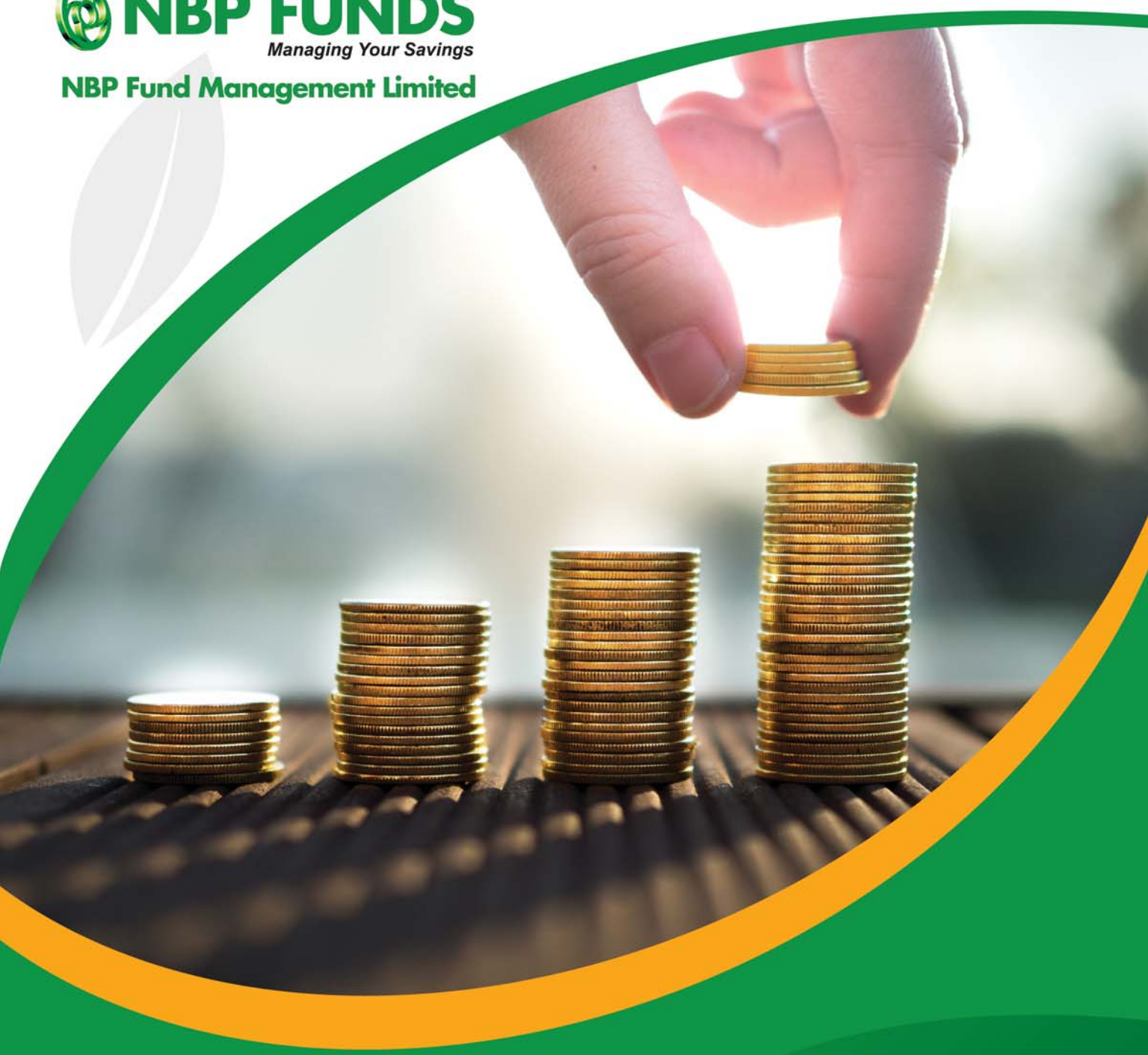




Managing Your Savings

NBP Fund Management Limited



NBP PAKISTAN GROWTH EXCHANGE TRADED FUND

QUARTERLY REPORT
SEPTEMBER 30, 2023

AM1
Rated by PACRA

MISSION STATEMENT

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



Contents

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

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
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Human Resource & Remuneration Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Tauqeer Mazhar	Member

Strategy & Business Planning Committee

Mr. Saad Amanullah Khan	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
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

Habib Metropolitan Bank Limited
JS Bank Limited

**Auditors**

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

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

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

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed Interim financial statements of **NBP Pakistan Growth Exchange Traded Fund (NBP-GETF)** for the quarter ended September 30, 2023.

Fund's Performance

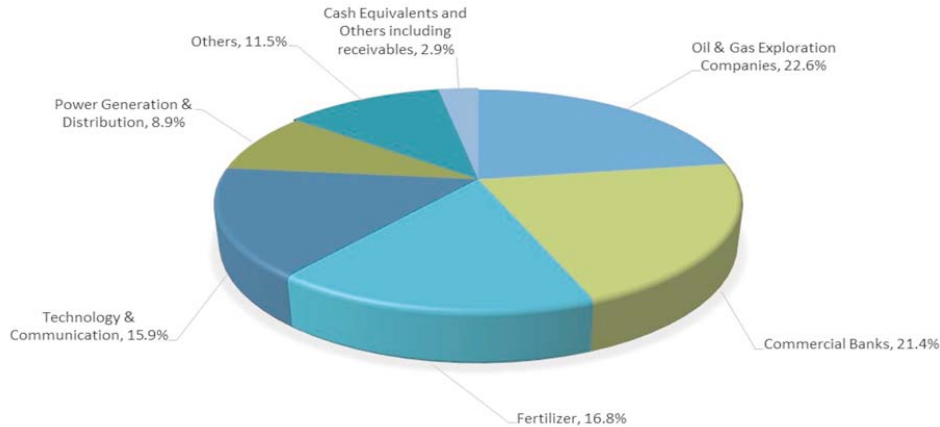
During 1QFY24, equities displayed sharp rebound as the benchmark KSE-100 index rose considerably by 4,780 points, translating into a robust return of 11.5% for the period. The stock market has started off the year on a solid footing. The Staff Level Agreement (SLA) signed with IMF on 29th June was the pivotal point that changed investors' sentiment and the course of stock market. Soon after, the IMF executive board also accorded its approval to USD 3 billion Stand-By-Agreement (SBA) for nine months till March-24. Coinciding with this, the country received USD 2 billion from Saudi Arabia and later on UAE also approved a deposit of USD 1 billion. It was followed by the receipt of first loan tranche of USD 1.2 billion of SBA from IMF. Fitch also upgraded Pakistan's Long-Term Foreign Currency Issuer Rating. Following the SLA, Pakistan's dollar bonds also rallied in the international market. After resumption of IMF program, import restrictions were lifted, and as payment backlog was gradually cleared, current account deficit resurfaced clocking in at USD 935 million during 2MFY24 with workers remittances also dropping by 20% on a yearly basis to USD 6.3 billion during 1Q. Foreign exchange market remained tumultuous during the period as PKR exhibited sharp movements due to inadequate reserves & abnormal demand in the kerb market, which also put pressure on the interbank rates. However, timely administrative measures & crack down on illicit trades provided stability. Inflation reading on a sequential basis has tapered off, but still remained elevated averaging around 29% during 1Q, due to massive increase in energy component of the CPI basket and unabated increase in food inflation. During the quarter, Monetary Policy Committee (MPC) of SBP kept the Policy Rate unchanged at 22%, citing that economic uncertainty has diminished, and also pointing out towards likely downward path of inflation over the next 12 months, particularly latter half of FY24. Despite the economic headwinds, the listed corporate space continued to announce impressive results. During June quarter, cumulative profitability of the KSE-100 index has surged by a whopping 66% YoY, while overall FY23 profitability has surged by around 20% on a yearly basis, despite imposition of higher super tax.

In terms of sector wise performance, Auto Parts & Accessories, Chemicals, Commercial Banks, Oil & Gas Exploration, Power Generation & Distribution, Refinery, Transport sectors outperformed the market. On the other hand, Auto Assemblers, Cable & Electrical Goods, Cements, Engineering, Fertilizers, Food & Personal Care, Glass & Ceramics, Insurance, Miscellaneous, Paper & Board, Pharmaceutical, Technology & Communication, and Textile Composite sectors lagged the market. On participants-wise market activity, Insurance, Companies and Foreigners emerged the largest net buyers with inflows of around USD 45 million, USD 25 million & USD 22 million, respectively. On the contrary, Banks/DFIs & Mutual Funds lowered their net holdings by around USD 43 million and USD 38 million, respectively.

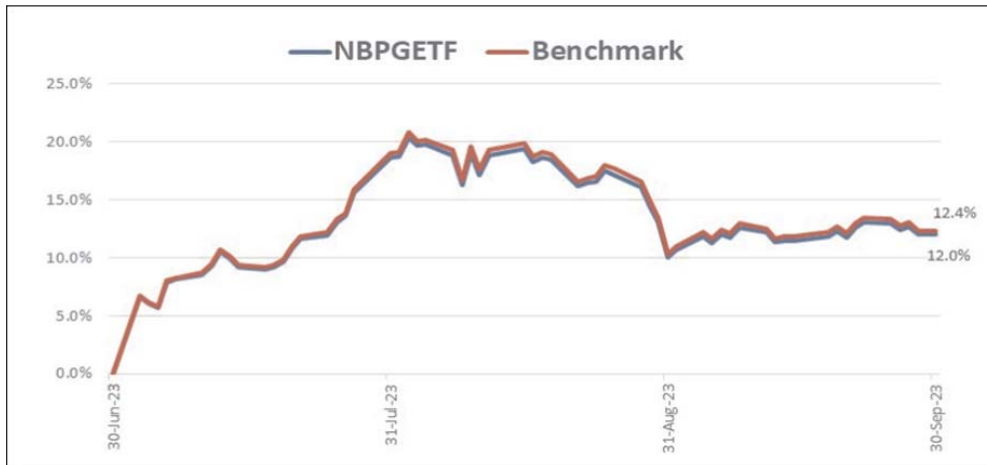
The size of NBP Pakistan Growth Exchange Traded Fund has increased from Rs. 54 million to Rs. 58 million during the period, i.e., an increase of 7%. During the period, the unit price of NBP Pakistan Growth Exchange Traded Fund (NBPGETF) has increased from Rs. 9.5200 (Ex-Div) on June 30, 2023 to Rs 10.6629 on September 30, 2023, thus showing an increase of 12.0%. The Benchmark for the same period increases by 12.4%. Thus, the Fund has underperformed its Benchmark by 0.4% during the period under review Tracking error for the period was 0.03%. Since inception the NAV of the Fund has increased from Rs. 8.9078 (Ex-Div) on October 06, 2020 Rs 10.6629 on September 30, 2023, thus showing an increase of 19.7%. During the said period, the Benchmark increased by 27.9%, translating into underperformance of 8.2%. This performance is net of management fee and all other expenses.

NBP Pakistan Growth Exchange Traded Fund has earned a total income of Rs. 6.61 million during the period. After deducting total expenses of Rs. 0.21 million, the net income is Rs. 6.40 million.

The asset allocation of the Fund as on September 30, 2023 is as follows:



NBPGETF Performance versus Benchmark



Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive Officer

Director

Date: October 30, 2023
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ میٹجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2023ء کو ختم ہونے والی پہلی سہ ماہی کے لئے NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ (NBP-GETF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

مالی سال 24 کی پہلی سہ ماہی کے دوران، ایکویٹیز نے تیز ترین بحالی کا مظاہرہ کیا کیونکہ بیچ مارک KSE-100 انڈیکس میں 4,780 پوائنٹس کا نمایاں اضافہ ہوا، لہذا اس مدت کے لیے 11.5% کا مستحکم منافع ہوا۔

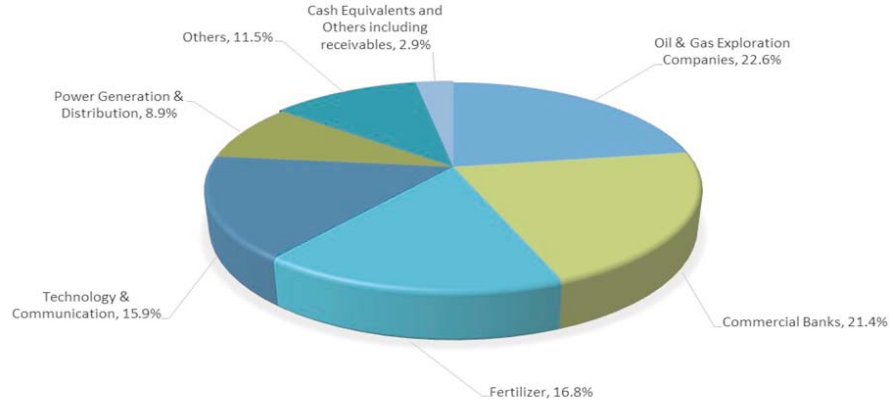
اسٹاک مارکیٹ میں سال کا آغاز ڈھوس بنیادوں پر ہوا ہے۔ 29 جون کو IMF کے ساتھ اسٹاف لیول ایگریمنٹ (SLA) پر دستخط وہ اہم نکتہ تھا جس نے سرمایہ کاروں کے رجحان اور اسٹاک مارکیٹ کا رخ بدل دیا۔ اس کے فوراً بعد، آئی ایم ایف کے ایگزیکٹو بورڈ نے 24 مارچ تک نومبر کے لیے 3 بلین امریکی ڈالر کے اسٹیٹڈ ہائی ایگریمنٹ (SBA) کی منظوری بھی دی۔ اس کے ساتھ ہی، ملک کو سعودی عرب سے 2 بلین امریکی ڈالر وصول ہونے اور اس کے بعد متحدہ عرب امارات نے بھی 1 بلین امریکی ڈالر کی رقم جمع کرانے کی منظوری دی۔ یہ آئی ایم ایف سے SBA کے 1.2 بلین امریکی ڈالر کے قرض کی پہلی قسط کی وصولی کے بعد ہوا۔ Fitch نے پاکستان کی طویل مدتی غیر ملکی کرنسی جاری کرنے والی ریٹنگ کو بھی اپ گریڈ کیا۔ SLA کے بعد بین الاقوامی مارکیٹ میں پاکستان کے ڈالر بانڈز میں بھی تیزی آگئی۔ IMF پروگرام کے دوبارہ شروع ہونے کے بعد، درآمدی پابندیاں ہٹا دی گئیں، اور ادا کیے گئے لاک بیڈریج واضح، مالی سال 24 کے 2 ماہ کے دوران کرنٹ اکاؤنٹ خسارہ 935 ملین امریکی ڈالر تک اور کارکنوں کی ترسیلات زر بھی سالانہ بنیادوں پر 20 فیصد کم ہو کر پہلی سہ ماہی کے دوران 6.3 بلین امریکی ڈالر تک پہنچ گئیں۔ غیر ملکی زرمبادلہ مارکیٹ اس عرصے کے دوران کشیدہ رہی کیونکہ پاکستانی روپیہ نے ناکافی ذخائر اور کرب مارکیٹ میں غیر معمولی طلب کی وجہ سے تیز محرکات کا مظاہرہ کیا، جس نے انٹریٹ ریٹ پر بھی دباؤ ڈالا۔ تاہم، بروقت انتظامی اقدامات اور غیر قانونی تجارت کے خلاف کریک ڈاؤن نے اسٹیٹکس فراہم کیا۔ CPI باسکٹ کے اہم اجزاء میں بڑے پیمانے پر اضافہ اور غذائی افراط زر میں بہت زیادہ اضافہ کی وجہ سے، مسلسل بنیادوں پر افراط زر کی شرح کم ہوئی، لیکن پھر بھی پہلی سہ ماہی کے دوران اوسطاً 29 فیصد کے قریب رہی۔ سہ ماہی کے دوران، SBP کی مانیٹری پالیسی کمیٹی (MPC) نے پالیسی شرح کو 22% پر برقرار رکھا، بیان کیا کہ اقتصادی غیر یقینی صورتحال بہتر ہوئی ہے، اور اگلے 12 مہینوں میں، خاص طور پر مالی سال 24 کی آخری ششماہی میں افراط زر کے کم نہ ہونے کے امکان ہیں۔ اقتصادی مشکلات کے باوجود سٹاک کمپنیوں نے متاثر کن نتائج کا اعلان کیا۔ جون سہ ماہی کے دوران، KSE-100 انڈیکس کے مجموعی منافع میں سالانہ بنیادوں پر 66% کا اضافہ ہوا، جب کہ بلنڈ سپر ٹیکس کے نفاذ کے باوجود، مالی سال 23 کے مجموعی منافع میں سالانہ بنیادوں پر تقریباً 20% کا اضافہ ہوا۔

سکیر وارا کارکردگی کے لحاظ سے، آٹو پارٹس اینڈ ایسیریز، کیمیکل، کمرشل بینک، آئل اینڈ گیس ایکسپلوریشن، پاور جنریشن اینڈ ڈسٹری بیوشن، ریفرنسری، ٹرانسپورٹ سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ دوسری جانب آٹو اسمبلرز، کیبل اینڈ الیکٹریکل گڈز، سیمنٹ، انجینئرنگ، فریٹلائزرز، فوڈ اینڈ پوسٹل کیمر، گلاس اینڈ سیرامکس، انشورنس، متفرق، پیپر اینڈ بورڈ، فارماسیوٹیکل، ٹیکسٹائل اور کمپوٹیشن، اور ٹیکسٹائل کمپوزٹ شعبوں نے مارکیٹ سے اتیر کارکردگی کا مظاہرہ کیا۔ شرکاء کے لحاظ سے مارکیٹ کی سرگرمیوں پر، انشورنس، کمپنیاں اور غیر ملکی بالتز تیب 45 ملین امریکی ڈالر، 25 ملین امریکی ڈالر اور 22 ملین امریکی ڈالر کی آمد کے ساتھ اہم خالص خریدار ہے۔ اس کے برعکس، بینک/DFIs اور میوچل فنڈز نے بالتز تیب 43 ملین امریکی ڈالر اور 38 ملین امریکی ڈالر تک اپنی خالص ہولڈنگز کو کم کر دیا۔

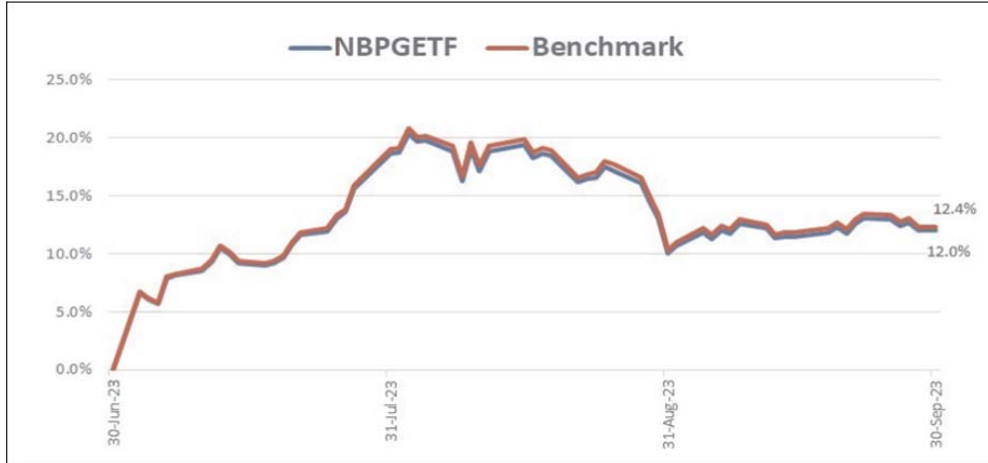
موجودہ مدت کے دوران NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ کا سائز 54 ملین روپے سے بڑھ کر 58 ملین روپے ہو گیا یعنی 7% کا اضافہ ہوا۔ زبر جائزہ مدت کے دوران، NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ (NBPGETF) کے یونٹ کی قیمت 30 جون 2023 کو 9.5200 روپے سے بڑھ کر 30 ستمبر 2023 کو 10.6629 روپے ہو گئی، لہذا اسی مدت کے دوران 12.0% کا اضافہ دیکھنے میں آیا۔ اسی مدت میں بیچ مارک 12.4 فیصد کا اضافہ ہوا۔ لہذا فنڈ نے زبر جائزہ مدت کے دوران اپنے بیچ مارک سے 0.4% یا 10.4% زبر کارکردگی ظاہر کی، مدت کے لئے ٹریڈنگ ایر 0.03% تھا۔ اپنے آغاز سے فنڈ کا NAV 105 اکتوبر 2020 کو 8.9078 (Ex-Div) روپے سے بڑھ کر 30 ستمبر 2023 کو 10.6629 روپے ہو گیا، لہذا 19.7% کا اضافہ ظاہر کیا۔ موجودہ مدت کے دوران، بیچ مارک 27.9% سے بڑھا، لہذا 8.2% کی اتر کارکردگی کا مظاہرہ کیا۔ فنڈ کی یہ کارکردگی میٹجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP پاکستان گروتھ ایکسچینج ٹریڈڈ فنڈ کو اس مدت کے دوران 6.61 ملین روپے کی مجموعی آمدنی ہوئی ہے۔ 0.17 ملین روپے کے اخراجات منہا کرنے کے بعد، خالص آمدنی 6.44 ملین روپے ہے۔

30 ستمبر 2023 کے مطابق فنڈ کی ایسٹ ایبلو کیشن حسب ذیل ہے:



NBP-GETF کارکردگی بخلاف بیچ مارک



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر ریونٹ 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 ٹرسٹی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP فنڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 30 اکتوبر 2023

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2023

		(Un-audited) September 30, 2023	(Audited) June 30, 2023
	Note	(Rupees in '000)	
ASSETS			
Bank balances		1,632	2,073
Investments	4	56,193	52,680
Profit and dividend receivable		540	7
Other receivables		63	63
Total assets		58,428	54,823
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		20	20
Payable to Central Depository Company of Pakistan Limited - Trustee		17	5
Payable to the Securities and Exchange Commission of Pakistan		5	11
Dividend Payable		-	764
Accrued expenses and other liabilities		486	384
Total liabilities		528	1,184
NET ASSETS		57,900	53,639
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		57,900	53,639
CONTINGENCIES AND COMMITMENTS			
	5	Number of units	
NUMBER OF UNITS IN ISSUE		5,430,000	5,460,000
		Rupees	
NET ASSET VALUE PER UNIT		10.6629	9.8240

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended September 30, 2023	Quarter Ended September 30, 2022
	(Rupees in '000)	
INCOME		
Profit on bank deposits	87	52
Dividend income	1,480	984
	1,567	1,036
Gain / (Loss) on sale of investments - net	1,774	301
Unrealised (diminution) on re-measurement of investments classified as financial assets ' at fair value through profit or loss' - net	3,269	(53)
	5,043	248
Total income / (loss)	6,610	1,284
EXPENSES		
Remuneration of NBP Fund Management Limited - Management Company	-	100
Sindh Sales Tax on remuneration of the Management Company	-	13
Remuneration of Central Depository Company of Pakistan Limited - Trustee	15	13
Sindh Sales Tax on remuneration of the Trustee	2	2
Annual fee of the Securities and Exchange Commission of Pakistan	15	3
Listing Fee	7	3
Securities transaction cost	39	17
Auditors' remuneration	63	127
Legal and professional charges	25	39
Settlement and bank charges	2	23
Printing charges	1	9
Total operating expenses	169	349
Net income from operating activities	6,441	935
Element of income / (losses) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	(40)	1
Net income for the period before taxation	6,401	936
Taxation	-	-
Net income for the period after taxation	6,401	936
Accounting income available for distribution:		
- Relating to capital gains	5,043	248
- Excluding capital gains	1,358	688
	6,401	936

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended September 30, 2023	Quarter Ended September 30, 2022
	(Rupees in '000)	
Net income for the period after taxation	6,401	936
Other comprehensive income for the period	-	-
Total comprehensive income for the period	6,401	936

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended September 30, 2023			Quarter Ended September 30, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)			(Rupees in '000)		
Net assets at beginning of the period	54,492	(853)	53,639	54,871	(2,879)	51,992
Issuance of Nil units (2022: 10,000 units)						
- Capital value	-	-	-	94	-	94
- Element of (loss)	-	-	-	2	-	2
Total proceeds on issuance of units	-	-	-	96	-	96
Redemption of 20,000 units (2022: 20,000 units)						
- Capital value	(295)	-	(295)	(189)	-	(189)
- Element of income	(39)	-	(39)	(1)	-	(1)
Total payments on redemption of units	(334)	-	(334)	(190)	-	(190)
Element of income / (losses) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	40	-	40	(1)	-	(1)
Total comprehensive income for the period	-	6,401	6,401	-	936	936
Final Distribution @ 0.34 per unit declared on 19-Sep-2023		(1,846)	(1,846)			
Net assets at end of the period (un-audited)	54,198	3,702	57,900	54,776	(1,943)	52,833
Undistributed income brought forward forward:						
- Realised income		2,269			8,580	
- Unrealised income		(3,122)			(11,459)	
		(853)			(2,879)	
Accounting income available for distribution:						
- Relating to capital gains		5,043			248	
- Excluding capital gains		1,358			688	
		6,401			936	
Net income for the period after taxation		-			-	
Final Distribution @ 0.34 per unit declared on 19-Sep-2023		(1,846)				
Undistributed income carried forward		<u>3,702</u>			<u>(1,943)</u>	
Undistributed income carried forward:						
- Realised income		433			(1,890)	
- Unrealised (loss)		3,269			(53)	
		<u>3,702</u>			<u>(1,943)</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		<u>9.8240</u>			<u>9.4530</u>	
Net assets value per unit at end of the period		<u>10.6629</u>			<u>9.6235</u>	

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended September 30, 2023	Quarter Ended September 30, 2022
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	6,401	936
Adjustments		
Profit on bank deposits	(87)	(52)
Dividend income	(1,480)	(984)
Unrealised diminution on re-measurement of investments classified as financial assets ' at fair value through profit or loss' - net	(3,269)	53
Element of (income) / losses and capital (gains) / losses included in prices of units issued less those in units redeemed - net	40	(1)
	(4,796)	(984)
(Increase) / Decrease in assets		
Other receivables	-	(8)
Investments - net	(244)	(2,540)
	(244)	(2,548)
Increase / (decrease) in liabilities		
Payable to NBP Fund Management Limited - Management Company	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	12	-
Dividend Payable	(764)	-
Payable to the Securities and Exchange Commission of Pakistan	(6)	(9)
Accrued expenses and other liabilities	102	170
	(656)	161
Dividend income received	949	984
Profit received on bank deposits	85	59
Net cash generated from / (used in) operating activities	<u>1,739</u>	<u>(1,392)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	-	96
Amount paid against redemption of units	(334)	(190)
Dividend Paid	(1,846)	-
Net cash (used in) from financing activities	<u>(2,180)</u>	<u>(94)</u>
Net decrease in cash and cash equivalents during the period	(441)	(1,486)
Cash and cash equivalents at the beginning of the period	2,073	3,487
Cash and cash equivalents at the end of the period	<u><u>1,632</u></u>	<u><u>2,001</u></u>

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Pakistan Growth Exchange Traded Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 03, 2020

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

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

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

The Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed an asset manager rating of AM1 as at June 22, 2022 to the Management Company. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.

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

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

During the year ended 30 June, 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 Novemebr 02, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 STATEMENT OF COMPLIANCE

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 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, 2023.
- 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, 2023.

4 INVESTMENTS

		(Un-audited) September 30, 2023	(Audited) June 30, 2023
	Note	--(Rupees in '000)--	
At fair value through profit or loss			
Quoted equity securities	4.1	56,193	52,680

4.1 Investments in equity securities - listed

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

Listed equity securities

Name of the Investee Company	----- Number of shares held -----					Market value as a percentage of			Holding as a percentage of paid-up capital of investee company
	As at July 1, 2023	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at September 30, 2023	Market value	Net assets of the Fund	Total market value of investments	
----- % -----									
OIL AND GAS MARKETING COMPANIES									
Pakistan State Oil Company Limited *	22,386			3,381	19,005	2,333	4.03%	4.15%	-
						2,333	4.03%	4.15%	
OIL AND GAS EXPLORATION COMPANIES									
Oil and Gas Development Company Limited	56,238	6,540	-	1,962	60,816	5,866	10.13%	10.44%	-
Pakistan Oilfields Limited *	7,098	-	-	582	6,516	2,540	4.39%	4.52%	-
Pakistan Petroleum Limited *	52,962	11,990	-	1,421	63,531	4,706	8.13%	8.37%	-
						13,112	22.65%	23.33%	
FERTILIZERS									
Engro Corporation Limited *	17,472	1,635	-	102	19,005	4,564	7.88%	8.12%	-
Engro Fertilizer Limited *	42,588	-	-	11,094	31,494	2,391	4.13%	4.25%	-
Fauji Fertilizer Company Limited *	36,582	-	-	6,717	29,865	2,773	4.79%	4.93%	-
						9,728	16.80%	17.30%	
CEMENT									
Lucky Cement Limited *	10,920	-	-	3,318	7,602	4,290	7.41%	7.63%	-
						4,290	7.41%	7.63%	
CHEMICALS									
Engro Polymer & Chemicals	49,140	-	-	49,140	-	-	0.00%	0.00%	-
						-	0.00%	0.00%	
POWER GENERATION & DISTRIBUTION									
The Hub Power Company Limited *	64,428	-	-	5,784	58,644	5,180	8.95%	9.22%	-
						5,180	8.95%	9.22%	
COMMERCIAL BANKS									
Meezan Bank Limited *	32,760	-	-	7,782	24,978	2,863	4.94%	5.09%	-
Habib Bank Limited *	44,772	-	-	5,676	39,096	3,536	6.11%	6.29%	-
MCB Bank Limited *	-	19,075	-	613	18,462	2,387	4.12%	4.26%	-
Bank Alfalah Limited*	56,784	-	-	56,784	-	-	0.00%	0.00%	-
United Bank Limited *	30,576	-	-	5,598	24,978	3,587	6.20%	6.38%	-
						12,373	21.37%	22.02%	
TECHNOLOGY & COMMUNICATION									
TRG Pakistan Limited	48,594	11,445	-	1,938	58,101	5,114	8.83%	9.10%	0.01%
Systems Limited	-	10,900	-	-	10,900	4,063	7.02%	7.23%	0.00%
						9,177	8.83%	9.10%	
Total - September 30, 2023						56,193	90.04%	93%	
Carrying value as at September 30, 2023						52,924			

* Nil figure due to rounding off difference.

5 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023.

6 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

As per NBFC Regulation 62(1) w.e.f. July 01, 2023, the Asset Management Company, within fifteen days of the close of every calendar month of the Collective Investment Scheme, shall pay the Commission non-refundable fee which is 0.095% of average annual net assets of this CIS.

7 TAXATION

The income of the Fund is exempt from income tax under 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 accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2023 to the unit holders in the manners as explained above, no provision for taxation has been made in these financial statements.

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

8 TOTAL EXPENSE RATIO

The annualized total expense ratio (TER) of the Fund based on the current period is 1.11% (2022: 2.62%) which includes 0.10% (2022: 0.13%) representing Government Levies and the SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorized as an "Index" scheme.

9 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

- 9.1** Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 9.2** Transactions with connected persons / related parties are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 9.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 9.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

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

	----- (Un-audited) -----	
	Quarter Ended September 30, 2023	Quarter Ended September 30, 2022
	----- (Rupees in '000) -----	
NBP Fund Management Limited - Management Company		
Remuneration of NBP Fund Management Limited - Management Company	-	100
Sindh Sales Tax on remuneration of the Management Company	-	13
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	15	13
Sindh Sales Tax on remuneration of the Trustee	2	2
Settlement charges	1	3
Taurus Securities Limited - subsidiary of parent company		
Brokerage expense	37	-
Fauji Fertilizer Company Limited - common directorship		
Nil shares purchased (2022: purchased of 673 shares)	-	293
6,717 shares sold (2022: sale of 457 shares)	651	13
Dividend income	115	67
JS Global Capital Limited - unit holder with more than 10% holding		
Units purchased during the period: Nil units (2022: 10,000 units purchased)	-	96
Units redeemed during the period: 30,000 (2022: 20,000 units purchased)	335	190

(Un-audited) September 30, 2023	(Audited) June 30, 2023
---------------------------------------	-------------------------------

(Rupees in '000)

9.6 Amounts / balances outstanding as at period end are as follows

NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	-	-
Sindh Sales Tax on remuneration of the Management Company	-	-
Other payable to Management Company	20	20
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	14	4
Sindh Sales Tax payable on Trustee remuneration	2	1
Settlement charges payable	1	-
Fauji Fertilizer Company Limited - common directorship		
Shares held: 29,865 shares (June 30, 2023.: 36,582 shares)	2,773	3,601
JS Global Capital Limited - unit holder with more than 10% holding		
Units held: 4,930,000 units (June 30, 2023: 4,960,000 units)	52,568	48,727
MRA Securities Limited - unit holder with more than 10% holding		
Units held: 500,000 units (June 30, 2023: Nil units)	5,331	-

10 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by the Board of Directors of the Management Company on October 30, 2023.

11 GENERAL

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpffunds.com

Website: www.nbpffunds.com

 /nbpffunds