

AM1
Rated by PACRA



NBP Fullerton
Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan

NAFA INCOME OPPORTUNITY FUND

QUARTERLY
REPORT September 30
2017




Your investments & "NAFA" grow together



**FULLERTON FUND
MANAGEMENT**

Joint - Venture Partners

MISSION STATEMENT



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

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NAFA INCOME OPPORTUNITY FUND

FUND'S INFORMATION

Management Company

NBP Fullerton Asset Management Limited – Management Company

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. Lui Mang Yin (Martin Lui)	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

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy	Chairman
Mr. Abdul Hadi Palekar	Member
Mr. Lui Mang Yin (Martin Lui)	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
JS Bank Limited
KASB Bank Limited
MCB Bank Limited
National Bank of Pakistan
NIB Bank Limited
SILK Bank Limited
Soneri Bank Limited
The Bank of Punjab
Summit Bank Limited
United Bank Limited
Samba Bank Limited
Al Baraka Bank Limited
Meezan Bank Limited
Sindh Bank Limited
Dubai Islamic Bank Pakistan Limited
Khushhali Bank Limited
BankIslami Pakistan Limited
Zarai Taraqiat Bank Limited
Summit Bank Limited
NRSP Microfinance Bank Limited

NAFA INCOME OPPORTUNITY 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 Vuilding, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 111-111NFA (111-111-632),
(Toll Free): 0800-20001,
Fax: (021) 35825329
Website: www.nafafunds.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 (nfa)
Fax: 091-5703202

Multan Office:

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

NAFA INCOME OPPORTUNITY FUND

DIRECTORS' REPORT

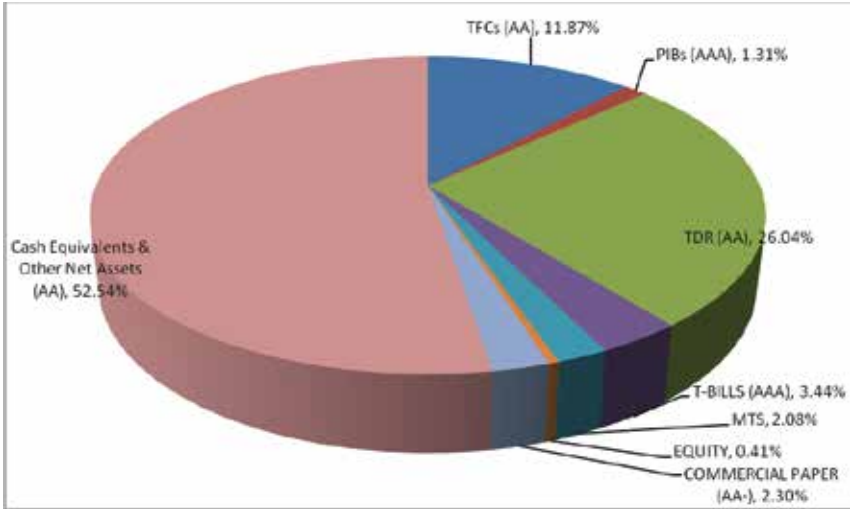
The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the unaudited financial statements of **NAFA Income Opportunity Fund (NIOF)** for the quarter ended September 30, 2017.

Fund's Performance

The size of NAFA Income Opportunity Fund has increased from Rs. 8,199 million to Rs. 8,640 million during the quarter, i.e. a growth of 5%. During the period under review, the unit price of the Fund has increased from Rs. 10.6964 on June 30, 2017 to Rs. 10.8329 on September 30, 2017; thus posting a return of 5.1% as compared to its Benchmark return of 6.2%. The performance of the Fund is net of management fee and all other expenses.

NIOF is categorized as an Income Scheme and has been awarded stability rating of A (f) by PACRA. During the period, State Bank of Pakistan (SBP) maintained the policy rate at 5.75%. SBP cited that macroeconomic environment remains conducive to growth without impacting headline inflation. Average CPI inflation eased to 3.4% in Jul-Sep FY18 compared to 3.9% during the same period last year. Given potential risks to inflation and interest rates from deteriorating Balance of Payment (BoP) position, investors' preference tilted towards short-term government securities as indicated by heavy participation in 03 month T-bills. During the quarter, T-bill yields remained almost unchanged however, PIB yields increased by 45 bps, 56 bps and 13 bps for the 3 year, 5 year and 10 year tenors, respectively. With pickup in private sector investment activity we have seen increased issuance of corporate debt securities. Trading activity in corporate TFCs/Sukuks increased slightly with a cumulative trade value of around Rs. 2.5 billion as compared to Rs. 1.5 billion during 1QFY17 with Banking sector making up the lion's share.

The Fund has earned total income of Rs.146.66 million during the period. After accounting for expenses of Rs.36.30 million, the net income is Rs.110.36 million. The chart below presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NIOF.



NAFA INCOME OPPORTUNITY FUND

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 Fullerton Asset Management Limited

Chief Executive

Director

Date: October 27, 2017
Place: Karachi.

NAFA INCOME OPPORTUNITY FUND

ڈائریکٹر رپورٹ

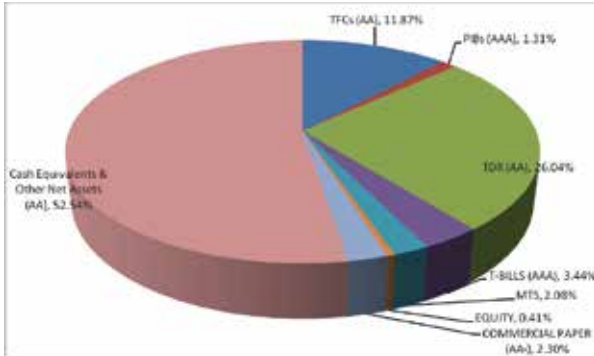
این بی پی فلٹرن ایسیٹ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NAFA انکم اپرچونٹی فنڈ (NIOF) کے غیر آڈٹ شدہ مالیاتی گوشوارے برائے مختتمہ سہ ماہی 30 ستمبر 2017 پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

فنڈ کی کارکردگی

اس سہ ماہی کے دوران، NAFA اسلامک انکم اپرچونٹی فنڈ (NIOF) کا حجم 8,199 ملین روپے سے بڑھ کر 8,640 ملین روپے ہو گیا جو 5 فیصد نمو ہے۔ جائزہ مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2017 کو 10.6964 روپے سے بڑھ کر 30 ستمبر 2017 کو 10.8329 روپے ہو گئی، جو کہ بیچ مارک کے منافع 5.1 فیصد کے مقابلے میں 6.2 فیصد منافع کی نشاندہی کرتا ہے۔ یہ کارکردگی انتظامیہ کے معاوضہ اور دیگر تمام اخراجات نکالنے کے بعد ہے۔

NIOF کی درجہ بندی انکم اسکیم میں کی گئی ہے اور اسے PACRA نے A (f) کی مستحکم درجہ بندی سے نوازا ہے۔ اس مدت کے دوران، اسٹیٹ بینک آف پاکستان نے اپنے پالیسی نرخ 5.75% پر برقرار رکھے۔ SBP نے بڑے معاشی معاملات کو ترقی کے لئے موزوں قرار دیا اس بات کی پرواہ کئے بغیر کہ افراط زر کے کیا اثرات مرتب ہونگے۔ جولائی سے ستمبر مالی سال 2018 کے دوران درمیانی CPI افراط زر میں قدرے کمی آئی جو کہ 3.4 فیصد رہی جو پچھلے سال اسی مدت کے دوران 3.9 فیصد تھی۔ توازن ادائیگی کی بگڑتی ہوئی صورتحال کے پیش نظر افراط زر اور سودی نرخوں میں متوقع اضافے کی وجہ سے 3 ماہ کی مدت کی قلیل المیعاد حکومتی تمسکات کی طرف سرمایہ داروں کا رجحان رہا جس کی نشاندہی سہ ماہی T-Bills میں بھاری سرمایہ کاری سے ہوتی ہے۔ اس سہ ماہی کے دوران T-Bills پر منافع تقریباً غیر متزلزل رہا تاہم PIB کی تین سالہ، پانچ سالہ اور 10 سالہ مدتی اسکیموں کے منافع میں بالترتیب 45 بی پی ایس، 56 بی پی ایس اور 13 بی پی ایس اضافہ ہوا۔ اپرائیوٹ سیکٹر میں سرمایہ کاری کی سرگرمیوں میں اضافہ کی وجہ سے کارپوریٹ قرضہ کی تمسکات میں اضافہ دیکھنے میں آیا۔ ٹریڈنگ کی سرگرمیوں کی وجہ سے کارپوریٹ TFCs / سکوک میں معمولی اضافہ ہوا جس کے باعث 2.5 ملین روپے مالیت کے مجموعی سودے ہوئے جبکہ مالی سال 2017 کی پہلی سہ ماہی میں 1.5 ملین تھے۔ مذکورہ بالا سہ ماہی میں بینکنگ سیکٹر کا ایک بہت بڑا حصہ ہے۔

فنڈ کو اس مدت کے دوران 146.66 ملین روپے کی آمدنی ہوئی۔ 36.30 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 110.36 ملین روپے ہو گئی۔ مندرجہ ذیل چارٹ اثاثوں کی تخصیص اور NIOF کے ہر ذیلی اثاثے کی اوزانی اوسط کی کریڈٹ درجہ بندی کو ظاہر کرتا ہے:



NAFA INCOME OPPORTUNITY FUND

اعتراف

اس موقع پر بورڈ اپنے تمام یونٹ ہولڈرز کا شکریہ ادا کرتے ہیں جنہوں نے انتظامی کمپنی پر اپنے بھروسے اور اعتماد کا اظہار کیا اور ہمیں اپنی خدمت کا موقع دیا۔ بورڈ اپنی مخلصانہ سائنس کیوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک کو ان کی سرپرستی اور رہنمائی پر پیش کرتا ہے۔ بورڈ بخوشی اس بات کا اعتراف کرتا ہے کہ ملازمین اور ٹرسٹیز نے انتھک محنت، جدوجہد اور لگن سے کام کیا۔

از طرف بورڈ

این بی پی فلٹرین ایسیٹ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: اکتوبر 27، 2017

بمقام کراچی

NAFA INCOME OPPORTUNITY FUND

Condensed Interim Statement of Assets and Liabilities As at 30 September 2017

	Note	(Un- Audited) September 30' 2017	Audited June 30, 2017
(Rupees in '000)			
Assets			
Balances with banks	4	4,171,879	2,174,206
Investments	5	4,100,544	2,231,513
Receivable against margin trading system		127,635	87,869
Income and profit receivable	6	68,473	56,609
Receivable against sale of investments		295,270	3,203,158
Deposit and prepayments		12,057	619,115
Total assets		<u>8,775,858</u>	<u>8,372,470</u>
Liabilities			
Payable to Management Company		25,132	24,056
Payable to Central Depository Company of Pakistan Limited - Trustee		5,064	1,910
Payable to Securities and Exchange Commission of Pakistan - annual fee		1,635	9,406
Accrued expenses and other liabilities	7	104,117	137,970
Total liabilities		<u>135,948</u>	<u>173,342</u>
Net assets		<u>8,639,910</u>	<u>8,199,128</u>
Unit holders' fund		<u>8,639,910</u>	<u>8,199,128</u>
Contingencies and commitments	8		
-----Number of units-----			
Number of units in issue		<u>797,565,047</u>	<u>766,529,674</u>
------(Rupees)-----			
Net assets value per unit		<u>10.8329</u>	<u>10.6964</u>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA INCOME OPPORTUNITY FUND

Condensed Interim Income Statement (Unaudited) For the quarter ended 30 September 2017

	Note	Quarter Ended September 30' 2017 (Rupees in '000)	Quarter Ended September 30, 2016
Income			
Return / mark-up on:			
- bank balances and term deposits		112,680	154,082
- term finance certificates and sukuks		15,663	17,326
- government securities		11,225	9,108
- letter of placement and commercial paper		3,809	-
- margin trading system		4,025	13,195
- clean placement		1,989	-
Net (loss) / income on spread transactions		(817)	1,020
Dividend income on spread transactions		3,715	19,099
Net (loss) on sale of investments - net		(13)	(11,179)
Net unrealised (diminution) / appreciation on re-measurement of investments at fair value through profit and loss -net		(7,563)	3,616
Reversal of provision in respect of non-performing investments		1,948	7,987
Total income		146,661	214,254
Expenses			
Remuneration of Management Company		21,806	33,686
Sindh Sales tax on remuneration of Management Company		2,835	4,379
Accounting and operational charges		2,181	2,591
Remuneration of Central Depository Company of Pakistan Limited - Trustee		1,930	2,217
Sindh Sales tax on remuneration of trustee		251	288
Annual fee - Securities and Exchange Commission of Pakistan		1,635	1,943
Settlement and bank charges		2,451	2,014
Securities and transaction cost		715	1,426
Rating Fee		110	46
Annual listing Fee		7	14
Auditors' remuneration		126	230
Legal and professional charges		6	-
Printing and related charges		-	46
Total expenses		34,053	48,880
		112,608	165,374
Net element of Income included in prices of units issued less those in units redeemed.		-	36,348
Provision for Sindh workers' welfare fund	9	(2,252)	-
Net income for the period before taxation		110,356	201,722
Taxation	10	-	-
Net income for the period after taxation		110,356	201,722
Earnings per unit	11		
Allocation of Net income for the period:			
Income already paid on units redeemed		(9,847)	-
Accounting income available for distribution			
-Relating to capital gains		(6,900)	-
-Excluding capital gains		107,409	-
Accounting Income available for Distribution		100,509	201,722

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA INCOME OPPORTUNITY FUND

Condensed Interim statement of Comprehensive Income (Unaudited) For the quarter ended 30 September 2017

	Quarter Ended September 30' 2017	Quarter Ended September 30, 2016
	(Rupees in '000)	
Accounting Income available for Distribution	100,509	201,722
Other comprehensive income		
Items that may be reclassified subsequently to income statement		
Net unrealised (diminution) on re-measurement of investments classified as 'available-for-sale'	(606)	18,786
Total comprehensive income for the period	<u>99,903</u>	<u>220,508</u>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA INCOME OPPORTUNITY FUND

Condensed Interim Statement of Movement in reserves or Unit Holders' Fund (Unaudited) For the quarter ended 30 September 2017

	Note	Quarter Ended September 30' 2017 (Rupees in '000)	Quarter Ended September 30, 2016
Net assets at the beginning of the period		8,199,128	6,274,223
Issue of 233,669,302 units (2016: 661,648,832 units)		2,515,292	7,143,852
Redemption of 202,633,930 units (2016: 167,844,371 units)		(2,184,260)	(1,816,714)
		331,032	5,327,138
Total comprehensive income for the period		99,903	220,508
Income already paid on units redeemed		9,847	
Net element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed		-	(42,641)
Net element of income and capital gains included in prices of units issued less those in units redeemed - amount representing income that form part of the unit holders' funds		-	6,293
Net assets as at the end of the period		<u>8,639,910</u>	<u>11,785,521</u>
Net Assets value per unit as at beginning of the period		<u>10.6964</u>	<u>10.7016</u>
Net Assets value per unit as at end of the period		<u>10.8329</u>	<u>10.9116</u>
Undistributed income brought forward comprises of:			
- Realised Gain		474,475	464,419
- Unrealised Gain		2,936	18,533
		<u>477,411</u>	<u>482,952</u>
Accounting income available for distribution:			
-Relating to capital gains		(6,900)	-
-Excluding capital gains		107,409	
		<u>100,509</u>	<u>201,722</u>
Net element of income and capital gains included in prices of units issued less those in units redeemed - amount representing income that form part of the unit holders' funds			6,293
Undistributed income carried forward		<u>577,920</u>	<u>690,967</u>
Undistributed income carried forward comprises of:			
- Realised Gain		585,483	687,351
- Unrealised Gain		(7,563)	3,616
		<u>577,920</u>	<u>690,967</u>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA INCOME OPPORTUNITY FUND

Condensed Interim Cash Flow Statement (Unaudited) For the quarter ended 30 September 2017

	Quarter Ended September 30' 2017 (Rupees in '000)	Quarter Ended September 30, 2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	100,509	201,722
<i>Adjustments for non-cash charges and other items:</i>		
Net unrealised (appreciation) / diminution in fair value of investments classified as 'at fair value through profit or loss'	7,563	(3,616)
Reversal of provision in respect of non-performing investments	(1,948)	(7,987)
Provision for Sindh workers' welfare fund	2,252	-
Net income on spread transactions	817	-
Income already paid on units redeemed	9,847	-
Net element of (income) included in prices of units issued less those in units redeemed.	-	(36,348)
	<u>119,040</u>	<u>153,771</u>
Decrease / (increase) in assets		
Investments	(1,874,053)	(785,828)
Income and profit receivable	(11,864)	(27,144)
Receivable against margin trading system	(39,766)	(1,417,664)
Receivable against sale of investment	2,907,888	(751,619)
Deposit and prepayments	607,058	14,705
	<u>1,589,263</u>	<u>(2,967,550)</u>
Decrease / (increase) in liabilities		
Payable to Management Company	1,076	5,787
Payable to the Central Depository Company of Pakistan Limited - Trustee	3,154	182
Payable to Securities and Exchange Commission of Pakistan - Annual fee	(7,771)	(4,982)
Accrued expenses and other liabilities	(33,853)	(2,543,818)
	<u>(37,394)</u>	<u>(2,542,741)</u>
Net cash generated / (used in) from operating activities	<u>1,670,909</u>	<u>(5,356,520)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	2,515,297	7,143,852
Payments on redemption of units	(2,188,533)	(1,816,714)
Net cash generated from financing activities	<u>326,764</u>	<u>5,327,138</u>
Net increase / decrease in cash and cash equivalents during the period	<u>1,997,673</u>	<u>(29,382)</u>
Cash and cash equivalents at beginning of the period	2,174,206	7,112,317
Cash and cash equivalents at end of the period	<u><u>4,171,879</u></u>	<u><u>7,082,935</u></u>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA INCOME OPPORTUNITY FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (Un-audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Income Opportunity Fund ("the Fund") was established under a Trust Deed executed between NBP Fullerton Asset Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on February 11, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on January 30, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Trust Deed was amended through first supplemental trust deed executed for the change of name and categorisation of the Fund as an income scheme as per the criteria for categorization of open end collective investment scheme as specified by SECP and other allied matters.

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 classified as an 'income scheme' by the Management Company and is listed on the Pakistan Stock Exchange (formerly Lahore 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.

The core objective of the Fund is to seek maximum preservation of capital and a reasonable rate of return. The principal activity of the Fund is to make investments in money market and debt securities having a good credit rating and liquidity subject to the guidelines prescribed by SECP. Other avenues of investments include ready future arbitrage in listed securities and transactions under margin trading system.

The Pakistan Credit Rating Agency Limited has assigned an asset manager rating of 'AM1' to the Management Company and a stability rating of A(f) to the Fund.

Title to 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

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRSs, the requirements of the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail. The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'.

The directors of the asset management company declare that condensed interim financial statements give a true and fair view of the fund

3 ACCOUNTING POLICIES

The accounting policies adopted for the preparation of the financial statements for the quarter ended September 30, 2017 are same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2017 except for element of income. Pursuant to SRO 756(I)/2017, management has changed its accounting policy whereby element of income / loss and capital gains / losses in prices of units issued less those in units redeemed' during the year, previously transferred to the 'income statement' has now been taken to unit holders' fund. The above change has been applied from July 01, 2017 as clarified by MUFAP, therefore the comparative information have not been restated.

NAFA INCOME OPPORTUNITY FUND

	Note	Un-audited As at September 30, 2017	Audited As at June 30, 2017
(Rupees in '000)			
4. BALANCES WITH BANKS			
Current accounts		26,756	14,609
Saving accounts	4.1	<u>4,145,123</u>	<u>2,159,597</u>
		<u>4,171,879</u>	<u>2,174,206</u>

- 4.1 These saving accounts carry mark-up at the rates ranging from 4% to 10.25% per annum (30 June 2017: 4.5% to 10.25% per annum).

5. INVESTMENTS

At fair value through profit or loss - held for trading

Equity securities - listed	5.1	-	-
Equity securities - listed (spread transactions)	5.2	179,774	-
Government securities	5.3	410,325	282,911
Term finance certificates - listed	5.4	267,921	167,128
Term finance certificates - unlisted	5.5	757,789	449,941
Sukuku	5.6	-	-
		1,615,809	899,980

Available for sale

Equity securities - listed	5.7	35,674	36,281
Term finance certificates - listed	5.8	-	-
Term finance certificates - unlisted	5.9	-	-
Sukuku	5.10	-	-
		35,674	36,281

Loans and receivables

Term deposits	5.13	2,250,000	1,100,000
Commercial Paper	5.14'	199,061	195,252
		<u>4,100,544</u>	<u>2,231,513</u>

5.1 Equity securities - listed - at fair value through profit or loss - held for trading

Name of the investee company	Number of shares			Market Value as at September 30, 2017	Investment as a percentage of			
	Purchased during the period	Sold during the period	As at September 30, 2017		Net assets	Market value of total investment	Paid-up capital of investee company	Paid-up capital of investee company
				(Rupees in '000)				%

All shares have a nominal face value of Rs 10 each.

Textile composite

Azgard Nine Limited (Non-voting) - - - 308 - - - -

Carrying value before mark to market as at September 30, 2017

13

Accumulated impairment

13

NAFA INCOME OPPORTUNITY FUND

5.2 Equity securities - listed (spread transactions) - at fair value through profit or loss - held for trading

The movement in equity securities represent spread transactions entered into by the Fund. The Fund purchases equity securities in ready market and sells them in future market on the same day, resulting in spread income due to difference in ready and future stock prices. This way the Fund has no open exposure to the stock market.

Name of the investee company	Number of shares		Rs in '000		Investment as a percentage of		
	Purchased during the year	Sold during the year	As at September 30, 2017	Market value as at September 30, 2017	Net assets	Market value of total investment	Paid-up capital of investee company
Oil and Gas							
Oil & Gas Development Company Limited	47,500	20,500	27,000	4,013	0.03	0.16	0.09
Pakistan Petroleum Limited	1,000	1,000	-	-	-	-	-
Pakistan State Oil Company Limited	207,000	207,000	-	-	-	-	-
Attock Refinery Limited	305,000	81,000	224,000	92,559	0.79	3.71	108.52
Commercial banks							
Askari Bank	143,500	143,500	-	-	-	-	-
Habib Bank	36,500	36,500	-	-	-	-	-
United Bank	500	500	-	-	-	-	-
Chemicals							
Engro Fertilizers Limited	260,500	253,500	7,000	440	-	0.02	0.03
Fauji Fertilizer	260,500	245,000	15,500	1,289	0.01	0.05	0.10
Fauji Fertilizer Bin Qasim	41,500	41,500	-	-	-	-	-
Construction and Materials							
D.G. Khan Cement Company Limited	823,500	320,500	503,000	73,871	0.63	2.96	16.86
Fauji Cement Company Limited	111,500	93,000	18,500	602	0.01	0.02	0.04
Maple Leaf Cement Factory Limited	82,000	56,000	26,000	2,183	0.02	0.09	0.41
Personal Goods							
Nishat Mills Limited	63,000	57,500	5,500	798	0.01	0.03	0.23
Nishat chunian Limited	104,000	99,000	5,000	273	-	0.01	0.11
Household Goods							
Pak Elektron Limited (Note 6.1.1)	1,660,000	1,624,000	36,000	2,734	0.02	0.11	0.55
Food Producers							
Engro Foods	58,500	57,000	1,500	143	-	0.01	0.02
Power Generation							
K Electric	2,981,500	2,858,000	123,500	869	0.01	0.03	0.04
Hub Power	211,500	211,500	-	-	-	-	-
	7,399,000	6,406,500	992,500	179,774			
Carrying value before mark to market as				182,060			

NAFA INCOME OPPORTUNITY FUND

5.3 Government securities - at fair value through profit or loss - held for trading

Issue Date	Tenor	Face Value				Market value as at September 30, 2017	Investment as a percentage of	
		As at July 1, 2017	Purchases during the period	Sales / Matured during the period	As at September 30, 2017		Net assets	Market value of total investments
(Rupees in '000)						% -----		
Market Treasury Bills								
June 22, 2017	3 Months	170,000		170,000.00	-	-		
Aug 31, 2017	3 Months	-	2,940,000	2,640,000	300,000	297,387	2.52	11.93
July 06, 2017	3 Months		260,000	260,000	-	-		
March 2, 2017	6 Months	-	1,000,000	1,000,000	-	-	-	-
Pakistan Investment Bonds								
July 22, 2010	10 Years	100,000	-	-	100,000	112,939	0.96	4.53
						<u>410,326</u>		
Carrying value as at September 30, 2017						412,431		

5.4 Term finance certificates - listed - at fair value through profit or loss - held for trading

Name of the investee company	Number of certificates				Market value as at September 30, 2017	Investment as a percentage of		
	As at July 01, 2017	Purchases during the period	Sales during the period	As at September 30, 2017		Net assets	Market value of total investment	Issue size
					(Rupees in '000)	----- % -----		
All term finance certificates have a face value of Rs 5,000 each unless stated otherwise.								
Bank Alfalah Limited - V	32,550	-	-	32,550	166,370	1.41	6.67	3.26
Habib bank Limited (Feb 19, 2016)	-	2,000	-	2,000	197,920	1.68	7.94	3.26
Silk Bank Limited (Aug 10, 2016)	-	20,000	-	20,000	94,467	0.80	3.79	3.26
Pace (Pakistan) Limited (note 5.4.1)	30,000	-	-	30,000	-	-	-	10.00
Saudi Pak Leasing Company Limited (note 5.4.2)	15,000	-	-	15,000	-	-	-	10.00
					<u>458,757</u>			
Carrying value before mark to market as at September 30, 2017					<u>655,917</u>			
Accumulated impairment					191,141			

5.4.1 This represents investment in listed term finance certificates with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as a non performing asset by Mutual Funds Association of Pakistan (MUFAP) since September 5, 2011. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

5.4.2 This represents investment in term finance certificates with original term of nine years. On October 13, 2011 the investee company defaulted on its obligation on account of principal and profit payment. The investee company rescheduled its term on December 26, 2011 with a new maturity in March 2017. The said term finance certificates complied with repayment terms since it was rescheduled and had been reclassified as performing as per criteria defined in circular no. 1 of 2009. However, the investee company again defaulted on its obligation on account of principal and profit payment for the month of April 2014 and was therefore declared as non performing asset by MUFAP since April 30, 2014. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

NAFA INCOME OPPORTUNITY FUND

5.5 Term finance certificates - unlisted - at fair value through profit or loss - held for trading

Name of the investee company	Number of certificates				Market value as at September 30, 2017	Investment as a percentage of		
	As at July 01, 2017	Purchases during the period	Sales during the period	As at September 30, 2017		Net assets	Market value of total investment	Issue size

(Rupees in '000) ----- % -----

All term finance certificates have a face value of Rs 5,000 each unless stated otherwise.

JS Bank Limited (December 14, 2016)	60,000	-	-	60,000	302,039	2.56	12.12	10
Jahangir Siddiqui and Company Limited (April 08, 2014)	15,000	-	-	15,000	45,166	0.38	1.81	10
Jahangir Siddiqui and Company Limited (June 24, 2016)	20,000	-	-	20,000	101,406	0.86	4.07	10
Jahangir Siddiqui and Company Limited (July 18, 2017)	-	23,340	-	23,340	118,363	1.00	4.75	10

566,974

Carrying value before mark to market as at September 30, 2017

566,642

5.6 Equity securities - listed - available for sale

Name of the investee company	Number of shares				Market value as at September 30, 2017	Investment as a percentage of		
	As at July 01, 2017	Purchased during the year	Sold / matured during the period	As at September 30, 2017		Net assets	Market value of total investments	Paid-up capital of investee company

Rs in '000 ----- % -----

All shares have a nominal face value of Rs 10 each.

CHEMICALS

Agritech Limited (note 5.7.1)	4,040,090	-	-	4,040,090	35,674	0.30	1.43	0.00%
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Carrying cost as at September 30, 2017

36,281

Accumulated impairment

18,584

- 5.7.1 On April 12, 2012, a share transfer and debt swap agreement was entered into between the Financial Institutions and Azgard Nine Limited (the issuer), whereby the issuer agreed to transfer its entire holding in Agritech Limited to the existing lenders / creditors, including the Term Finance Certificate (TFC) holders at the agreed settlement price, in partial settlement of the outstanding principal / redemption obligations. As part of the above arrangement, the Fund settled its investment in TFC of Azgard Nine Limited amounted to Rs. 141,403,150 in consideration of 4,040,090 ordinary shares at the value of Rs. 35 per share of Agritech Limited against the partial settlement of its outstanding exposure. The fair value of an ordinary share was Rs. 12.30 at transaction date i.e. October 31, 2012. Accordingly, the same have been recorded at fair value and the resultant effect recorded through income statement as recovery on partial settlement of investment.

As per the terms of the Share Transfer and Debt Swap Agreement, Agritech Limited shares shall be held by the respective trustees for the TFC issues in their name for and on behalf of the TFC holders who shall be the beneficial owners of the subjected shares in proportion to their holdings. Accordingly, the trustees for the TFC issue pursuant to shareholders investors agreement hold the said ordinary shares for and on behalf of TFC holders for a period of five years from the date of transfer. During the lock in period of five years, shares can be sold to an outside buyer subject to a prior written approval of the investors, however, no such approval is required for inter financier sale.

NAFA INCOME OPPORTUNITY FUND

5.7 Term finance certificate - listed - available for sale

Name of the investee company	Number of certificates				Market value as at September 30, 2017	Investment as a percentage of		
	As at July 1, 2017	Purchased during the period	Sold / matured during the period	As at June 30, 2017		Net assets	Market value of total investments	Issue size
					Rs in '000		%	
Worldcall Telecom Limited (note 5.8.1)	45,000	-	-	45,000	-	-	-	0.00%
Carrying value before mark to market as at September 30, 2017					88,456			
Accumulated impairment					88,456			

5.8.1 This represents investment in listed term finance certificates with a term of 5 years. On April 07, 2012, the investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as a non performing asset by MUFAP since November 8, 2012. The amount of provision required as per SECP circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

5.8 Term finance certificate - unlisted - available for sale

Name of the investee company	Number of certificates				Carrying value as at September 30, 2017	Investment as a percentage of		
	As at July 01, 2017	Purchased during the period	Sold / matured during the period	As at September 30, 2017		Net assets	Market value of total investments	Issue size
					Rs in '000		%	
Azgard Nine Limited III (note 5.9.1)	50,000	-	-	50,000	-	-	-	0.00%
Azgard Nine Limited V (note 5.9.1)	16,436	-	-	16,436	-	-	-	0.00%
Dewan Cement Limited (note 5.9.2)	30,000	-	-	30,000	-	-	-	0.00%
New Allied Electronics Industries (Private) Limited (note 5.9.3)	15,000	-	-	15,000	-	-	-	0.00%
Agritech Limited I (note 5.9.4)	30,000	-	-	30,000	-	-	-	0.00%
Agritech Limited V (note 5.9.5)	6,464	-	-	6,464	-	-	-	0.00%
					-			
Carrying value as at September 30, 2017					554,444			
Accumulated impairment					554,444			

5.9.1 These zero coupon privately placed term finance certificates were issued against the interest receivable on TFCs of Azgard Nine Limited (disclosed in note 5.7.1) under an agreement dated June 28, 2012 between the Management Company of the Fund and Azgard Nine Limited. These privately placed term finance certificates were issued against non performing securities, therefore the management, as a matter of prudence has recognized these at nil value. MUFAP classified these as non-performing since June 21, 2010 and December 7, 2012 respectively. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

5.9.2 The Fund had advanced an amount of Rs 150 million in respect of Pre-IPO placement of Dewan Cement Limited (DCL) under an agreement, which required public offering to be completed within 270 days of the date of agreement (which was 09 January 2008). DCL failed to complete the public offering within the said time period and has also defaulted in payment of principal and profit. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

5.9.3 These represent investments in privately placed term finance certificates (term: 4 years) and sukuks (term: 5 years) of the investee company. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since January 9, 2009. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

NAFA INCOME OPPORTUNITY FUND

- 5.9.4 This represents investment in listed term finance certificates with a term of seven years. On May 30, 2010, Agritech Limited defaulted in payment of principal and mark-up due and accordingly has been classified as non performing asset by MUFAF since June 14, 2010. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 5.9.5 This represents investment in privately placed term finance certificates of Agritech V received against due markup of Agritech I. MUFAF classified these as non-performing on January 17, 2012. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 5.10 **Sukuks - available for sale**

5.10 Sukuks - available for sale

Name of the investee company	Number of certificates				Market value as at September 30, 2017	Investment as a percentage of		
	As at July 1, 2017	Purchased during the period	Sold / matured during the period	As at September 30, 2017		Net assets	Market value of total investments	Issue size
					Rs in '000		%	
New Allied Electronics Industries (Private) Limited (note 5.9.3)	9,000	-	-	9,000	-	0.00%	0.00%	0.00%
Eden Housing Limited (note 5.10.1)	9,200	-	-	9,200	-	0.00%	0.00%	0.00%
BRR Guardian Modaraba (note 5.10.2)	10,000	-	-	10,000	-	0.00%	0.00%	0.00%
					-			
Carrying value as at September 30, 2017					65,449			
Accumulated impairment					65,449			

- 5.10.1 This represents investment in privately placed sukuk with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since January 9, 2009. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 5.10.2 This represents investment in privately placed sukuk. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since January 26, 2015. The investment has been fully provided.
- 5.11 The term finance certificates and sukuk held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage / pledge of fixed assets of the investee company.
- 5.12 These represents long term deposits having original maturity period of more than three months. These carry mark-up rate of 10% per annum.
- 5.13 These represents long term deposits having original maturity period of more than three months. These carry mark-up rate of 8.35% per annum.
- 5.14 This carries return of 7.92% per annum (June 30, 2017: 7.92%).

NAFA INCOME OPPORTUNITY FUND

	Un-audited As at September 30, 2017	Audited As at June 30, 2017
6 MARK-UP AND DIVIDEND RECEIVABLE	(Rupees in '000)	
Mark-up accrued on bank balances and term deposits - net	31,005	18,354
Mark-up accrued on margin trading system	702	363
Mark-up accrued on term finance certificate and sukuks - net	22,465	6,337
Mark-up accrued on Pakistan Investment Bonds	8,285	5,260
Dividend receivable	<u>6,016</u>	<u>26,295</u>
	<u>68,473</u>	<u>56,609</u>
7 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	548	422
Provision for Sindh Workers' Welfare Fund	12,721	10,469
Payable against investment	20,012	39,241
Settlement charges	1,106	1,410
Printing charges	201	201
Withholding tax	22,689	21,466
Capital gain tax	2,806	58,399
Legal and professional charges	9	3
Payable against redemption of units	4,273	362
Brokerage payable	128	3,963
Federal Excise duty	39,240	-
Dividend payable	19	1,554
Others	<u>365</u>	<u>480</u>
	<u>104,117</u>	<u>137,970</u>

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies outstanding as at September 30, 2017 and as at June 30, 2017, other than those disclosed elsewhere in these financial statements.

8.1 Commitments

Margin Trading System (MTS) transactions entered into by the Fund in respect of which the purchase transactions have not been settled	37,318	-
Margin Trading System (MTS) transactions entered into by the Fund in respect of which the released transactions have not been settled	39,538	9,836

9 PROVISION FOR SINDH WORKERS' WELFARE FUND

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF.

In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP on January 12, 2017 recommended all its members that as a matter of abundant caution the provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015).

NAFA INCOME OPPORTUNITY FUND

Had the provision for SWWF not been recorded in the financial statements of the Fund, the net asset value of the Fund as at Sep 30, 2017 would have been higher by Re 0.0159 per unit.

10 Taxation

The income of the Fund is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. The management intends to distribute 90 percent of the Fund's net accounting income earned by the year end as cash dividend to the unit holders. Accordingly, no provision in respect of 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.

11 EARNINGS PER UNIT

Earnings per unit (EPU) for the Quarter ended September 30, 2017 has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

12 TOTAL EXPENSE RATIO

Total Expense Ratio (all the expenses incurred during the period divided by Average net assets value for the period) is 1.66 % per annum including 0.32 % representing government levies on collective investment scheme such as sales tax, Sindh worker's welfare fund and SECP fee for the period

13 DETAILS OF NON-COMPLIANT INVESTMENT WITH THE INVESTMENT CRITERIA AS SPECIFIED BY THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The Securities and Exchange Commission of Pakistan vide circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. The Board has approved the category of the Fund as 'Income Fund'.

In accordance with clause 9 (iii) of the investment criteria laid down for 'Income Schemes', the Fund is required to invest atleast 25% of the net assets in cash and near cash instruments which include cash in bank accounts(excluding TDRs), treasury bills not exceeding 90 days maturity . Clause (v) of the categorization criteria requires that the ratings of any security in the portfolio of the Fund shall not be lower than investment grade. However, as at September 30, 2013, the Fund is in non-compliance with the above-mentioned requirement in respect of the following:

Type of Investment	Name of Non-Compliant Investment	Value of investment before provision	Provision held, if any	Value of investment after provision	Percentage of net assets	Percentage of gross assets
Investment in Debt securities & Sukuks**	Agritech Limited	149,860	149,860	-	-	-
	Agritech Limited V	32,320	32,320	-	-	-
	Azgard Nine Limited III	108,377	108,377	-	-	-
	Azgard Nine Limited V	82,180	82,180	-	-	-
	BRR Guardian Modaraba - Sukuk	18,575	12,244	-	-	-
	Dewan Cement Limited	150,000	150,000	-	-	-
	Eden Housing Limited - Sukuk II	9,056	9,056	-	-	-
	New Allied Electronics Industries (Private) Limited - PPTFC	31,707	31,707	-	-	-
	New Allied Electronics Industries (Private) Limited - Sukuk II	44,149	44,149	-	-	-
	PACE Pakistan Limited	149,820	149,820	-	-	-
	Saudi Pak Leasing Company Limited***	41,321	41,321	-	-	-
	World Call Telecom Limited	88,456	88,456	-	-	-
	Azgard Nine Limited (Non-Voting)	13	13	-	-	-
Investment in Equity	Agritech Limited *	54,258	18,584	35,674	0.30%	0.29%

* These shares are received in partial settlement against TFCs of Azgard Nine Limited as fully explained in note 4.4.1.

** At the time of purchase, the TFCs and Sukuks were in compliance with the aforementioned circular.

However, they subsequently defaulted or were downgraded to non investment grade.

*** Performing but below investment grade

NAFA INCOME OPPORTUNITY FUND

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

- 14.1 Connected persons include NBP Fullerton Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) and Alexandra Fund Management Pte. Limited being the sponsors, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, entities under common management or directorships and unit holders holding 10 percent or more units of the Fund.
- 14.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 14.3 Remuneration to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 14.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the Trust Deed.

Quarter ended September 30, 2017	Quarter ended September 30, 2016
------(Rupees in '000)-----	

14.5 Details of the transactions with connected persons are as follows:

NBP Fullerton Asset Management Limited - Management Company

Remuneration of the Management Company	21,806	33,686
Sindh sales tax on remuneration of the Management Company	2,835	4,379
Accounting and operational charges to the Management Company	2,181	2,591
Front-end load	-	133

Central Depository Company of Pakistan Ltd. - Trustee

Remuneration of the Trustee	1,930	2,217
Sindh Sales Tax on remuneration of the Trustee	251	288
CDS charges	1,380	204

Employees of NAFA

Units Issued / transferred in 2,403,952 units (2016: 3,875,964 units)	25,813	41,939
Units redeemed / transferred out 2,047,430 units (2015: 2,999,725 units)	22,032	32,539

TELENOB EMPLOYEES GRATUITY FUND

Units redeemed / transferred out 292,975 units (2016: nil units)	3,148	
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PAKISTAN CENTRE FOR PHILANTHROPY

Units Issued / transferred in 800,20 units (2016: nil units)	862	-
Units redeemed / transferred out 137,644 units (2016: nil units)	1,485	-

CDC Trustee NAFA Financial Sector Income Fund

Purchased T-Bill		68,308
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NAFA INCOME OPPORTUNITY FUND

	(Un-audited) As at September 30, 2017	(Audited) As at June 30, 2017
	----- (Rupees in '000) -----	
14.5 Amounts outstanding as at year end		
NBP Fullerton Asset Management Limited (Management Company)		
Remuneration of the Management Company	7,450	8,475
Sindh Sales Tax on remuneration of the Management Company	969	1,102
Operational expenses	14,722	12,541
FED payable on sales load	1,455	-
Sales tax payable on sales load	154	-
Sales load	382	336
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the trustee	2,026	1,690
Sindh sales tax on remuneration of the trustee	264	220
CDS charges	2,774	1,394
Security deposit	100	100
National Bank of Pakistan (Parent of the Management Company)		
Bank balance	27,386	25,691
Summit Bank Limited (Common Directorship with the Management Company)		
Investment held in the Fund: nil units (June 30, 2017: nil units)	-	-
Bank balance	28,871	16,732
NBP Employees Pension Fund (Pension Fund of the parent of the Management Company)		
Investment held in the Fund: 84,145,982 units (June 30, 2017: 84,145,983 units)	911,545	900,059
NBP Employees Benevolent Fund Trust (Benevolent Fund of the parent of the Management Company)		
Investment held in the Fund: 2,856 units (June 30, 2017: 2,856 units)	31	31
Employees of the Management Company		
Investment held in the Fund: 1,116,196 units (June 30, 2017: 8,125,786 units)	12,091	760
Telenor Employees Gratuity Fund		
Investment held in the Fund: 12,392,409 units (June 30, 2017: 12,685,385 units)	134,246	135,688
Pakistan Centre for Philanthropy		
Investment held in the Fund: 430,980 units (June 30, 2017: 488,605 units)	4,669	5,226
BankIslami Pakistan Limited (Common Directorship with the Management Company)		
Bank Balance	3,301	1,596
Amount receivable / (payable) against issue of units from:		
NAFA Financial Sector Income Fund	-	9,009
NAFA Islamic Asset Allocation Fund	-	1,440
NAFA Islamic Stock Fund	-	3,212
NAFA Stock Fund	-	3,281

NAFA INCOME OPPORTUNITY FUND

15 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 27, 2017.

16 GENERAL

Figures have been rounded off to the nearest thousand rupees.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



NBP Fullerton
Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan

Head Office

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