. After deducting total expenses of Rs. 52.13 million, the net income is Rs. 472.89 million. The asset allocation of NMAF as on March 31, 2023 is as follows:



## Acknowledgement

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

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

On behalf of the Board of  
**NBP Fund Management Limited**

---

**Chief Executive Officer**

Date April 29, 2023  
Place: Karachi.

---

**Director**

## ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2023ء کو ختم ہونے والی نو ماہی کے لئے NBP ماہانہ آمدنی فنڈ (NMAF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

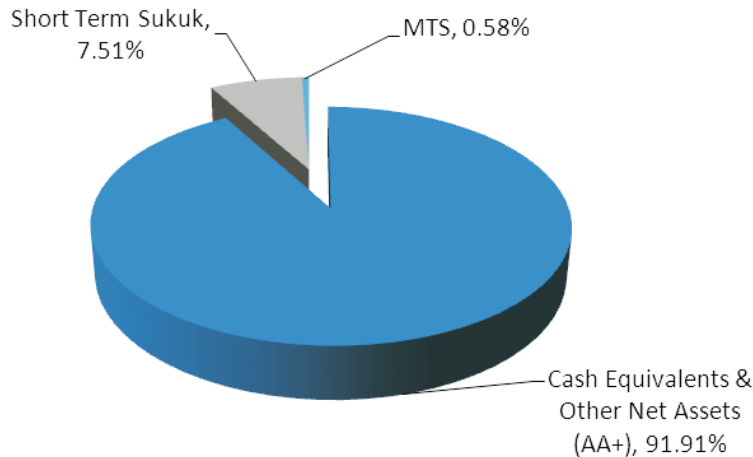
### فنڈ کی کارکردگی

9MFY23 کے دوران، اسٹیٹ بینک آف پاکستان (SBP) نے مانیٹری پالیسی کمیٹی (MPC) کے چھ اجلاس منعقد کیے اور پالیسی کی شرح میں 6.25 فیصد سے 20 فیصد تک کا اضافہ کیا۔ مختلف سخت انتظامی اقدامات اٹھائے گئے، تاہم، بیرونی اور مالیاتی مطابقت کے باعث افراط زر کے نقطہ نظر سے قلیل مدت کے خطرات برقرار رہے۔ مالیاتی بہاؤ میں کمی، بڑھتی ہوئی عالمی شرح سود اور مقامی غیر یقینی صورتحال کے ساتھ ساتھ 27.3 فیصد سالانہ اوسط CPI افراط زر نے FX ذخائر پر دباؤ ڈالنا جاری رکھا اور شرح مبادلہ میں نمایاں گراؤ کا باعث بنی۔ SBP کے پاس خالص لیکویڈ غیر ملکی زرمبادلہ کے ذخائر مارچ کے آخر میں صرف 4.2 بلین امریکی ڈالر رہ گئے، جو مالیاتی اور مالی استحکام کے لیے سنگین چیلنجز اور مستقل خطرات کا باعث ہیں۔ حکومتی شرح منافع نے بھی ان پالیسی اقدامات اور بڑھتی ہوئی افراط زر اور شرح سود کے نقطہ نظر کا اثر اٹھایا۔ اس مدت کے دوران، SBP نے بیس (20) ٹی۔ بلز نیلامیوں کا انعقاد کیا جس میں 16.2 ٹریلین روپے کے ہدف کے مقابلہ میں 14.8 ٹریلین روپے کی وصولی ہوئی۔ 3-ماہ، 6-ماہ اور 12-ماہ کی مدت کے لیے ٹی۔ بلز پر منافع میں بالترتیب 6.4 فیصد، 6.0 فیصد اور 5.9 فیصد کا اضافہ ہوا۔ اسی طرح، 3 سالہ، 5 سالہ اور 10 سالہ مدت کے لیے PIB کے منافع میں بالترتیب 4.8 فیصد، 2.3 فیصد اور 2.1 فیصد کا اضافہ ہوا، تاہم، شرح سود کے بڑھتے ہوئے تناظر میں 10 سالہ بانڈ میں کسی مارکیٹ نے دلچسپی نہیں دیکھی۔ نو (9) پی آئی بی کی نیلامیاں منعقد ہوئیں جہاں تقریباً 969 بلین روپے کی رقم وصولی ہوئی۔

فنڈ کو PACRA کی طرف سے AA-(f) کی ریٹنگ دی گئی ہے جو منافع جات میں متعلقہ استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشاندہی کرتی ہے۔ فنڈ کی میچورٹی کی نئی تلی اوسط مدت ایک سال سے زائد نہیں ہو سکتی۔ فنڈ کو MTS میں سرمایہ کاری کی اجازت ہے، تاہم NBP فنڈ کی داخلی ہدایات صرف بنیادی طور پر مستحکم کمپنیوں میں سرمایہ کاری کی اجازت دیتی ہیں۔ یہ یہاں ذکر مناسب ہے کہ اس ایسیٹ کلاس میں فنڈ منافع کی پہلے سے طے شدہ شرح منافع پر فنانسنگ فراہم کرتا ہے اور اسٹاک مارکیٹ میں براہ راست سرمایہ کاری نہیں کرتا۔

اس مدت کے دوران NBP ماہانہ آمدنی فنڈ کا سائز 4,054 ملین روپے سے کم ہو کر 3,992 ملین روپے ہو گیا ہے، (یعنی 2% کی کمی)۔ اس مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2023 کو 10.2006 روپے سے بڑھ کر 31 مارچ 2023 کو 11.4098 روپے تک پہنچ چکی ہے، لہذا اسی مدت کے لئے اپنے بیچ مارک منافع 17.1% کے مقابلے میں 15.8% منافع درج کرایا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو اس مدت کے دوران 525.02 ملین روپے کی مجموعی آمدنی ہوئی۔ 52.13 ملین روپے کے اخراجات متہا کرنے کے بعد خالص آمدنی 472.89 ملین روپے ہے۔ 31 مارچ کے مطابق NMAF کی ایسٹ ایلوکیشن حسب ذیل ہے:







## اظہار تشکر

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

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

منجانب یورڈا آف ڈائریکٹرز  
NBP فونڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 29 اپریل 2023

مقام: کراچی

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2023

	Un-audited March 31, 2023	Audited June 30, 2022
Note	-----Rupees in '000-----	
<b>ASSETS</b>		
Balances with banks and short term deposits	4    3,632,647	3,993,843
Investments	5    300,000	96,400
Receivable against Margin Trading System	22,983	-
Profit receivable	78,717	53,250
Receivable against transfer of units	4,489	31,906
Deposits, prepayments and other receivables	884	669
<b>Total assets</b>	<b>4,039,720</b>	<b>4,176,068</b>
<b>LIABILITIES</b>		
Payable to the Management Company	30,653	29,073
Payable to the Trustee	288	393
Payable to the Securities and Exchange Commission of Pakistan	636	974
Payable on redemption of units	11,687	29,855
Accrued expenses and other liabilities	4,168	61,477
<b>Total liabilities</b>	<b>47,432</b>	<b>121,772</b>
<b>NET ASSETS</b>	<b>3,992,288</b>	<b>4,054,296</b>
<b>Unit holders' funds (as per statement attached)</b>	<b>3,992,288</b>	<b>4,054,296</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
	6	(Number of units)
<b>Number of units in issue</b>	<b>349,900,016</b>	<b>397,457,788</b>
	-----Rupees-----	
<b>Net asset value per unit</b>	<b>11.4098</b>	<b>10.2006</b>

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

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	Nine months ended		Quarter ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Note -----Rupees in '000-----				
<b>INCOME</b>				
Gain / (Loss) on sale of investments - net	208	(166)	426	11
Income from government securities	109,937	29,966	9,684	9,985
Income from short term sukuk	34,688	-	15,406	-
Income from certificates of investment	-	1,207	-	1,207
Income from letter of placements	24,199	1,950	12,884	304
Income from commercial paper	3,600	36,213	-	17,360
Income from bank deposits	338,089	237,947	129,978	82,879
Income form Margin Trading System	14,298	32,685	7,994	4,057
Net unrealised (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	-	-	(379)	-
<b>Total Income</b>	<b>525,019</b>	<b>339,802</b>	<b>175,993</b>	<b>115,803</b>
<b>EXPENSES</b>				
Remuneration of the Management Company	4,933	5,754	1,620	1,653
Sindh sales tax on remuneration of the Management Company	641	748	210	215
Remuneration of the Trustee	2,386	2,814	736	827
Sindh sales tax on remuneration of the Trustee	310	366	96	108
Annual fee - Securities and Exchange Commission of Pakistan	636	750	196	220
Reimbursement of Accounting and operational charges to the Management Company	4,020	4,690	1,270	1,378
Reimbursement Selling and marketing expenses	36,587	36,618	11,291	11,792
Auditors' remuneration	677	682	178	162
Settlement and bank charges	949	4,434	96	461
Annual listing fee	21	21	7	7
Fund rating fee	493	432	175	142
Legal and professional charges	58	440	10	135
National Clearing Company of Pakistan Limited fee	402	138	402	138
Printing charges	12	80	5	45
<b>Total Expenses</b>	<b>52,125</b>	<b>57,967</b>	<b>16,292</b>	<b>17,283</b>
<b>Net income from operating activities</b>	<b>472,894</b>	<b>281,835</b>	<b>159,701</b>	<b>98,520</b>
Reversal for Sindh Workers' Welfare Fund	-	15,169	-	-
<b>Net income for the period before taxation</b>	<b>472,894</b>	<b>297,004</b>	<b>159,701</b>	<b>98,520</b>
Taxation	-	-	-	-
<b>Net income for the period after taxation</b>	<b>472,894</b>	<b>297,004</b>	<b>159,701</b>	<b>98,520</b>
<b>Allocation of net income for the period</b>				
Net income for the period	472,894	297,004	159,701	98,520
Income already paid on units redeemed	(126,001)	(82,745)	(51,298)	(37,497)
	<b>346,893</b>	<b>214,259</b>	<b>108,403</b>	<b>61,023</b>
<b>Accounting income available for distribution:</b>				
-Relating to capital gains	208	-	47	11
-Excluding capital gains	346,685	214,259	108,356	61,012
	<b>346,893</b>	<b>214,259</b>	<b>108,403</b>	<b>61,023</b>

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2023

	Nine months ended		Quarter ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	-----Rupees in '000-----			
Net income for the period after taxation	472,894	297,004	159,701	98,520
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>472,894</u>	<u>297,004</u>	<u>159,701</u>	<u>98,520</u>

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

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine Months ended Mar-2023			Nine Months ended Mar-2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	4,030,034	24,262	4,054,296	5,267,767	19,555	5,287,322
Issuance of 1,912,238,429 units (2022: 884,693,684 units)						
- Capital value	19,505,979	-	19,505,979	9,013,525	-	9,013,525
- Element of income	1,021,696	-	1,021,696	284,535	-	284,535
Total proceeds on issuance of units	20,527,673	-	20,527,675	9,298,060	-	9,298,060
Redemption of 1,959,796,201 units (2022: 1,001,850,340 units)						
- Capital value	(19,991,097)	-	(19,991,097)	(10,207,152)	-	(10,207,152)
- Element of loss	(945,479)	(126,001)	(1,071,480)	(246,074)	(82,745)	(328,819)
Total payments on redemption of units	(21,062,577)	(126,001)	(21,062,577)	(10,535,971)	(82,745)	(10,535,971)
Total comprehensive income for the period	-	472,894	472,894	-	297,004	297,004
<b>Net assets at end of the period</b>	<b>3,495,130</b>	<b>371,155</b>	<b>3,992,288</b>	<b>4,029,856</b>	<b>233,814</b>	<b>4,346,415</b>
Undistributed income brought forward						
- Realised		24,262			19,554	
- Unrealised		-			1	
		<u>24,262</u>			<u>19,555</u>	
Accounting income available for distribution:						
- Relating to capital gains		208			-	
- Excluding capital gains		346,685			214,259	
		<u>346,893</u>			<u>214,259</u>	
<b>Interim distributions made during the period</b>		-			-	
Undistributed income carried forward		<u>371,155</u>			<u>233,814</u>	
Undistributed income carried forward						
- Realised		371,155			233,814	
- Unrealised gain / loss		-			-	
		<u>371,155</u>			<u>233,814</u>	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<u>10.2006</u>			<u>10.1883</u>
Net assets value per unit at end of the period			<u>11.4098</u>			<u>10.8173</u>

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

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months ended	
	March 31, 2023	March 31, 2022
	-----Rupees in '000-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	472,894	297,004
<b>Adjustments</b>		
Income from government securities	(109,937)	(29,966)
Income from det securities	(34,688)	-
Income from certificates of investment	-	(1,207)
Income from letter of placements	(24,199)	(1,950)
Income from commercial paper	(3,600)	(36,213)
Income from bank deposits	(338,089)	(237,947)
Income from Margin Trading System	(14,298)	(32,685)
(Reversal of) / provision against Sindh Workers' Welfare Fund - net	-	(15,169)
loss / (Gain) on sale of investments - net	(208)	166
	<u>(52,125)</u>	<u>(57,967)</u>
<b>(Increase) / decrease in assets</b>		
Investments	(203,392)	(749,324)
Receivable against Margin Trading System	(22,983)	1,009,416
Deposits, prepayments and other receivables	(215)	283
	<u>(226,590)</u>	<u>260,375</u>
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company	1,580	(3,221)
Payable to the Trustee	(105)	(289)
Payable to the Securities and Exchange Commission of Pakistan	(338)	(465)
Accrued expenses and other liabilities	(57,309)	(29,351)
	<u>(56,172)</u>	<u>(33,326)</u>
Profit received on bank deposits, Sukuk certificates, government securities, commercial papers, certificate of investment, MTS and letters of placement	499,344	334,875
<b>Net cash generated from operating activities</b>	<u>164,457</u>	<u>503,957</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units	20,555,092	9,329,982
Payments on redemption of units	(21,080,745)	(10,527,570)
<b>Net cash (used in ) from financing activities</b>	<u>(525,653)</u>	<u>(1,197,588)</u>
<b>Net decrease in cash and cash equivalents during the period</b>	<u>(361,196)</u>	<u>(693,631)</u>
Cash and cash equivalents at the beginning of the period	3,993,843	4,278,626
<b>Cash and cash equivalents at the end of the period</b>	<u>3,632,647</u>	<u>3,584,995</u>

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

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP Mahana Amdani Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and the 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 October 7, 2009, in accordance with the Non-Banking and Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the 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 18, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

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

The Fund has been categorised as an open ended 'income scheme' pursuant to the provisions contained in Circular 7 of 2009.

The objective of the Fund is to provide an open-end income scheme, seeking to minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.

The Pakistan Credit Rating Agency (PACRA) has reaffirmed the asset manager rating of the Management Company of AM1 (2021: AM1) on June 23, 2021. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, the Pakistan Credit Rating Agency Limited (PACRA) has maintained the stability rating of the Fund at "AA-(f)" (2021: "AA-(f)" on April 16, 2021) dated October 18, 2021.

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

### 2 BASIS OF PREPARATION

#### 2.1 STATEMENT OF COMPLIANCE

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2023.

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

### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

4	BANK BALANCES	Note	Un-audited	(Audited)
			March 31, 2023	June 30, 2022
			----- Rupees in '000 -----	
	In current accounts		1,751	1,751
	In savings accounts		3,630,896	3,992,092
			<b>3,632,647</b>	<b>3,993,843</b>
<hr/>				
5	INVESTMENTS			
	<b>Investment by category</b>			
	<b>At fair value through profit or loss</b>			
	Investment in Government securities	5.1	-	-
	Commercial Paper	5.2	-	96,400
	Letter of placement	5.3	-	-
	Short term Sukuk	5.4	300,000	-
			<b>300,000</b>	<b>96,400</b>
			<b>300,000</b>	<b>96,400</b>



## 5.1 Investment in government securities - 'At fair value through profit or loss'

Issue date	Tenor in months	Face value				Market Value as at March 31, 2023	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2022	Purchased during the period	Disposed / matured during the period	As at March 31, 2023			

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

### Market Treasury Bills

March 10, 2022	6	-	500,000	500,000	-	-	-	-
June 2, 2022	3	-	500,000	500,000	-	-	-	-
June 16, 2022	3	-	2,100,000	2,100,000	-	-	-	-
June 30, 2022	3	-	2,600,000	2,600,000	-	-	-	-
July 14, 2022	3	-	2,600,000	2,600,000	-	-	-	-
July 28, 2022	3	-	500,000	500,000	-	-	-	-
August 11, 2022	3	-	3,300,000	3,300,000	-	-	-	-
August 25, 2022	3	-	1,000,000	1,000,000	-	-	-	-
September 22, 2022	3	-	1,600,000	1,600,000	-	-	-	-
October 6, 2022	3	-	1,700,000	1,700,000	-	-	-	-
October 20, 2022	3	-	1,370,000	1,370,000	-	-	-	-
November 17, 2022	3	-	1,270,000	1,270,000	-	-	-	-
January 4, 2023	3	-	100,000	100,000	-	-	-	-

Carrying Value as at March 31, 2023

-

Market value as at June 30, 2022

-

Carrying value as at June 30, 2022

-

## 5.2 Commercial papers

Issue date	Security rating	Face value				Carrying /Market Value as at March 31, 2023	Market value as % of	
		As at July 1, 2022	Purchased during the period	Matured during the period	As at March 31, 2023		total invest-ments	net assets

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

China Power Hub Generation Company (Private) Limited	AA+, PACRA	100,000	-	100,000	-	-	-	-

Carrying value as at March 31, 2023

-

Total as at June 30, 2022

96,400

## 5.3 Certificate of Investment

Name of Issuer	Profit rate per annum	Maturity date	As at July 01, 2022	Placed during the period	Matured during the period	As at March 31, 2023	Market value as % of	
							Total investments	Net assets
-----Rupees in '000-----								
Pak-Oman Investment Company Limited	15.10%	September 16, 2022	-	500,000	500,000	-	-	-
Pak Libya Holding Company (Private)	15.20%	September 12, 2022	-	500,000	500,000	-	-	-
Pak Libya Holding Company (Private)	16.00%	December 16, 2022	-	200,000	200,000	-	-	-
Pak Libya Holding Company (Private)	16.75%	February 16, 2023	-	200,000	200,000	-	-	-
Pak Libya Holding Company (Private)	16.75%	January 27, 2023	-	100,000	100,000	-	-	-
Pak Libya Holding Company (Private)	17.75%	March 9, 2023	-	100,964	100,964	-	-	-
Pak Libya Holding Company (Private)	17.50%	March 9, 2023	-	204,130	204,130	-	-	-
Pak Libya Holding Company (Private)	20.25%	March 30, 2023	-	100,964	100,964	-	-	-
Pak Libya Holding Company (Private)	20.25%	March 30, 2023	-	204,130	204,130	-	-	-
						-	-	-
Total as at June 30, 2022						-	-	-

## 5.4 Short Term Sukuk Certificates

Name of the security	As at July 1, 2022	Purchases during the period	Matured / disposed off during the period	As at March 31, 2023	Market value as at March 31, 2023	Percentage in relation to	
						Net assets of the Fund	Total market value of the investment
----- Number of certificates-----					(Rupees in '000)	----- % -----	
K-Electric Limited - short-term sukuk - 1 (Face value of Rs. 1,000,000 per certificate Maturity February 10, 2023)	-	95	95	-	-	-	-
K-Electric Limited - short-term sukuk - 1 (Face value of Rs. 1,000,000 per certificate Maturity April 5, 2023)	-	300	-	300	300,000	0.08	1.00
<b>Total as at March 31, 2022 (un-audited)</b>					300,000	0.08	1.00
Carrying value as at March 31, 2023					300,000		
<b>Total as at June 30, 2022 (audited)</b>					-	-	-

## 6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2023 and June 30, 2022.

## 7 REIMBURSEMENT OF SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1.07% per annum of the net assets of the Fund.

## 8 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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

## 9 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 1.55% (March 31, 2021: 1.47%) which includes 0.05% (March 31, 2021: 0.19%) representing Government Levy, Sindh Worker's Welfare Fund and the SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

## 10 TRANSACTIONS WITH CONNECTED PERSONS

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

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

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

10.4 The details of transactions with connected persons and balances with them as at period end are as follows:

---- (Un-Audited) ----	
Nine months ended	
March 31, 2023	March 31, 2022
-----Rupees in '000-----	

### 10.5 Transactions during the period

#### NBP Fund Management Limited

Management fee for the period	4,933	5,754
Sindh sales tax on remuneration of the Management Company	641	748
Reimbursement of Accounting and operational charges to the Management Company	4,020	4,690
Reimbursement of Selling and marketing expenses	36,587	36,618
Sales load	7,564	11,997
ADC Share and Sind sale tax - Payable to Management Company	1,277	1,332

#### Central Depository Company of Pakistan Limited - Trustee

Remuneration for the period	2,386	2,814
Sindh sales tax on remuneration of the Trustee	310	366
Settlement charges	51	578

		---- (Un-Audited) ---- Nine months ended	
		March 31, 2023	March 31, 2022
		-----Rupees in '000-----	
<b>Employees of the Management Company</b>			
	Units issued / transferred in 22,781,155 units; (2022: 2,931,744 units)	248,736	30,789
	Units redeemed / transferred out 20,741,370 units; 2022: 3,579,200 units)	226,299	37,689
<b>Portfolios managed by the Management Company</b>			
	Units issued - 88 units (2022: 5,098,594 units)	1	52,715
	Units redeemed - Nil units (2022: 10,197,188 units)	-	105,430
<b>Muhammad Murtaza Ali - Company Secretary / Chief Operation Officer of the Management Company</b>			
	Units issued / transferred in: 24,460 units (2022: Nil units)	250	-
	Units redeemed: 293,532 units (2022: 81,825 units)	3,000	869
<b>Dr. Amjad Waheed - Chief Executive Officer</b>			
	Units issued / transferred in 195,257 units (2022: Nil units)	1,996	-
	Units redeemed - 195,341 units (2022: Nil units)	2,003	-
<b>Bank Islami Pakistan Limited (Common Directorship)</b>			
	Bank profit earned on saving account	4,429	422
<b>Khushhali Bank Limited - (Common Directorship)*</b>			
	Bank profit earned on saving account	-	36,313
<b>National Bank of Pakistan (Parent company)</b>			
	Bank profit earned on saving account	419	2,034
	Purchase of treasury bills	990,451	949,501
<b>K Electric - (Common Directorship)</b>			
	Purchase of Sukuk	395,000	2,034
	Profit accrued during the period	34,688	949,501
<b>National Clearing Company of Pakistan Limited (Common Directorship)*</b>			
	NCCPL charges	-	138
	Laga and levy	-	3,535
<b>10.6</b>	<b>Amounts outstanding as at period end</b>	<b>Un-audited March 31, 2023</b>	<b>Audited June 30, 2022</b>
		<b>(Rupees in '000)</b>	
<b>NBP Fund Management Limited</b>			
	Remuneration payable to the Management Company	614	569
	Reimbursement of Allocation of expenses	1,271	1,395
	Sindh sales tax on remuneration of the Management Company	79	73
	Federal excise duty on remuneration of the Management Company	10,620	10,620
	Reimbursement of Selling and Marketing expenses payable	11,290	12,463
	Sales load and Transfer Load to Management Company	4,771	2,063
	Sales tax payable on sales load	620	268
	Federal excise duty on sales load	292	292
	ADC Share and Sind sale tax - Payable to Management Company	808	1,042
	Others	288	288

	Un-audited March 31, 2023 (Rupees in '000)	Audited June 30, 2022
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	255	282
Sindh Sales Tax payable	33	37
Settlement charges payable	60	74
Security Deposit	100	100
<b>National Bank of Pakistan - Parent Company</b>		
Current Account	1,751	1,751
Savings Account	7,388	18,051
Profit receivable on savings account	6	162
<b>Employees of the Management Company</b>		
Investment held in the Fund ( units 2,806,293; June 30, 2022: 764,055 units)	32,019	7,800
<b>Dr. Amjad Waheed - Chief Executive Officer</b>		
Investment held in fund Nil units (June 30, 2022: 84 units)	-	1
<b>Telenor Microfinance Bank Limited (Common Directorship)</b>		
Bank Balances	1	1
Profit receivable on savings account	6	6
<b>Bank Islami Pakistan Limited (Common Directorship)</b>		
Bank Balances	30,255	9,256
Profit receivable on savings account	1	34
<b>Khushhali Bank Limited - (Common Directorship)*</b>		
Bank Balances	-	374,078
Profit receivable on savings account	-	6,114
<b>Mr. Ali Saigol -- Director</b>		
Investment held in the Fund (1,147 units; June 30, 2022: 1,147 units)	13	12
<b>Muhammad Murtaza Ali - Company Secretary / COO</b>		
Units held:435 units (June 30, 2022: 269,506 units)	5	2,749
<b>National Clearing Company of Pakistan Limited (Common Directorship)*</b>		
Security deposit	-	250

\*Current year figures have not been presented as the person is not classified as a related party / connected person of the Fund as at March 31, 2023.

## 11 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.

### **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;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

## **12 DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue by the Board of Directors of the Management Company on April 29, 2023.

## **13 GENERAL**

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

### **13.2 CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant changes to corresponding figures have been made during the current period.

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

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Director**

## Head Office

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

**UAN:** 021-111-111-632

**Toll Free:** 0800-20002

**Sms:** INVEST to 9995

**Fax:** 021-35825335

**Email:** [info@nbpffunds.com](mailto:info@nbpffunds.com)

**Website:** [www.nbpffunds.com](http://www.nbpffunds.com)

 /nbpffunds