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

NAFA MONEY MARKET FUND

**HALF YEARLY
REPORT**
December 31, 2017



Your investments & "NAFA" grow together




NBP

**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.

NAFA MONEY MARKET FUND

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NAFA MONEY MARKET 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. Humayun Bashir	Director
Ms. Anupama Sawhney*	Director
* SECP's approval is in process	

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
Ms. Anupama Sawhney*	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

Askari Bank Limited
Bank Alfalah Limited
National Bank of Pakistan
Faysal Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Habib Bank Limited
Bank Al Habib Limited
Allied Bank Limited
United Bank Limited
Summit Bank Limited
Sindh Bank Limited
Samba Bank Limited
Zarai Taraqiyati Bank Limited
JS Bank Limited
Meezan Bank Limited

NAFA MONEY MARKET FUND

Auditors

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

Legal Advisor

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: 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 MONEY MARKET FUND

DIRECTORS' REPORT

The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the reviewed financial statements of **NAFA Money Market Fund (NMMF)** for the half year ended December 31, 2017.

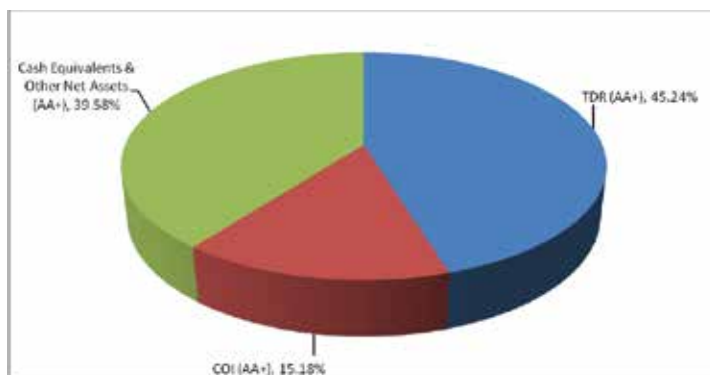
Fund's Performance

The size of NAFA Money Market Fund has increased significantly from Rs. 14,845 million to Rs. 19,307 million during the period, a growth of 30%. During the period, the unit price of the Fund has increased from Rs. 9.8513 (Ex-Div) on June 30, 2017 to Rs. 10.1247 on December 31, 2017, thus showing a return of 5.5% as compared to the benchmark return of 5.2% for the same period. The performance of the Fund is net of management fee and all other expenses.

NMMF's stability rating awarded by PACRA is 'AA (f)', which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Being a Money Market scheme, the Fund has strict investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum rating requirement is 'AA', while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days.

State Bank of Pakistan (SBP) pursued accommodative monetary policy stance and left the policy rate unchanged at 5.75% during the period under review. SBP cited the following reasons to support its policy: a) strong economic activity corroborated by pick up in industrial output; b) gains in production of major crops; c) growth in private sector credit off-take; d) improvement in export growth; e) notable increase in foreign direct investments; and f) CPEC related investment activity gathering pace. SBP also highlighted gathering risks to the external account emanating from expected increase in commodity/global oil prices, confluence of declining remittances and mounting external debt levels (that may imperil the near to medium-term sustainability of the BoP position). Owing to stable policy rate and significant liquidity injections by the SBP, sovereign yields remained flat during the period with investors' preference tilted towards short tenors considering upside risks to inflation and interest rates.

The Fund has earned a total income of Rs. 693.98 million during the period. After deducting expenses of Rs.102.60 million, the net income is Rs.591.38 million. The chart below presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NMMF.



NAFA MONEY MARKET 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: February 22, 2018
Place: Karachi.

NAFA MONEY MARKET FUND

ڈائریکٹرز رپورٹ

NBP فلٹرن ایسیٹ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصیرت سے 31 دسمبر 2017ء کو ختم ہونے والی ششماہی کے لیے NAFA منی مارکیٹ فنڈ (NMMF) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NAFA منی مارکیٹ فنڈ کا سائز اس مدت کے دوران 14,845 ملین روپے سے بہت زیادہ بڑھ کر 19,307 ملین روپے ہو گیا، یعنی 30% کا اضافہ۔ اس مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2017 کو 9.8513 روپے (Ex-Div) سے بڑھ کر 31 دسمبر 2017 کو 10.1247 روپے ہو چکی ہے، لہذا اسی مدت کے لیے اپنے بینچ مارک منافع 5.2% کے مقابلے میں 5.5% منافع درج کرایا۔ فنڈ کا منافع منیجمنٹ فیس اور دیگر اخراجات کے بعد خالص ہے۔

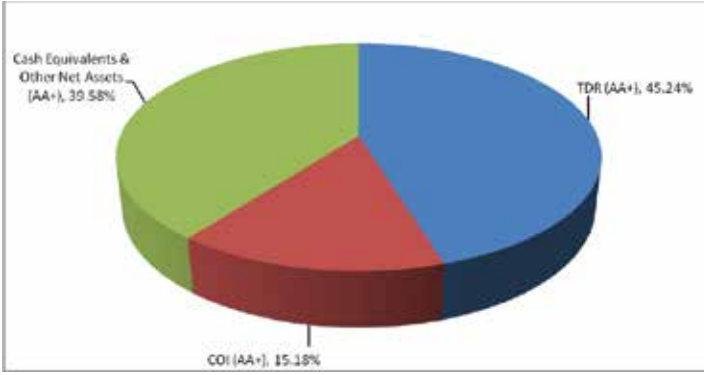
NMMF کو PACRA کی طرف سے AA(f) کی اسٹیٹیمیٹی ریٹنگ دی گئی ہے جو منافع جات میں متعلقہ استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشان دہی کرتی ہے۔ ایک منی مارکیٹ اسکیم کی حیثیت سے فنڈ سرمایہ کاری کی انتہائی سخت ہدایات رکھتا ہے۔ فنڈ کی منظور شدہ انویسٹمنٹس میں ٹی بلز، بینک ڈپازٹس اور منی مارکیٹ انسٹرومنٹس شامل ہیں۔ ریٹنگ کام از کم تقاضا AA ہے، جب کہ فنڈ کو چھ ماہ سے زائد میچورٹی والی کسی سیکورٹی میں انویسٹ کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کی پنی تلی اوسط مدت 90 دن سے زائد نہیں ہو سکتی۔

اسٹیٹ بینک آف پاکستان (SBP) نے مفاہمتی مانیٹری پالیسی جاری رکھی اور زیرِ جائزہ مدت کے دوران پالیسی کی شرح کو 5.75% برقرار رکھا۔ SBP نے اپنی پالیسی کی حمایت میں درج ذیل وجوہات بیان کیں: (ا) مضبوط معاشی سرگرمی، جس کی تصدیق صنعتی پیداوار میں اضافہ سے ہوتی ہے (ب) بڑی فصلوں کی بھرپور پیداوار (ج) نجی شعبے کے قرضے جات میں اضافہ (د) برآمدات کے اضافے میں بہتری (ر) غیر ملکی براہ راست سرمایہ کاری میں نمایاں اضافہ اور (س) چین پاکستان اقتصادی راہداری (CPEC) سے متعلق سرمایہ کاری کی سرگرمیوں کا مسلسل فروغ۔ SBP نے بیرونی اکاؤنٹس کے بارے میں ان خدشات کی بھی نشاندہی کی جو کموڈٹی / آئل کی قیمتوں میں عالمی سطح پر اضافہ اور اس کے ساتھ ساتھ زرمبادلہ کی ترسیلات میں کمی اور بیرونی قرضہ جات کے بڑھتے ہوئے حجم کے باعث پیدا ہو رہے ہیں (جس سے توازن ادائیگی کی مستقبل قریب سے وسط مدت کیلئے صورتحال غیر مستحکم ہو سکتی ہے)۔ چنانچہ مستحکم شرح پالیسی اور SBP کی جانب سے نمایاں طور پر لیکوڈیٹی داخل کرنے سے اس مدت میں بالائی نتائج میں کوئی کمی بیشی نہیں ہوئی اور سرمایہ کاروں نے افراط زر اور شرح سود میں بڑھتے ہوئے خدشات کے پیش نظر قلیل المدت سرمایہ کاری کو ترجیح دی۔

فنڈ نے اس مدت کے دوران 693.98 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 102.60 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 591.38 ملین روپے رہی۔

درج ذیل چارٹ NMMF کی ایسیٹ الیویشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:-

NAFA MONEY MARKET FUND



اظہارِ تشکر

بورڈ اس موقع کا فائدہ اٹھاتے ہوئے منجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابلِ قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سکیورٹیز اینڈ انویسٹمنٹ کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان سے بھی ان کی سرپرستی اور رہنمائی کے لیے پُر خلوص اظہارِ تشکر کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فلٹرین ایسٹ منجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

بتاریخ

22 فروری 2018ء

مقام: کراچی

NAFA MONEY MARKET FUND

TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of NAFA Money Market Fund (the Fund) are of the opinion that NBP Fullerton Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2017 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 26, 2018

NAFA MONEY MARKET FUND

AUDITORS' REPORT TO THE UNIT HOLDERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NAFA Money Market Fund** (the Fund) as at December 31, 2017, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement and notes to the accounts for the half year ended December 31, 2017 (here-in-after referred to as the 'condensed interim financial information'). **NBP Fullerton Asset Management Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures in the condensed interim financial information for the quarter ended December 31, 2017 have not been reviewed by us, as we are required to review only the cumulative figures for the half year ended December 31, 2017.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended December 31, 2017 is not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

Deloitte Yousuf Adil
Chartered Accountants

Engagement Partner
Hena Sadiq

Date: February 22, 2018
Place: Karachi

NAFA MONEY MARKET FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2017

	Note	(Un-audited) December 31, 2017	Audited June 30, 2017
(Rupees in '000)			
ASSETS			
Bank balances	4	11,827,961	13,618,825
Investments	5	7,715,164	1,400,000
Mark-up accrued	6	94,804	1,716
Receivable against transfer of units		-	1,896
Deposit and prepayments		114	278
Total assets		19,638,043	15,022,715
LIABILITIES			
Payable to NBP Fullerton Asset Management Limited - Management Company	7	22,832	19,310
Payable to Central Depository Company of Pakistan Limited - Trustee	8	1,557	1,037
Payable to the Securities and Exchange Commission of Pakistan	9	8,174	8,623
Payable against redemption of units		218,177	4,695
Accrued expenses and other liabilities	10	80,017	143,592
Total liabilities		330,757	177,257
NET ASSETS		19,307,286	14,845,458
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)			
		19,307,286	14,845,458
Contingencies and commitments	11		
-----Number of units-----			
Number of units in issue		1,906,946,730	1,505,846,441
------(Rupees)-----			
Net asset value per unit		10.1247	9.8585

The annexed notes from 1 to 18 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 MONEY MARKET FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

		Half year ended		Quarter ended	
	Note	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
		Rupees in '000			
INCOME					
Return / mark-up on:					
- bank balances		590,642	306,813	303,423	173,252
- government securities		10,663	-	-	-
- term deposit receipts		54,469	-	46,367	-
- certificates of investment		38,287	-	32,465	-
Net loss on sale of investments		(72)	-	-	-
Total income		693,989	306,813	382,255	173,252
EXPENSES					
Remuneration of NBP Fullerton Asset Management Limited - Management Company	7.1	54,611	24,007	29,957	13,542
Sindh Sales Tax on remuneration of the Management Company	7.2	7,100	3,121	3,895	1,761
Reimbursement of operational expenses to the Management Company	7.3	10,898	4,615	5,983	2,695
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	7,673	3,805	4,157	2,176
Sindh Sales Tax on remuneration of the Trustee	8.2	998	494	541	282
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	8,174	3,461	4,488	2,021
Bank charges		489	288	244	220
Auditors' remuneration		379	439	185	295
Legal and professional charges		18	-	10	-
Fund rating fee		178	163	89	81
Annual listing fee		14	27	3	14
Printing charges		-	38	-	-
Amortisation of preliminary expenses and floatation costs		-	115	-	57
Total expenses		90,532	40,573	49,552	23,144
Net income from operating activities		603,457	266,240	332,703	150,108
Net element of income and capital gains included in prices of units issued less those in units redeemed		-	86,982	-	70,861
Net income for the period		603,457	353,222	332,703	220,969
Provision for Sindh Workers' Welfare Fund		(12,069)	-	(6,654)	-
Net income for the period before taxation		591,388	353,222	326,049	220,969
Taxation	12	-	-	-	-
Net income for the period after taxation		591,388	353,222	326,049	220,969
Earnings per unit	13				
Allocation of net income for the period:					
Net income for the period after taxation		591,388	-	326,049	-
Income already paid on units redeemed		(217,275)	-	(177,909)	-
		374,113	-	148,140	-
Accounting income available for distribution:					
- Relating to capital		-	-	-	-
- Excluding capital gain		374,159	-	148,140	-
		374,159	-	148,140	-

The annexed notes from 1 to 18 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 MONEY MARKET FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

	Half year ended		Quarter ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	Rupees in '000			
Net income for the period after taxation	591,388	353,222	326,049	220,969
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>591,388</u>	<u>353,222</u>	<u>326,049</u>	<u>220,969</u>

The annexed notes from 1 to 18 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 MONEY MARKET FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended December 31, 2017			2016		
	(Rupees in '000)					
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
Net assets at beginning of the period	14,730,540	114,918	14,845,458	7,027,954	81,775	7,109,729
Issue of 2,657,175,695 units (2016: 2,284,959,336 units)						
- Capital value	26,186,435	-	26,186,435			
- Element of income	305,402	-	305,402			
Total proceeds on issuance of units	26,491,837	-	26,491,837	22,477,932	373,872	22,851,804
Redemption of 2,256,075,406 units (2016: 1,799,666,100 units)						
- Capital value	(22,229,148)	-	(22,229,148)			
- Element of loss	(158,013)	(217,275)	(375,288)			
Total payments on redemption of units	(22,387,161)	(217,275)	(22,604,436)	(17,704,575)	(286,890)	(17,991,465)
Net element of income and capital gains included in prices of units issued less those in units redeemed - net	-	-	-	-	(86,982)	(86,982)
Total comprehensive income for the period	-	591,388	591,388	-	353,222	353,222
Distribution during the period	-	(16,961)	(16,961)	-	(2,886)	(2,886)
Net assets at end of the period	18,835,216	472,070	19,307,286	11,801,311	432,111	12,233,422
Undistributed income brought forward						
- Realised		114,918			81,775	
- Unrealised		-			-	
		114,918			81,775	
Accounting income available for distribution						
- Relating to capital gain		-				
- Excluding capital gain		374,113				
		374,113			353,222	
Distribution during the period		(16,961)			(2,886)	
Undistributed income carried forward		472,070			432,111	
Undistributed income carried forward						
- Realised		472,070			432,111	
- Unrealised		-			-	
		472,070			432,111	
		- (Rupees) -			- (Rupees) -	
Net assets value per unit at beginning of the period		9.8585			9.8377	
Net assets value per unit at end of the period		10.1247			10.1270	

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NAFA MONEY MARKET FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2017

		Half year ended	
	Note	December 31, 2017	December 31, 2016
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		591,388	353,222
Adjustments:			
Return / mark-up on bank balances		(590,642)	(306,813)
Amortisation of preliminary expenses and floatation costs		-	115
Net element of income and capital gains included in prices of units issued less those in units redeemed		-	(86,982)
		746	(40,458)
(Increase) / decrease in assets			
Investments		(3,765,165)	-
Deposit and prepayments		2,060	135
		(3,763,105)	135
Increase / (decrease) in liabilities			
Payable to the Management Company		3,522	4,953
Payable to the Trustee		520	489
Payable to the Securities and Exchange Commission of Pakistan		(449)	11
Accrued expenses and other liabilities		(63,575)	(3,400)
		(59,982)	2,053
Mark-up on bank balances received		497,555	306,321
Net cash (used) in / generated from operating activities		(3,324,786)	268,051
CASH FLOWS FROM INVESTING ACTIVITIES			
Net cash (used in) / generated from investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received on issuance of units		26,493,733	25,502,343
Amounts paid on redemption of units		(22,392,850)	(17,991,472)
Distributions paid		(16,961)	(2,886)
Net cash generated from financing activities		4,083,922	7,507,985
Net increase in cash and cash equivalents during the period		759,136	7,776,036
Cash and cash equivalents at the beginning of the period		15,018,825	4,603,574
Cash and cash equivalents at the end of the period	4.4	15,777,961	12,379,610

The annexed notes from 1 to 18 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 MONEY MARKET FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2017

1. LEGAL STATUS AND NATURE OF BUSINESS

NAFA Money Market Fund (the Fund) was established under a Trust Deed executed between 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 May 4, 2011 and was approved by Securities and Exchange Commission of Pakistan (SECP) on April 14, 2011 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 "money market 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 stable income stream for its unit holders while ensuring capital preservation by investing in AA and above rated banks and money market instruments.

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

Title to the assets of the Fund are 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 requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the repealed Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of or directives issued under the repealed Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP) shall prevail.

In 2017, the Companies Act, 2017 (the new Companies Act) was enacted and promulgated by the SECP on May 30, 2017. An exemption was granted to companies whose financial year ended on or before June 30, 2017 via Circular No. 23 of October 04, 2017. No further exemption has been provided and the Company is currently in process of determining impact, if any, on annual financial statements due to implementation of the Act. There is no impact on this condensed interim financial information as they have been prepared primarily under IAS 34 as stated above.

The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34, 'Interim Financial Reporting'. It does not include all the information and disclosures made in the annual published financial statement and should be read in conjunction with the 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 declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2017.

2.2 Basis of Measurement

This condensed interim financial information has been prepared under the historical cost convention, except for the investments which are stated at fair value.

2.3 Functional and presentation currency

This condensed interim financial information has been presented in Pak Rupees, which is the functional and presentation currency of the Fund.

NAFA MONEY MARKET FUND

2.4 Estimates and judgments

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

The significant judgments made by management in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2017.

2.5 Financial risk management

The Fund's risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Fund as at and for the year ended June 30, 2017.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Fund as at and 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 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. 68.488 million net off charge for SWWF in respect of element of income / (loss) and consequently NAV per unit would have been higher by Rs. 0.0007. 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.

NAFA MONEY MARKET FUND

	Note	(Un-audited) December 31, 2017	Audited June 30, 2017
4		----- Rupees in '000 -----	
BALANCE WITH BANKS			
Current accounts	4.1	16,578	15,548
Savings accounts	4.2 & 4.3 & 4.4	11,811,383	13,603,277
		<u>11,827,961</u>	<u>13,618,825</u>

4.1 These include bank balances of Rs. 0.16 million and Rs. 16.4 million (June 30, 2017: Rs. 0.165 million and Rs. 15.383 million), maintained with National Bank of Pakistan and Summit Bank Limited (related parties) respectively.

4.2 These savings accounts carry mark-up at rates ranging from 3.75% to 6.77% per annum (June 30, 2017: 3.75% to 7.43%) per annum.

4.3 These include a bank balance of Rs. 3.068 million (June 30, 2017: Rs. 3.812 million), which is maintained with National Bank of Pakistan, a related party, and carries mark-up at the rate of 3.75% (June 30, 2017: 3.75%) per annum.

4.4 These include a bank balance of Rs. 1.222 million (June 30, 2017: Rs. 4.602 million), which is maintained with Askari Bank Limited, a related party, and carries mark-up at the rate of 3.75% (June 30, 2017: 3.75%) per annum.

		(Un-audited) December 31, 2017	Audited June 30, 2017
4.5		----- Rupees in '000 -----	
Cash and cash equivalents			
Current accounts		16,578	15,548
Savings accounts		11,811,383	13,603,277
Term Deposits - with original maturity of three months		3,950,000	1,400,000
		<u>15,777,961</u>	<u>15,018,825</u>

	Note	(Un-audited) December 31, 2017	Audited June 30, 2017
5		----- Rupees in '000 -----	
INVESTMENTS			
At fair value through profit or loss - held for trading			
Government securities - Market Treasury Bills	5.1	-	-
		<u>-</u>	<u>-</u>
Loans & Receivables			
Term Deposit Receipts	5.2 & 5.3	4,784,000	1,400,000
Certificate of Investments	5.4	2,931,164	-
		<u>7,715,164</u>	<u>1,400,000</u>

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

Issue date	Tenor	Face value			As at December 31, 2017	Market value as at December 31, 2017	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2017	Purchases during the year	Sales / matured during the year				

2-Mar-17	06 Months	-	500,000	500,000	-	-	-	-
31-Aug-17	03 Months	-	4,600,000	4,600,000	-	-	-	-

Total as at December 31, 2017

Carrying value before mark to market as at
December 31, 2017

NAFA MONEY MARKET FUND

- 5.2 This includes term deposits having original maturity period of less than three months of Rs. 2,000 million and Rs. 1,950 million with Zarai Taraqiati Bank Limited and Bank Al-Habib Limited respectively. These carry interest at the rates of 6.32% and 6.25% respectively. These term deposits will mature on March 28, 2018.
- 5.3 This includes term deposit of Rs 834 million with Habib Metropolitan Bank Limited. This carry interest at the rate of 6.55% and will mature on March 28, 2018.
- 5.4 This represents Certificate of Investments of Rs 2,031 million with Pak Brunei Investment Company Limited, Rs. 300 million with PAIR Investment Company Limited and Rs. 600 million with Pak Oman Investment Company Limited. They carry interest at the rate of 6.50%, 6.20% and 6.20% respectively. They will mature on March 28, 2018.

6	MARK-UP ACCRUED		(Un-audited) December 31, 2017	Audited June 30, 2017
			----- Rupees in '000 -----	
	Mark-up accrued on bank balances		84,063	1,477
	Mark-up accrued Term Deposits		3,619	239
	Mark-up accrued on Certificate of Investments		7,122	-
			<u>94,804</u>	<u>1,716</u>
7	PAYABLE TO NBP FULLERTON ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	(Un-audited) December 31, 2017	Audited June 30, 2017
			----- Rupees in '000 -----	
	Remuneration of the Management Company	7.1	9,904	6,326
	Sindh Sales Tax on remuneration of the Management Company	7.2	1,288	822
	Operational expenses	7.3	10,898	11,498
	Sales load		412	343
	Sindh Sales Tax and Federal Excise Duty on sales load		330	321
			<u>22,832</u>	<u>19,310</u>

- 7.1 Under the provisions of the NBFC Regulations, the Management Company of the Fund was entitled to a remuneration during the first five years of the Fund, an amount not exceeding three percent of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets provided that Management Company may charge performance based or fixed fee or a combination of both which shall not exceed the limit prescribed in the NBFC Regulations and such fee structure shall be disclosed in the offering document.

On November 25, 2015, SECP made certain amendments in the NBFC Regulations through S.R.O 1160(1)/2015. As per the provision of amended NBFC Regulations, the applicable rate has been changed from 2% to 1%.

The applicability of Management Remuneration is same as that disclosed in note 10.1 to the annual audited financial statements of the Fund for the year ended June 30, 2017.

Management remuneration is paid on a monthly basis in arrears.

- 7.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (June 30, 2017: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 7.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

NAFA MONEY MARKET FUND

	Note	(Un-audited) December 31, 2017	Audited June 30, 2017
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		----- Rupees in '000 -----	
Remuneration of the Trustee	8.1	1,378	918
Sindh Sales Tax on remuneration of the Trustee	8.2	179	119
		<u>1,557</u>	<u>1,037</u>

- 8.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund, based on the net assets of the Fund. The remuneration is payable to the Trustee monthly in arrears.

The applicability of Tariff Structure to the Fund is same as that disclosed in note 11.1 to the annual audited financial statements of the Fund for the year ended June 30, 2017.

- 8.2** This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (June 30, 2017: 13%) on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

- 9.1** Under the provisions of the NBFC Regulations, a collective investment scheme categorised as an "money market scheme" is required to pay as annual fee to the Securities and Exchange Commission of Pakistan, an amount equal to 0.075% of the average annual net assets of the Fund. The fee is paid annually in arrears.

	Note	(Un-audited) December 31, 2017	Audited June 30, 2017
10 ACCRUED EXPENSES AND OTHER LIABILITIES		----- Rupees in '000 -----	
Auditors' remuneration		448	456
Provision for Sindh Workers' Welfare Fund	10.3	17,244	5,175
Federal Excise Duty on remuneration of the Management Company	10.1 & 10.2	44,146	44,146
Withholding tax		957	14,288
Capital gain tax		14,839	77,113
Legal and professional charges		25	8
Bank charges		195	18
Printing charges		103	162
Dividend Payable		-	164
Others		2,060	2,062
		<u>80,017</u>	<u>143,592</u>

- 10.1** The legal status of applicability of Federal Excise Duty on the Fund is same as that disclosed in notes 14.1 and 14.2 to the annual audited financial statements of the Fund for the year ended June 30, 2017, and the appeal filed by tax authorities against the order by Honourable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

However, since the appeal is pending in the Supreme Court of Pakistan, the Management Company, being prudent, is carrying provision for FED aggregating to Rs. 44.146 million as at December 31, 2017.

Had the provision not being made, the net asset value per unit as at December 31, 2017 would have been higher by Rs. 0.0231 per unit (June 30, 2017: Rs. 0.0293 per unit).

- 10.2** The amount of FED accrued on remuneration of the Management Company will be paid via Management Company to the Taxation authority, if required.
- 10.3** The legal status of applicability of Worker's welfare fund and Sindh workers' welfare fund is same as that disclosed in note 18 to the annual audited financial statements of the Fund for the year ended June 30, 2017.

NAFA MONEY MARKET FUND

Accordingly, the provision for Sindh WWF is being made on a daily basis going forward.

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 17.244 million for the half year ended December 31, 2017 in this condensed interim financial information,

Had the provision not being made, the net asset value per unit as at December 31, 2017 would have been higher by Rs.0.0090 per unit (June 2017: Re 0.0034 per unit) .

11 CONTINGENCIES AND COMMITMENTS

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

12 TAXATION

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule of 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 amongst the unit holders (excluding distribution made by issuance of bonus units). Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute ninety percent of accounting income other than capital gains whether realised or unrealised to the unit holders. The Fund intends to distribute such accounting income for the year ending June 30, 2018 to its unit holders. Accordingly, no provision in respect of taxation has been made in the current period.

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

13 EARNINGS PER UNIT

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

14 TOTAL EXPENSE RATIO

Total Expense Ratio (all the expenses incurred during the period divided by Average net assets value for the period) is 0.94 % per annum including 0.26 % representing government levies on collective investment scheme such as sales tax, worker's welfare fund and Securities and Exchange Commission of Pakistan fee for the period.

15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS AND RELATED PARTIES

15.1 Connected persons and related parties include 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 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.

15.2 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.

15.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.

15.4 Remuneration of the Trustee is determined in accordance with the rates agreed between the Management Company and the Trustee.

NAFA MONEY MARKET FUND

----- (Un-audited) -----
Half year ended
December 31, 2017 **December 31, 2016**
 ----- Rupees in '000 -----

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

NBP Fullerton Asset Management Limited (Management Company)

Remuneration of the Management Company	54,611	24,007
Sindh Sales Tax on remuneration of the Management Company	7,100	3,121
Reimbursement of operational expenses to the Management Company	10,898	4,615
Units issued / transferred in 6,945,769 units (2016: 7,445,266 units)	70,083	75,000
Units redeemed / transferred out - Nil (2016: 7,428,636 units)	-	75,000

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	7,673	3,805
Sindh Sales Tax on remuneration of the Trustee	998	494

Employees of the Management Company

Dividend Re-invested 2,070 units (2016: Nil)	21	-
Units issued / transferred in 2,310,672 units (2016: 140,989 units)	23,085	1,405
Units redeemed / transferred out 2,085,308 units (2016: 114,918 units)	20,815	1,152

National Bank of Pakistan (Parent of the Management Company)

Mark-up on bank balances	56	25
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Askari Bank Limited (Common Directorship with the Management Company)

Bank Profit - Saving A/c	128	-
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Honda Atlas Cars (Pakistan) Limited (Unit holder of 10% or more of units of the CIS)

Units issued / transferred in - Nil (2016: 149,866,589 units)	-	1,500,000
Units redeemed / transferred out - Nil (2016: 61,130,011 units)	-	604,985
Dividend Re-invested 137,403 units (2016: Nil)	1,369	-
Gross Cash Dividend	1,826	-

Dr. Amjad Waheed (Chief Executive Officer of the Management Company)

Units issued / transferred in 199,698 units (2016: Nil)	2,000	-
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Humayun Bashir (Director of Management Company)

Units issued / transferred in 135 units (2016: Nil)	1	-
Units redeemed / transferred out 408,834 units (2016: Nil)	4,054	-

*Chief Financial Officer of the Management Company

Units issued / transferred in - Nil (2016: 100,177 units)	-	1,000
Units redeemed / transferred out - Nil (2016: 100,177 units)	-	1,004

NAFA MONEY MARKET FUND

(Un-audited)	
Half year ended	
December 31,	December 31,
2017	2016
Rupees in '000	

Muhammad Murtaza Ali (Company Secretary of the Management Company)

Units issued / transferred in 102,419 units (2016: Nil)	1,026	-
Units redeemed / transferred out 71,973 units (2016: Nil)	726	-

NAFA Employee Provident Fund (Provident Fund of the Management Company)

Units issued in dividend re-invest 550 units (2016: Nil)	5	-
Units issued / transferred in 820,198 units (2016: 164,705 units)	8,175	1,650
Units redeemed / transferred out 400,879 units (2016: Nil)	4,007	-

Thal Limited - Employee Provident Fund (Portfolio managed by the Management Company)

Units issued / transferred in - Nil (2016: 60,390,803 units)	-	600,082
Units redeemed / transferred out - Nil (2016: 14,869,152 units)	-	150,000

Byco Oil Pakistan Limited - Employee Provident Fund (Portfolio managed by the Management Company)

Units issued / transferred in - Nil (2016: 270,038 units)	-	2,708
Units redeemed / transferred out - Nil (2016: 141,602 units)	-	1,395

Byco Petroleum Pakistan Limited - Employee Provident Fund (Portfolio managed by the Management Company)

Units issued / transferred in 1,095 units (2016: 1,369,140 units)	11	13,729
Units redeemed / transferred out 1,994,738 units (2016: 451,395 units)	19,968	4,446

Service Provident Fund Trust

Units issued / transferred in 11,484,694 units (2016: Nil)	116,000	-
Units redeemed / transferred out 11,484,694 units (2016: Nil)	116,052	-

Management Association of Pakistan (Common Directorship with the Management Company)

Dividend Re-invested 241 units (2016: Nil)	2	-
Units issued / transferred in 345,619 units (2016: Nil)	3,446	-
Units redeemed / transferred out 214,392 units (2016: Nil)	2,141	-

Telenor Pakistan (Pvt) Ltd Employees Provident Fund (Portfolio managed by the Management Company)

Units issued / transferred in 3,114 units (2016: Nil)	31	-
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Pakistan Centre For Philanthropy (Portfolio managed by the Management Company)

Units issued / transferred in 70,000 units (2016: Nil)	700	-
Units redeemed / transferred out 14,893 units (2016: Nil)	150	-

NAFA MONEY MARKET FUND

Pakistan Petroleum Limited (Unit holder of 10% or more of units of the CIS)

	(Un-audited) Half year ended December 31, 2017	December 31, 2016
Units issued / transferred in 214,748,075 units (2016: Nil)	2,144,000	-
Dividend Re-invested 89,473 units (2016: Nil)	892	-
Gross Cash Dividend	1,189	-

Gul Ahmed Textile Mills Limited Provident Fund (Portfolio managed by the Management Company)

Units issued / transferred in 5,551 units (2016: Nil)	55	-
Units redeemed / transferred out 2,272,368 units (2016: Nil)	23,000	-

* Current period transactions with these parties have not been disclosed as they did not remain connected persons and related parties during the period.

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

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

NBP Fullerton Asset Management Limited (Management Company)

Remuneration of the Management Company	9,904	6,326
Sindh Sales Tax on remuneration of the Management Company	1,288	822
Operational expenses	10,898	11,498
Sales load	412	343
Sindh Sales Tax and Federal Excise Duty on sales load	330	321
Investment held in the fund: 6,945,769 units (2017: Nil)	70,324	-

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	1,378	918
Sindh Sales Tax on remuneration of the Trustee	179	119
Security deposit	100	100

National Bank of Pakistan (Parent of the Management Company)

Bank balance	3,232	3,977
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Summit Bank Limited (Common directorship with the Management Company)

Bank balance	16,405	15,383
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Askari Bank Limited (Common Directorship with the Management Company)

Bank balance	1,222	4,602
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Chief Executive Officer

Investment held in the fund: 199,698 units (2017: Nil)	2,022	-
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NAFA MONEY MARKET FUND

	(Un-audited) December 31, 2017 ----- Rupees in '000 -----	Audited June 30, 2017
Chief Operating Officer & Company Secretary		
Investment held in the fund: 30,446 units (2017: Nil)	308	-
Employees of the Management Company		
Investment held in the Fund: 3,137,608 units (2017: 2,910,174 units)	31,767	28,690
Humayun Bashir (Director of Management Company)		
Investment held in the fund: Nil (2017: 408,699 units)	-	4,029
* Nausherwan Adil (Ex - Director of Management Company)		
Investment held in the fund: Nil (2017: 163,734 units)	-	1,614
NAFA Employee Provident Fund (Provident Fund of the Management Company)		
Investment held in the fund: 1,047,905 units (2017: 628,036 units)	10,610	6,191
Honda Atlas Cars (Pakistan) Limited (Unit holder of 10% or more of units of the CIS)		
Investment held in the fund: 250,208,340 units (2017: 250,070,937 units)	2,533,284	2,465,324
Management Association of Pakistan (Common Directorship with the Management Company)		
Investment held in the fund: 459,017 units (2017: 327,548 units)	4,647	3,229
* Liberty Mills Limited (Unit holder of 10% or more of units of CIS)		
Investment held in the fund: Nil (2017: 224,327,443 units)	-	2,211,532
Thal Limited - Employee Provident Fund (Portfolio managed by the Management Company)		
Investment held in the fund : Nil (2017: 89,189,188 units)	-	879,272
Pakistan Mobile Communications Limited Provident Fund (Portfolio managed by the Management Company)		
Investment held in the fund: 42,275 units (2017: 256,579 units)	428	2,529
Byco Petroleum Pakistan Limited - Employee Provident Fund (Portfolio managed by the Management Company)		
Investment held in the fund: 1,994,738 units (2017: 1,993,643 units)	-	19,654
Telenor Pakistan (Pvt.) Ltd Employees Provident Fund (Portfolio managed by the Management Company)		
Investment held in the fund: 3,114 units (2017: 256,579 units)	32	-
Gul Ahmed Textile Mills Limited Provident Fund (Portfolio managed by the Management Company)		
Investment held in the fund: 5,310,724 units (2017: 7,577,540 units)	53,769	74,703

NAFA MONEY MARKET FUND

	(Un-audited) December 31, 2017	Audited June 30, 2017
	----- Rupees in '000 -----	
Pakistan Centre for Philanthropy (Portfolio managed by the Management Company)		
Investment held in the fund: 55,107 units (2017: Nil)	558	-
Pakistan Petroleum Limited (Unit holder of 10% or more of units of the CIS)		
Investment held in the fund: 214,837,547 units (2017: Nil)	2,175,166	-
Net amount receivable / (payable) against transfer of units from / to:		
NAFA Stock Fund	-	1,866
NAFA Islamic Asset Allocation Fund	-	4,345

* Current balances with these parties have not been disclosed as they did not remain connected persons and related parties as at period end.

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair value hierarchy:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)."
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

Underlying the definition of fair value is the presumption that the fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or repriced frequently. Therefore, their carrying amounts are reasonable approximation of fair value.

17 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 22, 2018 by the Board of Directors of the Management Company.

18 GENERAL

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

18.3 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive

Director



NBP Fullerton
Asset Management Ltd.

A Subsidiary of
National Bank of Pakistan

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