



NBP FUNDS

Managing Your Savings

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NAFA ASSET ALLOCATION FUND

QUARTERLY
REPORT
March 31, 2018



NAFA ASSET ALLOCATION FUND

MISSION STATEMENT

To rank in the top quartile
in performance of
NBP FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.

NAFA ASSET ALLOCATION FUND

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NAFA ASSET ALLOCATION FUND

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Formerly: NBP Fullerton Asset Management Limited (NAFA)

Board of Directors of the Management Company

Mr. Mudassir Husain Khan	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Tariq Jamali	Director
Mr. Abdul Hadi Palekar	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Dr. Foo Chiah Shiung (Kelvin Foo)	Director
Mr. Humayun Bashir	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Tariq Jamali	Member
Dr. Foo Chiah Shiung (Kelvin Foo)	Member
Mr. Humayun Bashir	Member

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy	Chairman
Mr. Abdul Hadi Palekar	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Tariq Jamali	Member
Mr. Shehryar Faruque	Member
Dr. Foo Chiah Shiung (Kelvin Foo)	Member

Trustee

Central Depository Company of Pakistan Limited (CDC)
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
United Bank Limited
National Bank of Pakistan
Summit Bank Limited
JS Bank Limited
The Bank of Punjab
Zarai Taraqati Bank Limited
Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited

NAFA ASSET ALLOCATION FUND

Auditors

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

Legal Advisor

M/s Jooma Law Associates
205, E.I. Lines, Dr. Daudpota Road,
Karachi.

Head Office:

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

Lahore Office:

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

Islamabad Office:

Plot No. 395, 396
Industrial Area, I-9/3 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:

NBP City Branch, Hussain-a-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NAFA ASSET ALLOCATION FUND

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited (Formerly; NBP Fullerton Asset Management Limited) is pleased to present the unaudited financial statements of **NAFA Asset Allocation Fund (NAAF)** for the period year ended March 31, 2018.

Fund's Performance

The size of NAFA Asset Allocation Fund has increased from Rs. 3,290 million to Rs.3,698 million during the period, i.e. a increase of 12%. During the period, the unit price of NAFA Asset Allocation Fund has decreased from Rs. 16.9877 (Ex-Div) on June 30, 2017 to Rs. 16.5290 on March 31, 2018, thus showing a decrease of 2.7%. The Benchmark increase during the same period was 1.38%. Thus, the Fund has underperformed its Benchmark by 4.08% during the period under review. Since inception the NAV of the Fund has increased from Rs. 4.7573 (Ex-Div) on August 20, 2010 to Rs. 16.5290 on March 31, 2018, thus showing an increase of 247.45%. During the said period, the Benchmark increased by 121.07%, translating into outperformance of 126.38%. This performance is net of management fee and all other expenses.

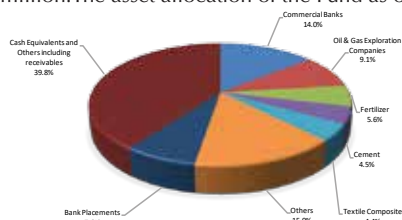
After a sizeable decline of 13.1% during the 1HFY2018 mainly driven by plethora of negative news on the political front and concerns on the widening current account deficit, the stock market staged (100 index) a strong recovery of 12.6% in the 3QFY2018. Overall, during 9MFY2018, the market witnessed a meager decline of 2.2%. The rebound in the 3QFY2018 is attributable to anticipation of a Foreign Assets Declaration Scheme (FADR) with the associated expectation of significant inflows to the tune of USD3-5bn, PKR devaluation of around 9%, and 25 basis points increase in policy rate to address the galloping current account deficit. Adding to the investors' optimism were expectations of some tax relief for the capital market and listed sectors of the economy in the upcoming federal budget. The PKR devaluation is generally positive for the stock market as it usually improves the profitability of the select heavy-weight sectors such as Oil & Gas Exploration, Banks, Textile Composite, and Technology & Communication while, profit margins of the other sectors such as Automobile Assemblers, Cement, and Fertilizer, etc remain intact on account of pass-through of the rising input cost. It is worthwhile to mention that post the first round of devaluation on December 8, 2017 through March-end, the KSE-100 Index is up by 17%. Similarly, positive impact of currency devaluation has started reflecting as exports are up by a handsome 12% on a year-on-year basis in March 2018.

During 9MFY2018, Oil & Gas Exploration, Food & Personal Care, Fertilizer, and Commercial Banks sectors delivered better returns than the market, while Refineries, Cements and Engineering sectors considerably under-performed the market. Foreign investors remained net sellers with outflows of USD124 million during the aforesaid period. On the local side, Insurance and Companies remained major net buyers, taking fresh equity exposure worth USD105 million and USD94 million, respectively. Mutual Funds, on the other hand, remained net sellers, off-loading shares worth USD77 million during the aforementioned period.

During the period under review, in its bi-monthly monetary policy review in January 2018, State Bank of Pakistan (SBP) increased the policy rate and discount rate by 25 basis points to 6.00% and 6.50%, respectively. After remaining range bound, sovereign yields responded to the recent increase in the policy rate and on expectation of further hike in the near future. During the period under review, yields on T-bills for 3-month, 6-month, and 12-month tenors increased by 41 basis points, 57 basis points and 71 basis points respectively. Expecting upside risks to inflation and interest rates, investors' preference remained tilted toward short tenors.

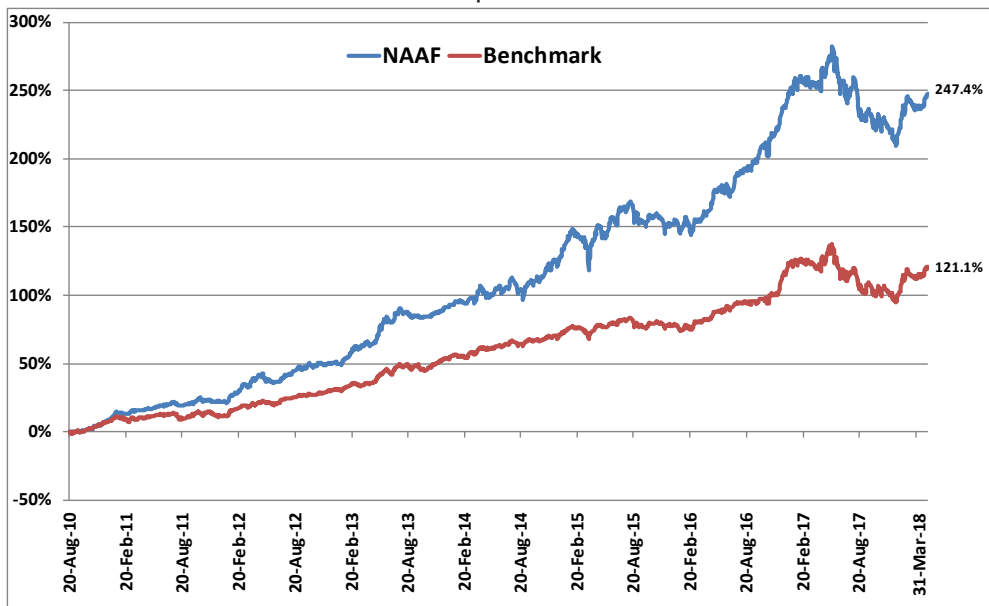
After remaining relatively dormant, the market witnessed some issuances in the primary corporate debt market. Trading activity in corporate debt securities remained thin and was recorded at Rs. 16.1 billion. The trades were primarily concentrated in Banking sector TFCs. Expecting upside risks to interest rates the trading activity in the long tenor sovereign bonds (PIBs) remained subdued. PIB yields saw an increase of 142 basis points, 145 basis points, 69 basis points and 44 basis points for the 3-year, 5-year, 10 year, and 20 year tenors, respectively.

The Fund has incurred a loss of Rs.26.81 million during the period. After accounting for expenses of Rs. 78.27 million, the net loss is Rs. 105.08 million. The asset allocation of the Fund as on March 31, 2018 is as follows:



NAFA ASSET ALLOCATION FUND

NAAF Performance versus Benchmark (Since Inception)



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
(Formerly; NBP Fullerton Asset Management Limited)

Chief Executive

Director

Date: April 30, 2018
Place: Karachi.

NAFA ASSET ALLOCATION FUND

ڈائریکٹر رپورٹ

NBP فنڈ منیجمنٹ لمیٹڈ (سابقہ: NBP فلٹر انویسٹمنٹ لمیٹڈ) کے بورڈ آف ڈائریکٹرز ہمدست 31 مارچ 2018 کو ختم ہونے والی مدت کے لئے NAFA ایسٹ ایلیکشن فنڈ (NAAF) کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NAFA ایسٹ ایلیکشن فنڈ (NAAF) کا فنڈ سائز اس مدت کے دوران 3,290 ملین روپے سے بڑھ کر 3,698 ملین روپے ہو گیا ہے، یعنی 12% کا اضافہ۔ اس مدت کے دوران NAFA ایسٹ ایلیکشن فنڈ (NAAF) کے یونٹ کی قیمت 30 جون 2017 کو 16.9877 روپے (Ex-Div) سے کم ہو کر 31 مارچ 2018 کو 16.5290 روپے ہو چکی ہے اور اس طرح 2.7% کی کمی ہوئی۔ فنڈ کا بیج مارک اسی مدت میں بڑھ کر 1.38% ہو گیا تھا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیج مارک 4.08% سے کم کارکردگی دکھائی۔ فنڈ کی NAV 20 اگست 2010 کو اپنے قیام کے وقت 4.7573 روپے (Ex-Div) سے بڑھ کر 31 مارچ 2018 کو 16.5290 روپے ہو چکی ہے اور اس طرح 247.45% اضافہ ہوا ہے۔ اسی مدت کے دوران بیج مارک میں 121.07% اضافہ ہوا ہے، جس کا نتیجہ فنڈ کی 126.38% بہتر کارکردگی کی صورت میں سامنے آیا ہے۔ یہ کارکردگی منیجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

2018 کی پہلی ششماہی میں 13.1% کی نمایاں کمی دیکھنے میں آئی جس کی بڑی وجہ سیاسی محاذ پر مبنی خبروں کی بھرمار اور کرنٹ اکاؤنٹ خسارے کے خدشات میں توسیع تھی تاہم اسٹاک مارکیٹ (100 انڈیکس) نے 2018 کی تیسری سہ ماہی میں 12.6% سے بہتری دکھائی۔ مجموعی طور پر 2018 کے نو ماہ میں مارکیٹ میں 2.2% کی معمولی کمی ہوئی۔ اس کے علاوہ بیرونی اثاثہ خاںات پر مار کرنے کی اسکیم (Foreign assets Declaration Scheme (FADR)) اور اس کے نتیجے میں 3-5 ملین امریکی ڈالر کے اندرونی بھاؤ کے امکانات، پاکستانی روپے کی قدر میں 9% کی کمی اور کرنٹ اکاؤنٹ خسارے میں تیزی پر قابو پانے کیلئے پالیسی میں 25 بیس پوائنٹس کا اضافہ کا بھی اس بحالی میں کردار ادا کر رہا ہے۔ آنے والے وفاقی بجٹ میں کیپٹل مارکیٹ اور درج شدہ شعبوں کیلئے ریلیف کی توقعات سے سرمایہ کاروں کی مثبت سوچ میں اضافہ ہوا ہے۔ پاکستانی روپے کی قدر میں کمی کا طور پر اسٹاک مارکیٹ کیلئے مثبت ہوتی ہے کیونکہ اس سے عموماً بڑے شعبہ جات جیسے آئل اینڈ گیس، ایکسپلوریشن، بینکنگ، ٹیلیکام، کمپوز اور ٹیکنالوجی اور کیونٹیکشن کی منفعت میں بہتری آتی ہے جب کہ دوسرے شعبہ جات جیسے آٹوموبائل، اسمبلر، سینٹ اور فریلائیڈ وغیرہ لاگت کے اخراجات کے لحاظ سے غیر متاثر رہتے ہیں۔ یہاں یہ کہنا بے جا نہ ہوگا کہ 8 دسمبر 2017 سے مارچ کے اختتام تک روپے کی قدر میں کمی کے پہلے راؤنڈ میں KSE 100 انڈیکس میں 17% اضافہ ہوا۔ اسی طرح روپے کی قدر میں کمی سے برآمدات کا گراف بھی سال بہ سال کے لحاظ سے مارچ 2018 میں 12% تک بڑھ گیا۔

مالی سال 2018 کے نو ماہ کے دوران میں آئل اینڈ گیس، ایکسپلوریشن، فوڈ اینڈ پرنٹل کینر، فریلائیڈ اور کرنٹل بینکنگ کے شعبہ جات نے مارکیٹ سے زیادہ بہتر نتائج پیش کئے جب کہ ریفرنڈم، سینٹ اور انجینئرنگ کے شعبہ جات نے مارکیٹ سے کافی حد تک کم کارکردگی کا مظاہرہ کیا۔ بیرونی سرمایہ کار خالص فروخت کنندہ رہے جس سے مذکورہ مدت میں بیرونی سمت کو 124 ملین امریکی ڈالر کا بھاؤ رکھا دیا گیا۔ مقامی سطح پر انشورنس اور کمپنیاں بڑی خالص خریدار ہیں جنہوں نے بالترتیب 105 ملین امریکی ڈالر اور 94 ملین امریکی ڈالر کی تازہ ایکویٹی حاصل کی۔ دوسری طرف میونچل فنڈ ز بھی خالص فروخت کنندہ رہے جنہوں نے مذکورہ عرصہ میں 77 ملین امریکی ڈالر کے مساوی شیئرز فروخت کئے۔

زیر جائزہ مدت میں اسٹیٹ بینک آف پاکستان (SBP) نے جنوری 2018 میں اپنی دو ماہ کی مانیٹری پالیسی میں پالیسی ریٹ اور ڈسکاؤنٹ ریٹ میں 25 بیس پوائنٹس کے اضافے سے انھیں بالترتیب 6.00% اور 6.50% تک پہنچا دیا ہے۔ بقیہ رینج کے محدود ہونے کے بعد (Sovereign) منافع نے حالیہ پالیسی ریٹس میں اضافے اور مستقبل قریب میں مزید اضافے کی توقع کا رد عمل ظاہر کیا۔ زیر جائزہ مدت کے دوران میں 3 ماہ، 6 ماہ اور 12 ماہ کیلئے T-Bills کے منافع میں بالترتیب 41 بیس پوائنٹس، 57 بیس پوائنٹس اور 71 بیس پوائنٹس کا اضافہ ہوا۔

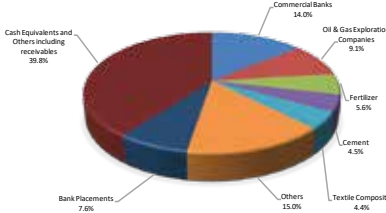
افراط زر اور شرح سود سے متعلقہ بڑھتے ہوئے خدشات کی بنا پر سرمایہ کاروں کی ترجیح کا بھگا مختصر مدت کی طرف رہا۔

نسبتاً غیر فعال رہنے کے بعد مارکیٹ میں بنیادی کارپوریٹ Debt کے کچھ ابراء دیکھنے میں آئے۔ کارپوریٹ Debt بیکور شیئرز میں تجارتی سرگرمیاں مختصر ہیں جو 16.1 ملین روپے کی حد تک محدود رہیں۔ تجارت کا عمومی رجحان بینکنگ کے شعبہ TFCs کی طرف رہا۔ شرح سود میں اضافہ کے خدشات کی توقع کے باعث طویل مدت کے

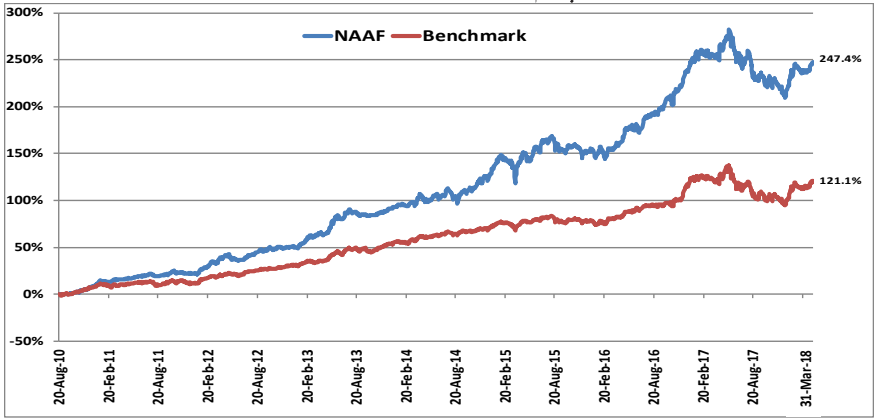
NAFA ASSET ALLOCATION FUND

Sovereign بوٹلز (PIBs) میں تجارتی سرگرمیاں محدود ہیں۔ PIB کے نتائج میں 3 سال، 5 سال، 10 سال اور 20 سال کی مدت کے لئے ہائریٹیب 142 پیس پوائنٹس، 145 پیس پوائنٹس، 69 پیس پوائنٹس اور 44 پیس پوائنٹس کا اضافہ کیے گئے ہیں۔

فونڈ کو اس مدت کے دوران 26.81 ملین روپے کا خسارہ ہوا۔ 78.27 ملین روپے کے اخراجات منہا کرنے کے بعد کل خسارہ 105.08 ملین روپے ہے۔ 31 مارچ 2018ء کو فونڈ کی ایسیٹ ایکلیکشن درج ذیل ہے:



بچ مارک کے مقابلے میں NAAF کی کارکردگی (اپنے قیام سے اب تک)



اظہار تشکر

بورڈ اس موقع کا فائدہ اٹھاتے ہوئے منجھٹ 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 سے بھی ان کی سرپرستی اور رہنمائی کے لیے پُر خلوص اظہار تشکر کرتا ہے۔ بورڈ اپنے اسٹاف اور نرسنگی کی طرف سے محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP منجھٹ لمیٹڈ

(سابقہ: NBP فلٹرن ایسیٹ منجھٹ لمیٹڈ)

ڈائریکٹر

چیف ایگزیکٹو

بتاریخ

13 اپریل 2018

بمقام: کراچی

NAFA ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2018

	Note	(Un- Audited) March 31' 2018	Audited June 30, 2017
(Rupees in '000)			
ASSETS			
Bank balances		1,834,104	1,018,260
Investments	4	1,945,812	2,365,015
Mark-up accrued and dividend receivable		21,408	6,101
Deposits, prepayments and other receivables		3,539	3,348
Total assets		3,804,863	3,392,724
LIABILITIES			
Payable to Management Company		27,385	17,876
Payable to Trustee		522	434
Payable to the Securities and Exchange Commission of Pakistan		2,364	2,199
Payable against purchase of investments		36,635	-
Accrued expenses and other liabilities		39,539	82,097
Total liabilities		106,445	102,606
NET ASSETS		3,698,418	3,290,118
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		3,698,418	3,290,118
Contingencies and commitments	6	-----Number of units-----	
Number of units in issue		223,752,839	193,005,748
Net asset value per unit		16.5290	17.0467

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Formerly; NBP Fullerton Asset Management Limited)
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA ASSET ALLOCATION FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTH PERIOD AND QUARTER ENDED MARCH 31, 2018

		Nine months ended		Quarter Ended	
	Note	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
		(Rupees in '000)			
INCOME					
Capital gain/ (loss) on sale of investments - net		(113,499)	44,258	(65,814)	15,011
Income from government securities		7,642	4	7,642	1
Profit on bank deposits & term deposits		57,473	31,568	14,796	13,488
Dividend income		80,816	44,660	21,474	16,272
Reversal of provision for Workers' Welfare Fund		-	18,638	-	18,638
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(59,244)	353,276	284,378	47,840
Total (loss) / income		(26,812)	492,404	262,476	111,250
EXPENSES					
Remuneration of Management Company		49,759	28,941	17,346	13,169
Sindh sales tax on Management Company's remuneration		6,469	3,762	2,256	1,712
Remuneration of Trustee		3,239	2,198	1,114	905
Sindh Sale Tax on 'Remuneration of the Trustee		421	286	145	118
Annual fee - Securities and Exchange Commission of Pakistan		2,364	1,375	824	626
Accounting and operational charges to the Management Company		2,488	1,447	867	658
Annual listing fee		21	41	8	13
Securities transaction cost		2,376	1,148	1,437	465
Settlement and bank charges		478	537	10	9
Auditors' remuneration		450	430	104	86
Legal and professional charges		57	52	28	52
Fund rating fee		172	120	81	120
Printing and related costs		27	79	5	33
Provision for Sindh Workers' Welfare Fund- previous years		-	3,032	-	3,032
Selling and Marketing Expenses	7	9,952	931	3,469	931
Total expenses		78,273	44,379	27,694	21,929
Net (loss) / income from operating activities		(105,085)	448,025	234,782	89,321
Element of income and capital gains included in prices of units issued less those in units redeemed		-	274,920	-	168,800
Provision for Sindh workers' welfare fund	5	-	(14,459)	-	(14,459)
Net (loss) / income for the period before taxation		(105,085)	708,486	234,782	243,662
Taxation	9	-	-	-	-
Net (loss) / income for the period after taxation		(105,085)	708,486	234,782	243,662
Allocation of net loss / (Income) for the period					
Net loss for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
Accounting income available for distribution:					
Relating to capital gain		-	-	-	-
Excluding capital gain		-	-	-	-

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Formerly;NBP Fullerton Asset Management Limited)
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH PERIOD AND QUARTER ENDED MARCH 31, 2018

	Nine months ended		Quarter Ended	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
	----- (Rupees in '000) -----			
Net (loss) / income for the period after taxation	(105,085)	708,486	234,782	243,662
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(105,085)</u>	<u>708,486</u>	<u>234,782</u>	<u>243,662</u>

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Formerly; NBP Fullerton Asset Management Limited)
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NAFA ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018

	Nine months ended March 31,					
	2018			2017		
	(Rupees in '000)					
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
Net assets at beginning of the period	2,269,232	1,020,886	3,290,118	581,671	592,986	1,174,657
Issuance of 108,998,363 units (2017:135,211,885 units)						
- Capital value	1,854,160	-	1,854,160			
- Element of loss	(83,592)	-	(83,592)			
Total proceeds on issuance of units	1,770,568	-	1,770,568	2,005,152	428,501	2,433,653
Redemption of 78,251,272 units (2017: 49,810,845 units)						
- Capital value	(1,330,854)	-	(1,330,854)			
- Element of income	85,179	-	85,179			
Total payments on redemption of units	(1,245,675)	-	(1,245,675)	(738,680)	(153,582)	(892,262)
Element of income and capital gains included in prices of units issued less those in units redeemed - net	-	-	-	-	(274,920)	(274,920)
Total comprehensive income for the period	-	(105,085)	(105,085)	-	708,486	708,486
Dividend distribution	-	(11,508)	(11,508)	-	-	-
Net assets at end of the period	2,794,125	904,293	3,698,418	1,848,143	1,301,472	3,149,614
Undistributed income brought forward						
- Realised		692,762			537,461	
- Unrealised		328,124			55,525	
		1,020,886			592,986	
Accounting income available for distribution						
- Relating to capital gain		-				
- Excluding capital gain		-				
Net (loss) / income for the period after taxation		(105,085)			708,486	
Distribution during the period		(11,508)			-	
Undistributed income carried forward		904,293			1,301,472	
Undistributed income carried forward						
- Realised		963,537			948,196	
- Unrealised		(59,244)			353,276	
		904,293			1,301,472	
		- (Rupees) -			- (Rupees) -	
Net assets value per unit at beginning of the period		17.0467			14.8297	
Net assets value per unit at end of the period		16.5290			19.1337	

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

**For NBP Fund Management Limited
(Formerly; NBP Fullerton Asset Management Limited)
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

NAFA ASSET ALLOCATION FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018

	Nine months ended	
	March 31, 2018	March 31, 2017
	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the period before taxation	(105,085)	708,486
Adjustments:		
Net loss / (gain) on sale of investments	113,499	(44,258)
Net unrealized loss / (gain) on re-measurement of investments at fair value through profit or loss - held for trading	59,244	(353,276)
Net element of income and capital gains included in prices in prices of units issued less those in units redeemed	-	(274,920)
	172,743	(672,454)
(Increase) / decrease in assets		
Investments - net	246,460	(789,496)
Dividend and profit receivable	(15,307)	(15,534)
Deposits, prepayments and other receivables	(191)	(500)
	230,962	(805,530)
Increase / (decrease) in liabilities		
Payable to the Management Company	9,509	6,000
Payable to the Trustee	88	489
Payable to the Securities and Exchange Commission of Pakistan	165	(26)
Payable against purchase of investments	36,635	15,821
Accrued expenses and other liabilities	(42,558)	(46,123)
	3,839	(23,839)
Net cash generated / (used in) from operating activities	302,459	(793,337)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	1,770,568	2,433,153
Amounts paid on redemption of units	(1,245,675)	(828,180)
Distributions paid	(11,508)	-
Net cash generated from financing activities	513,385	1,604,973
Net increase in cash and cash equivalents during the period	815,844	811,636
Cash and cash equivalents at the beginning of the period	1,018,260	479,335
Cash and cash equivalents at the end of the period	1,834,104	1,290,971

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Formerly;NBP Fullerton Asset Management Limited)
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA ASSET ALLOCATION FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTH PERIOD AND QUARTER ENDED MARCH 31, 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Asset Allocation Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited (formerly NBP Fullerton Asset Management Limited) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 29, 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 14, 2010 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

The Management Company of the Fund has been licensed to act as an asset management company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi.

The Fund is an open-ended mutual fund categorised as "asset allocation scheme" and its units are listed on Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

The investment objective of the Fund is to generate income by investing in debt and money market securities and to generate capital appreciation by investing in equity and equity related securities. The Fund also undertakes transactions under margin trading system.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company and has assigned performance ranking of "4 star" to the Fund.

Title of the assets of the Fund is held in the name of CDC as a trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

The disclosures made in this condensed interim financial information have been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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 financial statements of the Fund for the year ended June 30, 2017

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2018.

NAFA ASSET ALLOCATION FUND

3. ACCOUNTING POLICIES

The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of this condensed interim financial information and financial risk management objectives and policies are the same as those applied in the preparation of the financial statements of the Fund for the year ended June 30, 2017 except as explained in note 3.1.

- 3.1 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the amended regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the amended regulations.

Previously, an equalization account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealized appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognized in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017 as allowed by the SECP vide their email to MUFAP dated February 8, 2018. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the profit of the Fund would have been lower by Rs. 1.587 million net off charge for SWWF in respect of element of income / loss and consequently NAV per unit would have been higher by Rs. 0.0001. However, the change in accounting policy does not have any impact on the 'Cash Flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

4

INVESTMENTS

At fair value through profit or loss - held for trading

	Note	(Un-audited) March 31, 2018	(Audited) June 30, 2017
-----Rupees in '000-----			
Listed equity securities	4.1	1,945,812	2,060,320
Loans & Receivable			
Term deposit receipts	4.2	-	304,695
		1,945,812	2,365,015

NAFA ASSET ALLOCATION FUND

4.1 Listed equity securities at fair value through profit or loss - held for trading

Sector and Name of the investee company	As at July 01, 2017	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2018	Market value as at March 31, 2018	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
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----- Number of shares ----- Rupees in '000

All shares have a nominal face value of Rs. 10 each except for shares of Thal Limited and K-Electric Limited which have a face value of Rs. 5 and Rs. 3.5 each respectively.

OIL AND GAS MARKETING COMPANIES

Attock Petroleum Limited	24,250	-	-	750	23,500	13,502	0.37	0.69	0.03
Hascol Petroleum Limited	1,354	-	-	-	1,354	359	0.01	0.02	0.00
Shell Pakistan Limited	110,900	-	-	8,500	102,400	37,298	1.01	1.92	0.34
Pakistan State Oil Company Limited	116,720	63,000	27,744	127,600	79,864	25,676	0.69	1.32	0.60
Sui Northern Gas Pipelines Limited	-	169,700	-	-	169,700	19,127	0.52	0.98	0.56
							<u>2.60</u>	<u>4.93</u>	

OIL AND GAS EXPLORATION COMPANIES

Mari Petroleum Company Limited	62,250	4,200	-	7,800	58,650	86,835	2.35	4.46	0.44
Oil and Gas Development Company Limited	341,300	456,900	-	301,000	497,200	86,553	2.34	4.45	3.73
Pakistan Oilfields Limited	139,650	101,800	-	117,400	124,050	80,702	2.18	4.15	0.93
Pakistan Petroleum Limited	391,961	208,100	-	217,000	383,061	81,531	2.20	4.19	2.87
							<u>9.07</u>	<u>17.25</u>	

REFINERY

Attock Refinery Limited	39,200	-	-	39,200	-	-	-	-	-
							-	-	

FERTILIZER

Engro Corporation Limited	244,900	277,700	-	219,000	303,600	94,010	2.54	4.83	0.06
Engro Fertilizers Limited	452,500	1,278,000	-	723,000	1,007,500	69,608	1.88	3.58	0.08
Fauji Fertilizer Bin Qasim Limited	326,500	-	-	326,500	-	-	-	-	-
Fauji Fertilizer Company Limited	-	660,000	-	215,000	445,000	41,852	1.13	-	0.03
							5.55	8.41	

CHEMICALS

Engro Polymer & Chemicals Limited	1,357,000	355,000	-	1,188,000	524,000	18,681	<u>0.51</u>	<u>0.96</u>	0.04
							0.51	0.96	

FOOD AND PERSONAL CARE PRODUCTS

Rathan Maize Products Limited	1,640	-	-	-	1,640	13,612	0.37	0.70	0.01
Matco Foods Limited	-	200,000	-	-	200,000	7,890			
Al Shaheer Corporation Limited	92,000	54,500	-	-	146,500	4,486	0.12	0.23	0.10
							<u>0.49</u>	<u>0.93</u>	

ENGINEERING

International Steels Limited	258,500	262,000	-	243,000	277,500	32,165	0.87	1.65	2.08
International Industries Limited	139,000	-	-	10,100	128,900	36,659	0.99	1.88	0.97
Amreli Steels Ltd.	250,000	59,300	-	-	309,300	28,465	0.77	1.46	0.10
Amreli Steels Ltd.	250,000	-	-	131,000	119,000	8,735	0.24	0.45	0.05
							<u>2.87</u>	<u>5.44</u>	

CEMENT

[illegible]

TRANSPORT

Pakistan National Shipping Corporation	78,700	-	-	19,700	59,000	6,138	0.17	0.32	0.44
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NAFA ASSET ALLOCATION FUND

Sector and Name of the investee company	As at July 01, 2017	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2018	Market value as at March 31, 2018	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
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----- Number of shares ----- Rupees in '000 ----- % -----
 All shares have a nominal face value of Rs. 10 each except for shares of Thal Limited and K-Electric Limited which have a face value of Rs. 5 and Rs. 3.5 each respectively.

TEXTILE COMPOSITE

Nishat Mills Limited	471,700	207,000	-	317,500	361,200	57,391	1.55	2.95	2.71
Gul Ahmed Textile Mills Limited	854,800	-	-	238,500	616,300	26,304	0.71	1.35	0.05
Crescent Textile Mills Limited	182,500	-	-	50,000	132,500	4,017	0.11	0.21	0.29
Nishat (Chunian) Limited	619,000	693,000	-	980,500	331,500	17,149	0.46	0.88	2.49
Dawood Lawrencepur Limited	73,000	-	-	-	73,000	12,193	0.33	0.63	0.16
Kohinoor Textile Mills Limited	589,794	49,900	-	-	639,694	45,002	1.22	2.31	4.80
							4.38	8.33	

POWER GENERATION AND DISTRIBUTION

The Hub Power Company Limited	338,700	348,500	-	61,000	626,200	62,933	1.70	3.23	0.05
Kot Addu Power Company Limited	310,000	-	-	144,000	166,000	10,704	0.29	0.55	1.24
Saif Power Limited	129,500	-	-	29,000	100,500	2,915	0.08	0.15	0.33
K-Electric Limited	2,642,000	4,250,000	-	5,070,000	1,822,000	12,772	0.35	0.66	-
							2.42	4.59	

COMMERCIAL BANKS

Allied Bank Limited	550,701	44,500	-	-	595,201	58,610	1.58	3.01	51.98
Bank Al-falah Limited	-	2,312,000	-	211,000	2,101,000	110,996	3.00	5.70	0.13
Bank Al-Habib Limited	529,150	140,000	-	317,000	352,150	27,292	0.74	1.40	0.03
MCB Bank Limited	247,300	55,500	-	90,000	212,800	46,844	1.27	2.41	0.02
United Bank Limited	293,903	132,700	-	96,000	330,603	69,060	1.87	3.55	0.03
Faysal Bank Limited	29,838	1,939,000	295,326	-	2,264,163	59,729	1.61	3.07	0.08
Askari Bank Limited	-	1,514,500	-	-	1,514,500	34,712			
Habib Bank Limited	240,467	555,400	-	264,400	531,467	112,751	3.05	5.79	0.04
						-	13.12	24.93	

PAPER AND BOARD

Century Paper and Board Mills Limited	352,500	-	-	3,000	349,500	24,766	0.67	1.27	0.42
Cherat Packaging Limited	4,054	-	-	-	4,054	692	0.02	0.04	0.01
							0.69	1.31	

AUTOMOBILE ASSEMBLER

Indus Motor Company Limited	39,330	-	-	18,540	20,790	36,221	0.98	1.86	0.16
Millat Tractors Limited	57,500	-	-	29,040	28,460	36,496	0.99	1.88	0.21
Honda Atlas Cars Pakistan Limited	35,300	-	-	21,000	14,300	6,826	0.18	0.35	
							2.15	4.09	

AUTOMOBILE PARTS AND ACCESSORIES

Thal Limited	65,200	-	-	39,200	26,000	13,407	0.36	0.69	0.06
Baluchistan Wheels Limited	7,500	-	-	-	7,500	902	0.02	0.05	0.01
							0.38	0.74	

TECHNOLOGY AND COMMUNICATION

Systems Limited	259,500	-	-	-	259,500	25,073	0.68	1.29	0.86
							0.68	1.29	

GLASS AND CERAMICS

Tariq Glass Industries Limited	452,000	800	-	136,000	316,800	34,167	0.92	1.76	1.05
Shabbir Tiles & Ceramics Limited	2,128,500	-	-	1,863,500	265,000	5,115	0.14	0.26	0.88
							1.06	2.02	

CABLE AND ELECTRIC GOODS

Pak Elektron Limited	391,375	32,000	-	388,500	34,875	1,577	0.51	0.79	0.26
							0.51	0.79	

PHARMACEUTICALS

Abbott Laboratories	12,000	14,000	-	2,100	23,900	17,230	0.51	0.79	0.02
The Searle Company Limited	-	22,000	-	10,400	11,600	4,079			
Ferozsons Laboratories Limited	18,050	-	-	-	18,050	4,717	0.51	0.79	0.00
							1.02	1.58	

Synthetic Products

Synthetic Products Enterprises Limited	-	25,500	-	-	25,500	1,404	0.51	0.79	0.08
							0.51	0.79	

Total as at December 31, 2017

19,979,577 1,945,812 52.72 97.32

Carrying value before mark to market as at March 31, 2018

2,005,056

NAFA ASSET ALLOCATION FUND

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 16 to the annual audited financial statements of the Fund for the year ended June 30, 2017.

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 18.468 million for the period ended March 31, 2018 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2018 would have been higher by Rs. 0.0825 per unit (June 30, 2017: Rs. 0.0957 per unit).

6 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at March 31, 2018 and June 30, 2017.

7 SELLING & MARKETING EXPENSES

SECP vide a circular no.40 SCD/PRDD/ Circular/361/2016 dated December 30, 2016 (later amended vide circular no. 05 of 2017 dated February 13, 2017), allowed the Asset Management Companies to charge selling and marketing expenses to open end equity, asset allocation and index funds, initially for three years (from January 1, 2017 till December 31, 2019). Maximum cap of selling and marketing expense shall be 0.4% per annum of net assets of the fund or actual expenses whichever is lower. Accordingly, such expenses have been charged at the rate of 0.4% of net assets of the Fund, being lower than the actual expenses incurred

8 TOTAL EXPENSE RATIO

Total Expense Ratio (all the expenses incurred during the period divided by Average net assets value for the period) is 3.14 % per annum including 0.37 % representing government levies on collective investment scheme such as sales tax, sindh worker's welfare fund and SECP fee for the period.

9 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 ninety percent of its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders. The management intends to distribute atleast 90% of the Fund's net accounting income earned by the year end to the unit holders. Accordingly, no provision for taxation has been made in this condensed interim financial information.

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.

10 TRANSACTION AND BALANCES WITH CONNECTED PERSONS AND RELATED PARTIES

- 10.1 Connected persons and related parties include NBP Fund Management Limited (formerly: NBP Fullerton Asset Management Limited) being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Alexandra Fund Management Pte. Limited being the sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.
- 10.2 The transactions with connected persons and related parties are carried out in the normal course of business, at contracted rates and terms determined in accordance with the market norms.
- 10.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.
- 10.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

NAFA ASSET ALLOCATION FUND

(Un-audited)	
Half year ended	
March 31, 2018	March 31, 2017
Rupees in '000	

10.5 Details of transactions with connected persons and related parties are as follows:

NBP Fund Management Limited - (Management Company) (Formerly;NBP Fullerton Asset Management Limited)

Remuneration of the Management Company	49,759	28,941
Sindh Sales Tax on remuneration of the Management Company	6,469	3,762
Reimbursement of operational expenses to the Management Company	2,488	1,447
Selling and Marketing expenses	9,952	931
Sales load and related Sindh Sales Tax and Federal Excise Duty	5,362	-

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	3,239	2,198
Sindh Sales Tax on remuneration of the Trustee	421	286
CDS charges	111	241

Employees of the Management Company

Units issued / transferred in 13,007 units (2017: 82,060 units)	215	1,375
Units redeemed / transferred out 34,486 units (2017: 90,366 units)	553	1,559
Dividend re-invest: 232 units (2017: Nil units)	4	-

Taurus Securities Limited (Subsidiary of the Parent of the Management Company)

Brokerage expense	145	64
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Service Provident Fund Trust (Related Party)

Units issued / transferred in 11,694,694 units (2017: Nil units)	166,912	218,050
Units redeemed / transferred out 10,340,152 units (2017: Nil units)	157,005	-

Company Secretary / Chief Operating Officer of the Management Company

Units redeemed / transferred out - Nil (2017: 46,996 units)	-	741
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Humayun Bashir (Director of the Management Company)

Dividend re-invest 3,011 units (2017: Nil units)	48	-
Units Redeemed / Transferred out 889,875 units (2017: Nil units)	14,500	-

NBP Fund Management Limited - (Management Company) (Formerly;NBP Fullerton Asset Management Limited)

Units Issued / Trasferred In 3,062,787 units (2017: Nil units)	50,000	-
Units Redeemed / Transferred out 622,580 units (2017: Nil units)	10,000	-

International Industries Limited (Common directorship with the Management Company)

Sale of shares - 10,100 shares (2017: 311,000 shares)	2,960	33,195
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NAFA ASSET ALLOCATION FUND

(Un-audited)	
Half year ended	
March 31, 2018	March 31, 2017
Rupees in '000	

International Steels Limited

(Common directorship with the Management Company)

Purchase of 262,000 shares - (2017: Nil shares)	32,273	-
Sale of 243,000 shares - Nil (2017: 609,500 shares)	28,850	30,879

Byco Petroleum Pakistan Limited - Employee Provident Fund

(Portfolio managed by the Management Company)

Units issued / transferred in Nil units (2017: 840,198 units)	-	13,729
Dividend re-invest 3,070 units (2017: Nil units)	49	-
Units redeemed / transferred out 1,180,650 units (2017: Nil units)	18,295	-

Gul Ahmed Textile Mills Limited Employees Provident Fund Trust

Units issued / transferred in 2,207,474 units (2017: Nil units)	34,100	-
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Mr. Khalid Mehmood - CFO

Dividend re-invest 200 units (2017: Nil units)	3	-
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Cherat Cement Limited

(Common directorship with the Management Company)

Purchase of 232,500 shares (2017: 77,700 shares)	38,074	14,765
Sale of 149,000 shares - Nil (2017: Nil shares)	19,138	-

(Un-audited)	(Audited)
March 31, 2018	June 30, 2017
Rupees in '000	

10.6 Amounts outstanding as at period / year end are as follows:

NBP Fund Management Limited - (Management Company)

(Formerly; NBP Fullerton Asset Management Limited)

Remuneration payable to Management Company	7,542	6,031
Sindh Sales Tax on remuneration of the Management Company	980	784
Reimbursement of operational expenses to the Management Company	2,488	2,315
Selling and Marketing expenses	9,952	4,432
Sales load	2,690	514
Sindh Sales Tax and Federal Excise Duty on sales load	3,733	3,800

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	462	384
Sindh sales tax on remuneration of the Trustee	60	50
CDS charges	27	20
Security deposit	100	100

National Bank of Pakistan (Parent of the Management Company)

Bank balance	5,364	12,469
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NAFA ASSET ALLOCATION FUND

	(Un-audited) March 31, 2018	(Audited) June 30, 2017
	----- Rupees in '000 -----	
International Industries Limited (Common directorship with the Management Company)		
Ordinary shares held 128,900 (June 2017: 139,000)	36,659	51,231
International Steels Limited (Common directorship with the Management Company)		
Ordinary shares held 277,500 (June 2017: 258,500)	32,165	33,060
Cherat Packaging Limited (Common directorship with the Management Company)		
Ordinary shares held 4,054 (June 2017: 3,572)	692	51,231
GUL Ahmed Textile Limited Employees (Common Directorship with the Management Company)		
Investment held in the Fund Nil units (June 2017: 854,000 units)	-	35,030
Summit Bank Limited (Common Directorship with the Management Company)		
Bank balance	4,719	4,245
Mark-up on bank balance	1	-
Askari Bank Limited (Common Directorship with the Management Company)		
Bank balance	4,566	1,072
Mark-up on bank balance	1	8
Bank Islami Pakistan Limited (Common Directorship with the Management Company)		
Bank balances	1,336	990
Markup on bank balances	1	12
Cherat Cement Company Limited (Common directorship with the Management Company)		
Ordinary shares held 300,400 (June 2017: 216,900)	38,541	38777
Chief Financial Officer of the Management Company		
Investment held in the Fund 66,163 units (June 2017: 67,085 units)	1,094	1,124
Employees of the Management Company		
Investment held in the Fund 54,872 units (June 2017: 95,395 units)	907	1,298
Byco Petroleum Pakistan Limited - Employee Provident Fund (Portfolio managed by the Management Company)		
Investment held in the Fund - Nil (June 2017: 1,177,580 units)	-	20,074
Gul Ahmed Textile Mills Limited Employees Provident Fund (Portfolio managed by the Management Company)		
Investment held in the Fund 4,014,693 units (June 2017: 1,807,219 units)	66,359	30,807
Humayun Bashir (Director of the Management Company)		
Investment held in the Fund 103,131 units (June 2017: 989,995 units)	1,705	16,876
NBP Fund Management Limited (Management Company) (Formerly: NBP Fullerton Asset Management Limited)		
Investment held in the Fund 2,440,207 units (June 2017: Nil units)	40,334	
Service Provident Fund Trust (Related Party) (Portfolio managed by the Management Company)		
Investment held in the Fund - 13,737,709 units (June 2017: 13,239,287 units)	227,071	225,686

NAFA ASSET ALLOCATION FUND

11 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on 30 April,2018 by the Board of Directors of the Management Company.

12 GENERAL

12.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise specified.

12.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and disclosure. There have been no significant reclassification during the period except for the impact of change in accounting policy.

**For NBP Fund Management Limited
(Formerly;NBP Fullerton Asset Management Limited)
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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