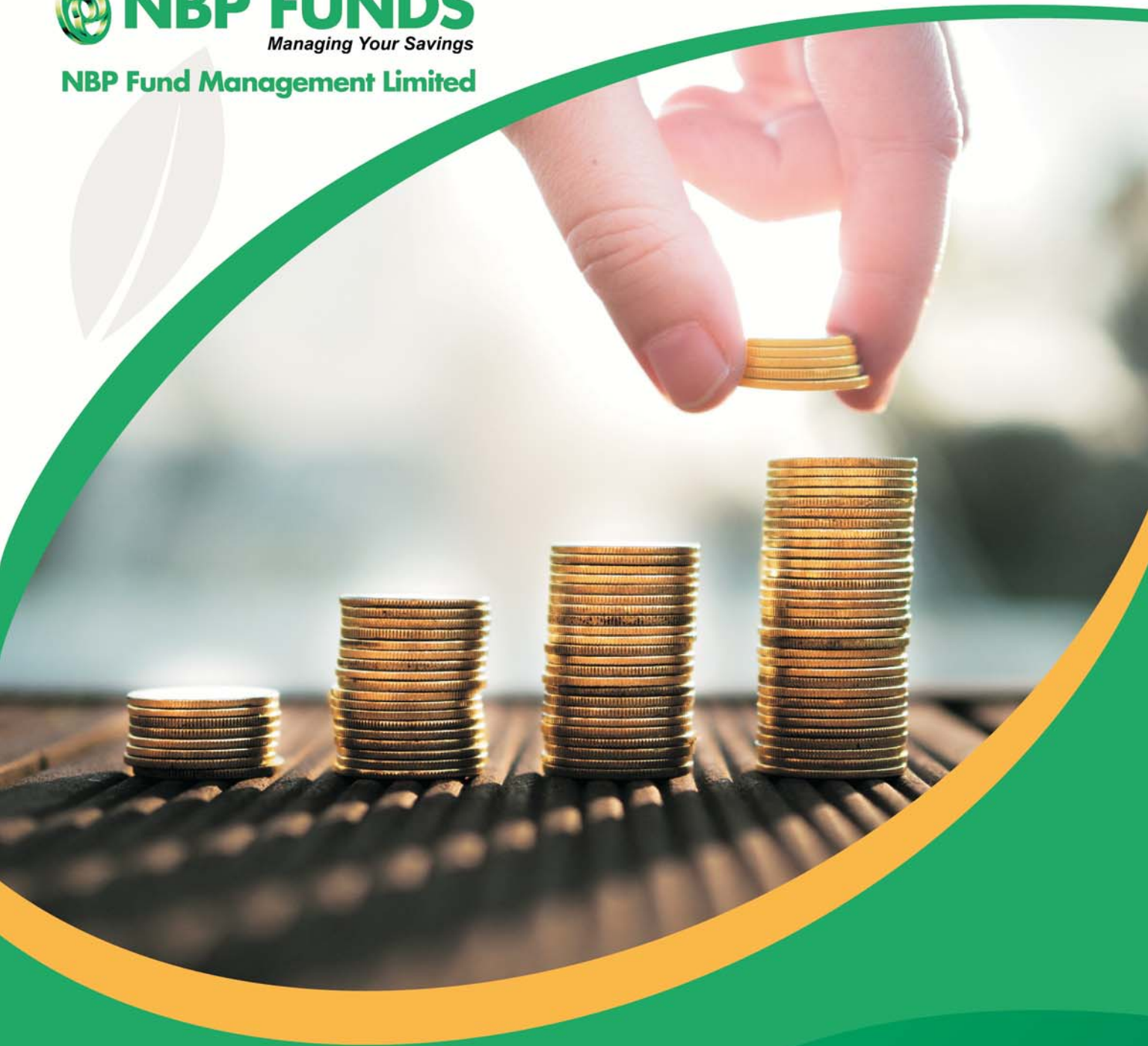




*Managing Your Savings*

**NBP Fund Management Limited**



## **NBP SAVINGS FUND**

**HALF YEARLY** REPORT  
DECEMBER 31, 2023

**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
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 Shahra-e-Faisal, Karachi.

### Bankers to the Fund

Allied Bank Limited	Khushhali Microfinance Bank Limited
Al Baraka Islamic Bank Limited	Habib Metropolitan Bank Limited
Bank Islami Pakistan Limited	Mobilink Microfinance Bank Limited
Bank Alfalah Limited	
Bank Al Habib Limited	
Dubai Islamic Bank Pakistan Limited	
Faysal Bank Limited	
HLB Microfinance Bank Limited	
JS Bank Limited	
MCB Bank Limited	
National Bank of Pakistan	
Silk Bank Limited	
Soneri Bank Limited	
Telenor Microfinance Bank Limited	
The Bank of Khyber	
United Bank Limited	
U Microfinance Bank Limited	



## **Auditors**

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

## **Legal Advisor**

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

## **Head Office:**

7th Floor Clifton Diamond Building, Block No. 4,  
Scheme No. 5, Clifton Karachi.  
UAN: 021 (111-111-632),  
(Toll Free): 0800-20002,  
Fax: (021) 35825329  
Website: [www.nbpfunds.com](http://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 reviewed financial statements of **NBP Savings Fund** (NBP-SF) for the half year ended December 31, 2023.

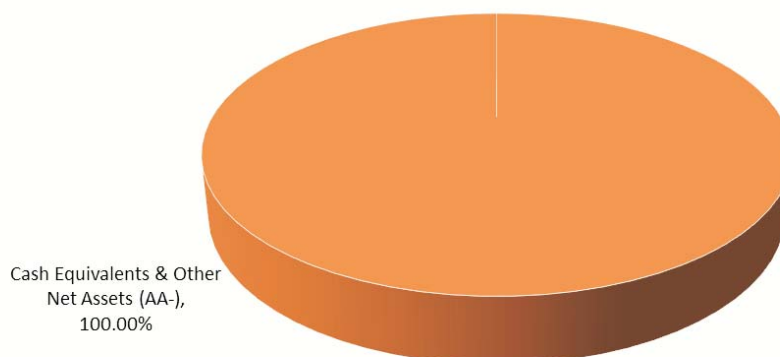
### Fund's Performance

During the first half of fiscal year 2024, the State Bank of Pakistan (SBP) held four Monetary Policy Committee meetings, maintaining the Policy Rate at 22%. Various external and internal factors were considered, with the decision primarily attributed to the upside risks in the inflation outlook. The period was characterized by economic slowdown and uncertainty stemming from increased political noise ahead of the upcoming general elections. Scheduled debt repayments and weak investment inflows impeded the increase in foreign exchange (FX) reserves. Sovereign yields exhibited volatility initially owing to the prevailing uncertainty. However, the pressure on sovereign yields started to ease in the later part of the period due to the growing expectation of an interest rate cut in the coming half, with market participants gradually elongating their maturities. The measures taken to address the ailing economic activity hinge on continued targeted fiscal consolidation and the timely realization of planned external inflows. As of the end of December, the net liquid foreign exchange reserves held with the SBP stood at around USD 8.23 billion. The SBP conducted thirteen T-Bill auctions, realizing around Rs. 15.8 trillion against the target of Rs. 16.3 trillion and maturity of Rs. 17.7 trillion. Yields decreased by 1.4%, 1.5%, and 1.6% for 3-month, 6-month, and 12-month tenures, respectively. In the last auction for the half-year, cut-off yields for 3-month, 6-month, and 12-month tenures were noted at 21.45%, 21.40%, and 21.43%, respectively.

NBP-SF is categorized as an Income Scheme and has been awarded stability rating of 'A+ (f)' by PACRA.

The size of NBP Savings Fund has increased from Rs. 3,321 million to Rs. 4,173 million during the period, a growth of 26%. During the period, the unit price of the Fund has increased from Rs. 9.8950 on June 30, 2023 to Rs. 10.9305 on December 31, 2023 thus showing a return of 20.8% p.a. as compared to the benchmark return of 22.5% p.a. 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. 417.84 million during the period. After deducting total expenses of Rs. 50.21 million, the net income is Rs. 367.63 million. The asset allocation of NBP-SF as on December 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**

**Director**

Date: **February 29, 2024**  
Place: Karachi.

## ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2023ء کو ختم ہونے والی ششماہی کے لئے NBP سیونگز فنڈ (NBP-SF) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

مالی سال 24 کی پہلی ششماہی کے دوران، بینک دولت پاکستان (SBP) نے مائٹری پالیسی کمیٹی (MPC) کے چار اجلاس منعقد کئے، پالیسی ریٹ 22% پر برقرار رکھا۔ مختلف بیرونی اور داخلی عوامل پر غور کرتے ہوئے، بنیادی طور پر یہ فیصلہ افراط زر کے نقطہ نظر میں زیادہ خطرات کی وجہ سے کیا گیا۔ اس عرصہ میں معاشی سست روی اور عام انتخابات سے قبل سیاسی شور سے پیدا ہونے والی غیر یقینی صورتحال کی نشاندہی کی گئی تھی۔ شیڈول قرضوں کی ادائیگی اور کمزور سرمایہ کاری نے زرمبادلہ کے ذخائر میں اضافہ کو روک دیا۔ موجودہ غیر یقینی صورتحال کی وجہ سے ابتدائی طور پر حکومتی منافع میں اتار چڑھاؤ آیا۔ تاہم، مالی سال 24 کی دوسری ششماہی میں شرح سود میں کمی کی توقع کی وجہ سے اس مدت کے آخر میں حکومتی منافع پر دباؤ کم ہونا شروع ہوا، جس میں مارکیٹ کے شرکاء اپنی پیپورٹرز میں بتدریج اضافہ کر رہے تھے۔

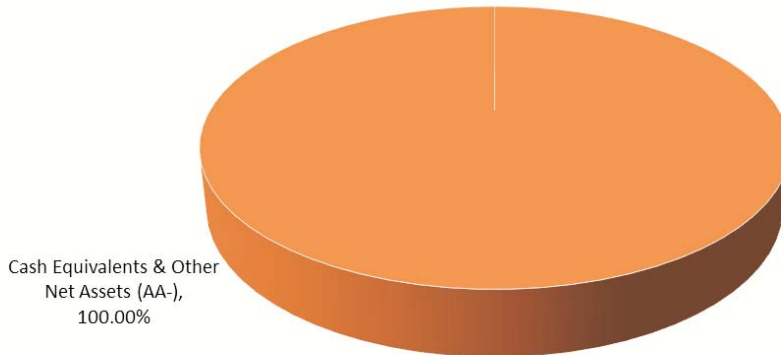
کمزور معاشی سرگرمیوں سے نمٹنے کے لئے اٹھائے گئے اقدامات کا دار و مدار مسلسل ہدف شدہ مالی استحکام اور منصوبہ بند بیرونی آمد کی بروقت تکمیل پر ہے۔ دسمبر کے اختتام تک اسٹیٹ بینک پاکستان کے ہاں موجود خالص لیکویڈ زرمبادلہ کے ذخائر تقریباً 8.23 ارب ڈالر تھے۔ SBP نے ٹی بل کی تیرہ ہیلایا میں کا انعقاد کیا، جس سے 16.3 ٹریلین روپے ہدف اور 17.7 ٹریلین روپے پھپھوٹی کے مقابل کل 15.8 ٹریلین روپے کی وصولی ہوئی۔ ٹی بلز کی شرح منافع میں 3 ماہ، 6 ماہ اور 12 ماہ کے لئے بالترتیب 1.4%، 1.5% اور 1.6% تک کمی ہوئی۔ ختم ہونے والی ششماہی کی آخری نیلای میں، 3 ماہ، 6 ماہ اور 12 ماہ کے لئے ٹی بل پر کٹ آف شرح منافع بالترتیب 21.45 فیصد، 21.40 فیصد اور 21.43 فیصد درج کیا گیا۔

NBP-SF کی اکم اسکیم کے طور پر درجہ بندی کی گئی ہے اور PACRA کی طرف سے 'A+(f)' کی مستحکم ریٹنگ دی گئی ہے۔

موجودہ مدت کے دوران NBP سیونگز فنڈ کا سائز 3,321 ملین روپے سے بڑھ کر 4,173 ملین روپے ہو گیا (یعنی 26% کا نمایاں اضافہ ہوا)۔ زیر جائزہ مدت کے دوران، NBP سیونگز فنڈ کے یونٹ کی قیمت 30 جون 2023 کو 9.8950 روپے سے بڑھ کر 31 دسمبر 2023 کو 10.9305 روپے ہو گئی۔ لہذا اس مدت کے دوران فنڈ نے اپنے بیچ مارک ریٹرن 22.5% کے مقابلے میں 20.8% منافع درج کیا ہے۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ نے موجودہ مدت کے دوران 417.84 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 50.21 ملین روپے کے اخراجات متبہا کرنے کے بعد خالص آمدنی 367.63 ملین روپے ہے۔

31 دسمبر 2023 کے مطابق NBP-SF کی ایٹ ایلوکیشن حسب ذیل ہے:







اظہار تشکر

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

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

منجانب بورڈ آف ڈائریکٹرز

**NBP منجمنٹ لمیٹڈ**

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 29 فروری 2024ء

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 Savings 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, 2023 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;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) 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 28, 2024

## INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Savings Fund** (the Fund) as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (NBP Fund Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement for the quarter ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed 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 condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### A.F. Ferguson & Co.

Chartered Accountants

Karachi

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 29, 2024

UDIN: RR202310061TOF2frdtu

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

### AS AT 31 DECEMBER 2023

		December 31, 2023	June 30, 2023
	Note	------(Rupees in '000)-----	
<b>ASSETS</b>			
Bank balances	4	4,124,011	3,321,680
Investments	5	-	-
Profit receivable		71,856	55,319
Deposits, prepayments and other receivables		1,220	1,144
<b>Total assets</b>		<u>4,197,087</u>	<u>3,378,143</u>
<b>LIABILITIES</b>			
Payable to NBP Fund Management Limited - the Management Company	6	19,182	18,852
Payable to the Central Depository Company of Pakistan Limited - the Trustee	7	282	224
Payable to the Securities and Exchange Commission of Pakistan	8	250	529
Payable against redemption of units		2,589	12,015
Accrued expenses and other liabilities	9	2,110	25,943
<b>Total liabilities</b>		<u>24,413</u>	<u>57,563</u>
<b>NET ASSETS</b>		<u>4,172,674</u>	<u>3,320,580</u>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<u>4,172,674</u>	<u>3,320,580</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	10		
		(Number of units)	
<b>NUMBER OF UNITS IN ISSUE</b>		<u>381,747,556</u>	<u>335,582,320</u>
		(Rupees)	
<b>NET ASSET VALUE PER UNIT</b>		<u>10.9305</u>	<u>9.8950</u>

The annexed notes 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 31 DECEMBER 2023

		Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Note		(Rupees in '000)			
<b>Income</b>					
Income on government securities		6,751	44,356	-	31,162
Income from term deposit receipts and bank balances		390,278	104,040	208,569	49,996
Income from Margin Trading System (MTS)		-	5,110	-	4,880
Income on commercial papers		-	2,700	-	216
Income on letters of placement		19,418	4,723	10,390	4,065
Income on short term sukuk certificates		-	7,334	-	6,229
Other income		939	-	433	-
		417,386	168,263	219,392	96,548
Gain / (loss) on sale of investments - net		449	(127)	465	(134)
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net		-	28	-	(28)
		449	(99)	465	(162)
<b>Total income</b>		417,835	168,164	219,857	96,386
<b>Expenses</b>					
Remuneration of NBP Fund Management Limited - the Management Company	6.1	27,759	12,422	14,542	7,113
Sindh sales tax on remuneration of the Management Company	6.2	3,609	1,615	1,891	925
Reimbursement of allocated expenses	6.4	2,776	1,333	1,454	752
Reimbursement of selling and marketing expenses	6.5	11,880	8,532	5,727	4,814
Remuneration of Central Depository Company of Pakistan Limited - the Trustee		1,388	800	727	451
Sindh sales tax on remuneration of the Trustee		180	104	94	59
Annual fee of the Securities and Exchange Commission of Pakistan	8.1	1,388	213	727	120
Settlement and bank charges		281	894	200	690
Listing fee		17	14	10	7
Auditors' remuneration		620	583	492	373
Legal and professional charges		59	207	30	107
Rating fee		214	194	129	97
Printing and other charges		36	21	19	8
<b>Total expenses</b>		50,207	26,932	26,042	15,516
<b>Net income for the period before taxation</b>		367,628	141,232	193,815	80,870
Taxation	11	-	-	-	-
<b>Net income for the period after taxation</b>		367,628	141,232	193,815	80,870
<b>Earnings per unit</b>	12				
<b>Allocation of net income for the period</b>					
Net income for the period		367,628	141,232		
Income already paid on units redeemed		(37,201)	(8,919)		
		330,427	132,313		
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		449	-		
- Excluding capital gains		329,978	132,313		
		330,427	132,313		

The annexed notes 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 31 DECEMBER 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	(Rupees in '000)			
Net income for the period after taxation	367,628	141,232	193,815	80,870
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>367,628</b>	<b>141,232</b>	<b>193,815</b>	<b>80,870</b>

The annexed notes 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 31 DECEMBER 2023

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
(Rupees in '000)						
<b>Net assets at beginning of the period (audited)</b>	3,291,941	28,639	3,320,580	1,719,315	9,040	1,728,355
Issuance of 199,381,880 units (2022: 157,194,539 units)						
- Capital value (at ex - net asset value per unit)	1,972,884	-	1,972,884	1,545,772	-	1,545,772
- Element of income	109,854	-	109,854	67,657	-	67,657
Total proceeds on issuance of units	2,082,738	-	2,082,738	1,613,429	-	1,613,429
Redemption of 153,216,644 units (2022: 53,708,403 units)						
- Capital value (at ex - net asset value per unit)	(1,516,079)	-	(1,516,079)	(528,142)	-	(528,142)
- Element of loss	(44,992)	(37,201)	(82,193)	(11,628)	(8,919)	(20,547)
Total payments on redemption of units	(1,561,071)	(37,201)	(1,598,272)	(539,770)	(8,919)	(548,689)
Total comprehensive income for the period	-	367,628	367,628	-	141,232	141,232
<b>Net assets at end of the period (un-audited)</b>	<u>3,813,608</u>	<u>359,066</u>	<u>4,172,674</u>	<u>2,792,974</u>	<u>141,353</u>	<u>2,934,327</u>
Undistributed income brought forward						
- Realised		28,639			9,040	
- Unrealised		-			-	
		<u>28,639</u>			<u>9,040</u>	
Accounting income available for distribution:						
- Relating to capital gains		449			-	
- Excluding capital gains		329,978			132,313	
		<u>330,427</u>			<u>132,313</u>	
Undistributed income carried forward		<u>359,066</u>			<u>141,353</u>	
Undistributed income carried forward						
- Realised		359,066			141,325	
- Unrealised		-			28	
		<u>359,066</u>			<u>141,353</u>	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		<u>9.8950</u>			<u>9.8335</u>	
Net assets value per unit at end of the period		<u>10.9305</u>			<u>10.5079</u>	

The annexed notes 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 31 DECEMBER 2023

	Half year ended December 31,	
	2023	2022
Note	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	367,628	141,232
<b>Adjustments for:</b>		
Income on government securities	(6,751)	(44,356)
Income from term deposit receipts and bank balances	(390,278)	(104,040)
Income from Margin Trading System (MTS)	-	(5,110)
Income on commercial papers	-	(2,700)
Income on letters of placement	(19,418)	(4,723)
Income on short term sukuk certificates	-	(7,334)
Unrealised appreciation on re-measurement of investments at fair value through profit or loss - net	-	(28)
	(416,447)	(168,291)
<b>(Increase) / decrease in assets</b>		
Investments - net	-	(172,672)
Receivable against Margin Trading System	-	(170,685)
Deposits and other receivables	(76)	142
	(76)	(343,215)
<b>Increase / (decrease) in liabilities</b>		
Payable to NBP Fund Management Limited - the Management Company	330	9,567
Payable to Central Depository Company of Pakistan Limited - the Trustee	58	180
Payable to the Securities and Exchange Commission of Pakistan	(279)	(89)
Accrued expenses and other liabilities	(23,833)	(3,782)
	(23,724)	5,876
Profit received on bank balances, term deposit receipts, government securities, commercial papers, letters of placement, MTS & Sukuk certificates	399,910	153,034
<b>Net cash generated from / (used in) from operating activities</b>	<b>327,291</b>	<b>(211,364)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	2,082,738	1,613,429
Net payments against redemption of units	(1,607,698)	(548,527)
<b>Net cash generated from financing activities</b>	<b>475,040</b>	<b>1,064,902</b>
<b>Net increase in cash and cash equivalents during the period</b>	<b>802,331</b>	<b>853,538</b>
Cash and cash equivalents at beginning of the period	3,321,680	1,651,129
<b>Cash and cash equivalents at end of the period</b>	<b>4,124,011</b>	<b>2,504,667</b>

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The annexed notes 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 31 DECEMBER 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** NBP Savings 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 14 December 2007 in accordance with the requirements of the Non-Banking 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 Trusts Act). The Fund was required to be registered under the Sindh Trusts Act. Accordingly, on October 18, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trusts Act.

- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3** The Fund is an open-ended mutual fund, categorised as an "Income Scheme" as per the criteria for categorisation of open end collective investment scheme as specified by the Securities and Exchange Commission of Pakistan (SECP) and the Fund is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The investment objective of the Fund is to earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets. The Fund comprises of investments of various time horizons with a significant amount invested in short term investments for the purpose of maintaining liquidity.
- 1.5** The Pakistan Credit Rating Agency (PACRA) has determined the asset manager rating of the Management Company of AM1 (June 30, 2023: AM1) on June 22, 2023. 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 updated the stability rating of the Fund at "A+(f)" dated October 13, 2023 (June 30, 2023: "A+(f)" on April 14, 2023).
- 1.6** Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.7** The Fund also provides accidental death (free), life insurance / life takaful and health coverage to unit holders of the Fund as stated in the offering document.

The cost of premium is borne by the investor (where applicable). Such premium cost is deducted from the unit holder's investment on a monthly basis in case of life insurance and annual basis in case of health insurance and deposited with the Insurance Company / Takaful Operator by the Management Company as per the terms and conditions of the Insurance / Takaful coverage defined in the Insurance / Takaful policy document signed between the Insurance Company / Takaful Operator and Management Company.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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

**2.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements do not include all the information and disclosures required in a full set of the 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.

**2.3** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2023.

### **3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, CRITICAL JUDGMENTS IN APPLICATION OF POLICIES AND CHANGES THEREIN**

**3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

**3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the audited annual financial statements as at and for the year ended June 30, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the audited annual financial statements as at and for the year ended June 30, 2023.

#### **3.3 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are effective in the current period**

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

#### **3.4 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are not yet effective**

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after January 1, 2024. However,

these will not have any significant effects on the Fund's financial statements and are, therefore, not detailed in these condensed interim financial statements.

		(Un-audited) December 31, 2023	(Audited) June 30, 2023
4	BANK BALANCES	Note	----- (Rupees in '000) -----
	Balances with banks in:		
	Savings accounts	4.1	4,124,011
			<u>4,124,011</u>
			<u>3,321,680</u>

- 4.1 These include balances amounting to Rs 3.313 million and Rs 0.006 million (June 30, 2023: Rs 2.262 million and Rs 0.006 million respectively) maintained with National Bank of Pakistan and Telenor Microfinance Bank Limited respectively, that carry profit at the rates 20.50% (June 30, 2023: 19.50%) per annum. Other savings accounts of the Fund carry profits at the rates ranging from 20.50% to 24.00% (June 30, 2023: 19.50% to 22.60%) per annum.

		(Un-audited) December 31, 2023	(Audited) June 30, 2023
5	INVESTMENTS	Note	----- (Rupees in '000) -----
	<b>At fair value through profit or loss</b>		
	Term finance certificates - non-performing securities	5.1	-
	Corporate sukuk certificates - non-performing securities	5.2	-
	Market treasury bills	5.3	-
	Letters of placement	5.4	-
			<u>-</u>
			<u>-</u>

## 5.1 Term finance certificates - non-performing securities

Name of the security	Security rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2023	Purchases during the period	Sales / redemptions during the period	As at December 31, 2023	Market value as at December 31, 2023	Percentage in relation to	
										Net assets of the Fund	Total market value of the investment

### Leasing companies

Saudi Pak Leasing Company Limited - TFC II	Unrated	-	March 13, 2025	Fixed rate of 6.87%	15,000	-	-	15,000	-	-	-
(Face value of Rs. 2,755 per certificate)											

### Technology & communication

Worldcall Telecom Limited - TFC III	D, PACRA	Quarterly	September 20, 2026	6 months KIBOR plus base rate of 1.6%	14,000	-	-	14,000	-	-	-
(Face value of Rs. 1,537 per certificate)											

### Chemical

AgriTech Limited TFC II	Unrated	-	July 14, 2025	6 months KIBOR plus base rate of 1.75%	30,000	-	-	30,000	-	-	-
(Face value of Rs. 4,923 per certificate)											
AgriTech Limited TFC V	Unrated	-	January 1, 2025	11% fixed rate	4,436	-	-	4,436	-	-	-
(Face value of Rs. 5,000 per certificate)											

Total as at December 31, 2023 (un-audited)

-	-	-
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Total as at June 30, 2023 (audited)

-	-	-
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- 5.1.1** The investee companies had defaulted on their obligation on account of principal and profit payments and accordingly had been classified as a non performing asset by the Mutual Funds Association of Pakistan (MUFAP). The accumulated provision amounting to Rs. 301.46 million (June 30, 2023: Rs. 302.40 million) against investee companies have been maintained by valuing the investments as per Circular no. 1 of 2009 and Circular no. 33 of 2012.

During the period, the Fund has received Rs 0.939 million (December 2022: Nil) recovery against impaired term finance certificates of Agritech Limited (TFC II).

## 5.2 Corporate sukuk certificates - non-performing securities

Name of the security	Security rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2023	Purchases during the period	Sales / redemptions during the period	As at December 31, 2023	Market value as at December 31, 2023	Percentage in relation to	
					Number of certificates				Rupees in '000	Net assets of the Fund	Total market value of the investment

### Miscellaneous

New Allied Electronic Industries (Private) Limited - Sukuk II (Face value of Rs. 4,905 per certificate)	Unrated	-	December 3, 2025	6 months KIBOR plus base rate of 2.2%	10,000	-	-	10,000	-	-	-
Eden Housing Limited Sukuk (2nd Issue) (Face value of Rs. 984 per certificate)	D, VIS-	-	September 29, 2025	6 months KIBOR plus base rate of 2.5%	20,000	-	-	20,000	-	-	-
<b>Total as at December 31, 2023 (un-audited)</b>									-	-	-
<b>Total as at June 30, 2023 (audited)</b>									-	-	-

- 5.2.1** The investee companies had defaulted on its obligation on account of principal and profit payments and accordingly had been classified as a non performing asset by the Mutual Funds Association of Pakistan (MUFAP). The accumulated provision amounting to Rs. 68.74 million (June 30, 2023: Rs. 68.74 million) against investee companies has been maintained by valuing the investments as per Circular no. 1 of 2009 and Circular no. 33 of 2012.

## 5.3 Market Treasury Bills - at fair value through profit or loss

Issue date	Tenor in months	Face value				Market value as at December 31, 2023	Market value as a percentage of	
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023		total investments of the Fund	net assets of the Fund
		Rupees in '000						%
June 15, 2023	3	-	300,000	300,000	-	-	-	-
October 5, 2023	2	-	500,000	500,000	-	-	-	-
October 19, 2023	3	-	500,000	500,000	-	-	-	-
October 19, 2023	3	-	500,000	500,000	-	-	-	-
November 2, 2023	3	-	500,000	500,000	-	-	-	-
November 16, 2023	3	-	500,000	500,000	-	-	-	-
October 19, 2023	6	-	500,000	500,000	-	-	-	-
November 2, 2023	6	-	500,000	500,000	-	-	-	-
November 16, 2023	6	-	500,000	500,000	-	-	-	-
November 30, 2023	6	-	500,000	500,000	-	-	-	-
December 14, 2023	6	-	500,000	500,000	-	-	-	-
Total as at December 31, 2023 (un-audited)						-	-	-
Total as at June 30, 2023 (audited)						-	-	-

## 5.4 Letters of placement - at fair value through profit or loss

Name of the Investee Company	Rating	Maturity date	Profit rate	Amount placed		As at December 31, 2023	Carrying value	Market value	Unrealised appreciation	Market value as a percentage of	
				Purchased during the year	Matured during the period					Total investments	Net assets
----- (Rupees in '000) -----								----- (%) -----			
DEVELOPMENT FINANCE INSTITUTION											
Pak Libya Holding Company (Private) Limited	AA-, PACRA	September 15, 2023	22.55%	250,000,000	250,000,000	-	-	-	-	-	-
Pak Libya Holding Company (Private) Limited	AA-, PACRA	September 28, 2023	22.55%	256,486,986	256,486,986	-	-	-	-	-	-
Pak Libya Holding Company (Private) Limited	AA-, PACRA	October 31, 2023	22.65%	258,546,963	258,546,963	-	-	-	-	-	-
Pak Libya Holding Company (Private) Limited	AA-, PACRA	December 1, 2023	22.65%	263,841,509	263,841,509	-	-	-	-	-	-
Pak Libya Holding Company (Private) Limited	AA-, PACRA	December 4, 2023	22.65%	268,917,024	268,917,024	-	-	-	-	-	-
Total as at December 31, 2023 (un-audited)							-	-	-	-	-
Total as at June 30, 2023 (audited)							-	-	-	-	-

6	<b>PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY</b>	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
			----- (Rupees in '000) -----	
	Remuneration of the Management Company	6.1	4,994	3,958
	Sindh sales tax on remuneration of the Management Company	6.2	649	515
	Federal Excise Duty on remuneration of the Management Company	6.3	2,808	2,808
	Sales and transfer load payable		2,699	3,236
	Sindh sales tax on sales and transfer load		351	421
	Allocated expenses payable	6.4	1,454	1,210
	Reimbursement of selling and marketing expenses payable	6.5	5,726	6,454
	ADC charges payable including Sindh sales tax		501	250
			<b>19,182</b>	<b>18,852</b>

**6.1** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 10% of net income of the Fund subject to floor and capping of 0.5% and 1.0% per annum of average annual net assets for the period ended December 31, 2023 (June 30, 2023: 8% of net income of the Fund subject to floor and capping of 0.5% and 1.5% per annum of average annual net assets).

**6.2** During the period, an amount of Rs. 3.609 million (December 31, 2022: Rs. 1.615 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (December 31, 2022: 13%).

**6.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period till June 30, 2016 amounting to Rs 2.808 million (2023: Rs 2.808 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the HSC. Had the provision for FED not been made, the net asset value per unit of the Fund as at December 31, 2023 would have been higher by Re 0.0074 (June 30, 2023: Re 0.0084) per unit.

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

Accordingly the Management Company based on its discretion has charged allocated expenses under the following rates:

Rate applicable from July 1, 2023 to December 31, 2023	Rate applicable from March 16, 2023 to June 30, 2023	Rate applicable from July 1, 2022 to March 15, 2023
0.15% of average annual net assets	0.15% of average annual net assets	0.125% of average annual net assets

- 6.5** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at the following rates keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations.

Rate applicable from July 1, 2023 to July 31, 2023	Rate applicable from August 1, 2023 to November 7, 2023	Rate applicable from November 8, 2023 to December 31, 2023	Rate applicable from July 1, 2022 to June 30, 2023
0.8% per annum of average daily net assets	0.65% of average annual net assets	0.55% of average annual net assets	0.8% per annum of average daily net assets

7	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE - RELATED PARTY	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
			----- (Rupees in '000) -----	
	Remuneration payable to the Trustee	7.1	250	198
	Sindh sales tax payable on the Trustee remuneration	7.2	32	26
			<u>282</u>	<u>224</u>

- 7.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. Accordingly, the Fund has charged the Trustee fee at the rate of 0.075% per annum of the average annual net assets during the period (December 31, 2022: 0.125% per annum).

- 7.2** During the period, an amount of Rs 0.180 million (December 31, 2022: Rs 0.104 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh sales tax on Services Act, 2011 at the rate of 13% (December 31, 2022: 13%).

		(Un-audited) December 31, 2023	(Audited) June 30, 2023
	Note	----- (Rupees in '000) -----	
<b>8</b>	<b>PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>		
	Annual fee payable	8.1 <u>250</u>	<u>529</u>

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (the SECP).

Effective from July 1, 2023, the the SECP vide SRO No. 423(I)/2023 dated March 31, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Income Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay the SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay the SECP fee within three months of the close of accounting year.

	(Un-audited) December 31, 2023	(Audited) June 30, 2023
	----- (Rupees in '000) -----	
<b>9</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	
	Auditors' remuneration	598 583
	Printing charges payable	90 72
	Settlement charges payable	67 61
	Bank charges payable	18 86
	Withholding tax payable	474 22,188
	Capital gain tax payable	754 2,690
	Legal and professional charges payable	90 191
	Others	19 72
	<u>2,110</u>	<u>25,943</u>

## **10 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments as at December 31, 2023 and June 30, 2023.

## **11 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, therefore, no provision for taxation has been made in these condensed interim financial statements during the period.

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.



## 12 EARNINGS PER UNIT

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

## 13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund for the current period is 2.71% (December 31, 2022: 2.50%) which includes 0.28% (December 31, 2022: 0.18%) representing Government Levies on the Fund such as sales taxes and the annual fee to the the SECP Fee. The prescribed limit for the ratio is 2.5% (December 31, 2022: 2.5%) (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Income Scheme" which is required to be complied on an annual basis by the Fund.

## 14 DETAILS OF NON-COMPLIANT INVESTMENTS

The the SECP vide Circular no. 7 of 2009 dated March 6, 2009, required all asset management companies to categorise funds under their management on the basis of criteria laid down in the circular. The Board has approved the category of the fund as 'Income Scheme'.

The the SECP vide circular no. 16 dated July 07, 2010, prescribed specific disclosures for the scheme holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with investment requirements of their constitutive documents.

Following are the details of non-compliant investments:

Name of non-compliant investment	Non-compliance of clause	Type of investment	Value of investment before provision	Provision held, if any	Value of investment after provision	% of net assets	% of gross assets
----- (Rupees in '000) -----							
Agritech Limited TFC II	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	147,702	(147,702)	-	-	-
Agritech Limited TFC V	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	22,180	(22,180)	-	-	-
Eden Housing Limited Sukuk (2nd Issue)	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Sukuks	19,688	(19,688)	-	-	-
New Allied Electronic Industries (Private) Limited - Sukuk II	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Sukuks	49,054	(49,054)	-	-	-
Saudi Pak Leasing Company Limited - TFC II	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	41,321	(41,321)	-	-	-
Worldcall Telecom Limited - TFC III	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	21,515	(21,515)	-	-	-
Total carrying values and accumulated impairment as at December 31, 2023 (un-audited)			301,460	(301,460)	-		



			(Un-audited) December 31, 2023	(Audited) June 30, 2023
	Note		----- (Rupees in '000) -----	
<b>15 CASH AND CASH EQUIVALENTS</b>				
Bank balances	4		4,124,011	2,405,118
Market Treasury Bills	5.3		-	99,549
			<u>4,124,011</u>	<u>2,504,667</u>
<b>16 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS</b>				
<b>16.1</b>	Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan 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, directors and key management personnel of the Management Company and other associated companies. Connected persons also includes any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund or capital of the Management Company.			
<b>16.2</b>	Transactions with related parties / connected persons 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 to related parties / connected persons. The transactions with related parties/ connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.			
<b>16.3</b>	Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.			
<b>16.4</b>	Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.			
<b>16.5</b>	Allocated expenses and selling and marketing expenses are reimbursed by the Fund to the Management Company subject to the maximum prescribed Total Expense Ratio.			
<b>16.6</b>			(Un-audited) December 31, 2023	(Un-audited) December 31, 2022
<b>Details of the transactions with related parties / connected persons during the period are as follows:</b>			----- (Rupees in '000) -----	
<b>NBP Fund Management Limited - the Management Company</b>				
Remuneration of NBP Fund Management Limited - the Management Company			27,759	12,422
Sindh sales tax on remuneration of Management Company			3,609	1,615
Sales and transfer load paid			13,686	11,708
Reimbursement of allocated expenses			2,776	1,333
Reimbursement of selling and marketing expenses			11,880	8,532
ADC charges including Sindh sales tax			476	183
<b>Central Depository Company of Pakistan Limited - the Trustee</b>				
Remuneration to the Trustee			1,388	800
Sindh Sales Tax on remuneration of Trustee			180	104
Settlement charges			32	117
<b>Employees of the Management Company</b>				
Units issued - 299,426 units (December 31, 2022: 1,259,635 units)			3,202	12,884
Units redeemed - 349,947 units (December 31, 2022: 1,975,079 units)			3,740	19,916



(Un-audited) (Un-audited)  
December 31, December 31,  
2023 2023  
----- (Rupees in '000) -----

**National Bank of Pakistan - (parent of the Management Company)**

Profit on bank balances

30

-

**Bank Islami Pakistan Limited (Common directorship)\*\***

Profit on bank deposit

-

388

**K-Electric Limited**

Purchase of short term sukuk certificates

-

145,000

Profit on short term sukuk certificates

-

7,334

**K.T.H CP Fund (M.T.I) - unit holder with more than 10% holding**

Units issued - 10,161,538 units (December 31, 2022: 10,153,598 units)

104,955

103,118

Redeemed - 653,780 units (December 31, 2022: 270,299)

6,881

2,709

**Portfolio managed by the management company\*\***

Units issued - Nil units (December 31, 2022: 381,289 units)

-

3,851

(Un-audited) (Audited)  
December 31, June 30,  
2023 2023  
----- (Rupees in '000) -----

**16.7 Amounts outstanding as at period / year end:**

**NBP Fund Management Limited - Management Company**

Remuneration of the Management Company

4,994

3,958

Sindh sales tax on remuneration of the Management Company

649

515

Reimbursement of allocated expenses payable

1,454

1,210

Reimbursement of selling and marketing expenses payable

5,726

6,454

Sales and transfer load payable

2,699

3,236

Sindh sales tax on sales and transfer load

351

421

Federal Excise Duty on remuneration of the Management Company

2,808

2,808

ADC charges payable including Sindh Sales tax

501

250

**Central Depository Company of Pakistan Limited (Trustee)**

Remuneration of the trustee

250

198

Sindh Sales Tax on remuneration of the trustee

32

26

Settlement charges payable

76

61

Security deposit

100

100

**National Bank of Pakistan - (parent of the Management Company)**

Bank balances

1

2,262

Profit receivable on bank balance

16

-

**K.T.H CP Fund (M.T.I) - unit holder with more than 10% holding**

Units held in the fund: 64,131,377 (June 30, 2023: 54,623,619 units)

700,988

540,501

	(Un-audited) December 31, 2023 ----- (Rupees in '000) -----	(Audited) June 30, 2023 ----- (Rupees in '000) -----
<b>NBP Employees Pension Fund</b>		
Units held: 101,023,957 units (June 30, 2023: 101,023,957 units)	1,104,242	999,632
<b>Employees of the Management Company</b>		
Units held: 141,193 units (June 30, 2023: 158,009 units)	1,543	1,563
<b>Portfolio managed by the Management Company</b>		
Units held: 39 units (June 30, 2023: 37 units)*	-	-
<b>Telenor Microfinance Bank Limited (Common directorship)</b>		
Bank balance	505	6
Profit receivable on bank balance	2	2

\* Nil figure due to rounding off.

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

## 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. 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.

### 17.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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).

As at December 31, 2023 and June 30, 2023, the Fund does not hold any financial instruments measured at fair value.



## 18 GENERAL

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

## 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 29, 2024.

For NBP Fund Management Limited  
(Management Company)

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

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

\_\_\_\_\_  
Director

## Head Office

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