

**AM1**  
Rated by PACRA



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

## NAFA PENSION 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 PENSION FUND

## Contents

FUND'S INFORMATION	03
DIRECTORS' REPORT	05
AUDITORS' REPORT TO THE PARTICIPANTS ON REVIEW OF INTERIM FINANCIAL INFORMATION	09
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	10
CONDENSED INTERIM INCOME STATEMENT	11
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	13
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS	15
CONDENSED INTERIM CASH FLOW STATEMENT	16
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION	17

# NAFA PENSION 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

Allied Bank Limited  
Bank Alfalah Limited  
Habib Bank Limited  
Sindh Bank Limited  
JS Bank Limited  
MCB Bank Limited  
The Bank of Punjab  
BankAlHabib Limited  
Zarai Taraqiyati Bank Limited  
Soneri Bank Limited  
United Bank Limited  
BankIslami (Pakistan) Limited  
Dubai Islamic Bank Limited  
HabibMetro Bank Limited

# NAFA PENSION FUND

## **Auditors**

KPMG Taseer Hadi & Co.  
Chartered Accountants  
Sheikh Sultan Trust Building No.02  
Beaumont Road,  
Karachi - 75530, Pakistan.

## **Legal Advisor**

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

## **Head Office:**

7th Floor Clifton Diamond Building, Block No. 4,  
Scheme No. 5, Clifton Karachi.  
UAN: 111-111NFA (111-111-632),  
(Toll Free): 0800-20001,  
Fax: (021) 35825329  
Website: [www.nafafunds.com](http://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 PENSION FUND

## DIRECTORS' REPORT

The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the reviewed financial statements of **NAFA Pension Fund (NPF)** for the Half Year ended December 31, 2017.

### Fund's Performance

This is the half yearly report of NAFA Pension Fund (NPF) for the financial year 2017-18.

	<b>Fund Size (Rs. in mln)</b>	<b>NAV Per Unit (Rs.) July 02, 2013</b>	<b>NAV Per Unit (Rs.) December 31, 2017</b>	<b>Annualized Return Since Launch July 02, 2013</b>
<b>NPF-Equity Sub-fund</b>	<b>980.7</b>	<b>100.9836</b>	<b>285.5470</b>	<b>26.0%</b>
<b>NPF-Debt Sub-fund</b>	<b>388.8</b>	<b>101.1781</b>	<b>144.3436</b>	<b>8.2%</b>
<b>NPF-Money Market Sub-fund</b>	<b>503.6</b>	<b>101.2023</b>	<b>131.0955</b>	<b>5.9%</b>
<b>Net of management fee &amp; all other expenses</b>				

During 1HFY18, the stock market remained in a corrective mode. The euphoria surrounding the up-gradation of KSE-100 Index from MSCI Frontier Market to MSCI Emerging Market petered out and the ongoing heightened political noise took center stage. In addition to this, deteriorating external account position also weighed on investors' sentiments that resulted in a sizeable decline of 13% in the KSE-100 Index during the period under review. Political uncertainty, rising current account deficit, and tension in the US – Pakistan relationship were key reasons for the stock market decline.

To augment the precarious external account position the government issued international bond of USD2.5bn in addition to the measured PKR devaluation of around 5% against the US Dollar, which allayed the concerns of the market to some extent. Foreign investors remained net sellers during the period with net foreign portfolio outflow of USD155 million while Companies, Insurance, and Banks/DFIs remained net buyers in the market. In terms of sector performance, Oil & Gas Exploration, Fertilizer, Commercial Banks, and Textile sectors fared better compared with the market, while Cement, Refinery, Engineering, and Chemical sectors lagged behind.

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.

With pickup in private sector investment activity, we have seen increased issuance of corporate debt securities - primarily Banking/Financial sector TFCs during the period. Trading activity in corporate debt securities (TFCs & Sukuks) increased significantly with a cumulative trade value of around Rs. 8.7 billion as compared to Rs. 4.7 billion during the same period last year.

The asset allocation of the Funds as on December 31, 2017 is as follows:

# NAFA PENSION FUND

Asset Allocation (% of Net Assets)	
Equity Sub-fund	31-Dec-17
Equity	93.41%
Cash Equivalents - Net	6.59%
<b>Total</b>	<b>100.00%</b>
Debt Sub-fund	31-Dec-17
Cash Equivalents - Net	40.47%
T-Bills	25.57%
TFCs/Sukuks	14.80%
Placements with Banks & DFIs	19.16%
<b>Total</b>	<b>100.00%</b>
Money Market Sub-fund	31-Dec-17
Cash Equivalents - Net	50.74%
T-Bills	12.12%
Placements with Banks & DFIs	37.14%
<b>Total</b>	<b>100.00%</b>

## Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Pension Fund Manager, 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 PENSION FUND

## ڈائریکٹرز رپورٹ

NBP فلٹرن ایسٹ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2017ء کو ختم ہونے والی ششماہی کے لیے NAFA پنشن فنڈ (NPF) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

یہ NAFA پنشن فنڈ (NPF) کی مالی سال 2017-18 کے لیے پہلی ششماہی کی رپورٹ ہے۔

02 جولائی 2013 کو لانچ سے ایسٹ کارکردگی	NAV فی یونٹ (روپے) 31 دسمبر 2017	NAV فی یونٹ (روپے) 02 جولائی 2013	فنڈ کا حجم (ملین روپے)	
26.0%	285.5470	100.9836	980.7	NPF یونیٹ سب فنڈ
8.2%	144.3436	101.1781	388.8	NPF ڈیٹ سب فنڈ
5.9%	131.0955	101.2023	503.6	NPF مٹی مارکیٹ سب فنڈ
منیجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص				سالانہ بنیاد پر منافع

مالیاتی سال 18 کی پہلی ششماہی میں مارکیٹ میں مندی کا رجحان برقرار رہا۔ KSE 100 انڈیکس کی MSCI فرنیچر مارکیٹ سے MSCI ایمریکنگ مارکیٹ میں درجہ بندی کی خبر کا اثر مارکیٹ سے ختم ہو گیا اور اس کی جگہ زبردست سیاسی گرما گرمی نے مرکزی حیثیت اختیار کر لی۔ اس کے علاوہ بیرونی اکاؤنٹس کی بگڑتی ہوئی صورتحال سے سرمایہ کاروں پر ذہنی دباؤ پڑا جس کے نتیجے میں زیر جائزہ مدت میں KSE 100 انڈیکس نمایاں طور پر 13% نیچے آ گیا۔ سیاسی غیر یقینی کیفیت، بڑھتا ہوا کرنٹ اکاؤنٹ کا خسارہ اور امریکہ - پاکستان کے تعلقات میں کھپاؤ اسٹاک مارکیٹ میں انحطاط کی بنیادی وجوہات تھیں۔

بیرونی اکاؤنٹس کی غیر یقینی صورت حال کو تقویت دینے کیلئے امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں 5% کمی کی گئی اور ساتھ ہی حکومت نے 2.5 بلین امریکی ڈالر کے انٹرنیشنل بانڈ جاری کئے جس سے مارکیٹ میں کافی حد تک خدشات دور کرنے میں مدد ملی۔ اس عرصہ میں بیرونی سرمایہ کار بدستور خالص فروخت کنندہ رہے جس سے 155 ملین ڈالر کا سرمایہ بیرون ملک چلا گیا۔ جب کہ نیمہ کارہ کمپنیاں اور بینک DFIs خالص خریدار رہے۔ شعبہ جات کی کارکردگی کے لحاظ سے آئل اینڈ گیس ایکسپلوریشن، فریٹ لائزر، کمرشل بینکس اور ٹیکسٹائل بہتر رہے جبکہ سیمنٹ، ریفا نیجری، انجینئرنگ اور کیمیکل کے شعبہ جات کی کارکردگی نسبتاً اتر رہی۔

اسٹیٹ بینک آف پاکستان (SBP) نے مفاہمتی مانیٹری پالیسی جاری رکھی اور زیر جائزہ مدت کے دوران پالیسی کی شرح کو 5.75% پر 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 شعبہ 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



# NAFA PENSION FUND

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 لیکچو ڈیٹی داخل کرنے سے اس مدت میں بالائی نتائج میں کوئی کمی پیش نہیں ہوئی اور سرمایہ کاروں نے افراط زور شرح سود میں بڑھتے ہوئے خدشات کے پیش نظر قلیل المدت سرمایہ کاری کو ترجیح دی۔

نئی شعبہ میں سرمایہ کاری کی سرگرمیوں کے فروغ سے اس مدت میں کارپوریٹ قرضہ کی سیکورٹیز (خاص طور پر بینکنگ اور مالیاتی شعبہ جات کے TFCs) کے اجراء میں اضافہ دیکھنے میں آیا۔ کارپوریٹ Sukuks/TFCs کی تجارتی سرگرمیوں میں اضافے کے سبب تقریباً 8.7 بلین روپے کی مجموعی تجارتی قدر میں اضافہ ہوا جب کہ گزشتہ سال اسی مدت میں 4.7 بلین روپے کا اضافہ ہوا تھا۔

فنڈ کی ایسیٹ ایلوکیشن 31 دسمبر 2017 کو بمطابق ذیل ہے:

ایسیٹ ایلوکیشن (نیٹ ایسیٹس کا %)	
ایکویٹی سب فنڈ	31 دسمبر 2017
ایکویٹی	93.41%
کیش کے مساوی	6.59%
ٹوٹل	100.00%
ڈیٹ سب فنڈ	
کیش کے مساوی	40.47%
T-بلز	25.57%
TFCs/سلوک	14.80%
بینک پلیمینٹ	19.16%
ٹوٹل	100.00%
مٹی مارکیٹ سب فنڈ	
کیش کے مساوی	50.74%
T-بلز	12.12%
بینک پلیمینٹ	37.14%
ٹوٹل	100.00%

## اظہار تشکر

بورڈ اس موقع کا فائدہ اٹھاتے ہوئے منجنت کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر لیونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان سے بھی ان کی سرپرستی اور رہنمائی کے لیے پُر خلوص اظہار تشکر کرتا ہے۔ بورڈ اپنے اسٹاف اور سٹریٹجی کی طرف سے محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP فلٹرن ایسیٹ منجنت لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

بتاریخ

22 فروری 2018ء

مقام: کراچی

# NAFA PENSION FUND

## Report on review of Condensed Interim Financial Information to the Participants

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NAFA Pension Fund** ("the Fund") as at 31 December 2017 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in participants' funds, condensed interim cash flow statement and notes to the accounts for the six months period then ended (here-in-after referred to as the "interim financial information"). Pension Fund Manager is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

### 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 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting.

### Other matters

The figures for the three months period ended 31 December 2017 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

Date: February 22, 2018

Karachi

---

KPMG Taseer Hadi & Co.  
Chartered Accountants  
Muhammad Nadeem

# NAFA PENSION FUND

## Condensed Interim Statement of Assets and Liabilities As at 31 December 2017

		31 December 2017					30 June 2017				
Note		Unaudited					Audited				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)											
<b>Assets</b>											
Bank balances	7	68,920,410	158,397,308	257,623,213	2,029,083	486,970,014	77,447,447	273,092,363	291,082,871	3,252,253	644,874,934
Investments	8	916,056,275	231,521,228	248,131,222	-	1,395,708,725	1,013,270,959	166,822,200	165,209,609	-	1,345,302,768
Dividend receivable		3,955,025	-	-	-	3,955,025	2,577,650	-	-	-	2,577,650
Profit receivables		909,168	1,915,959	1,026,319	-	3,851,446	26,463	1,754,450	350,892	-	2,131,805
Receivable against sale of investments		-	-	-	-	-	1,591,204	-	-	-	1,591,204
Advance and deposit		3,036,646	439,644	100,000	-	3,576,290	3,036,646	439,644	100,029	-	3,576,319
<b>Total assets</b>		<b>992,877,524</b>	<b>392,274,139</b>	<b>506,880,754</b>	<b>2,029,083</b>	<b>1,894,061,500</b>	<b>1,097,950,369</b>	<b>442,108,657</b>	<b>456,743,401</b>	<b>3,252,253</b>	<b>2,000,054,680</b>
<b>Liabilities</b>											
Payable to NBP Fullerton Asset Management Limited - Pension Fund Manager	9	1,441,675	651,575	782,442	48,905	2,924,597	1,625,374	650,056	686,048	1,310,578	4,272,056
Payable to Central Depository Company of Pakistan Limited - Trustee	10	136,668	57,656	70,743	-	265,067	149,127	56,961	60,719	-	266,807
Payable to Securities and Exchange Commission of Pakistan		164,615	67,336	78,990	-	310,941	285,875	129,428	123,090	-	538,393
Accrued expenses and other liabilities	11	10,451,946	2,659,992	2,318,479	1,980,178	17,410,595	10,286,335	2,542,703	2,412,855	1,941,675	17,183,568
<b>Total liabilities</b>		<b>12,194,904</b>	<b>3,436,559</b>	<b>3,250,654</b>	<b>2,029,083</b>	<b>20,911,200</b>	<b>12,346,711</b>	<b>3,379,148</b>	<b>3,282,712</b>	<b>3,252,253</b>	<b>22,260,824</b>
<b>Net assets</b>		<b>980,682,620</b>	<b>388,837,580</b>	<b>503,630,100</b>	<b>-</b>	<b>1,873,150,300</b>	<b>1,085,603,658</b>	<b>438,729,509</b>	<b>453,460,689</b>	<b>-</b>	<b>1,977,793,856</b>
<b>Participants' funds (as per statement attached)</b>		<b>980,682,620</b>	<b>388,837,580</b>	<b>503,630,100</b>	<b>-</b>	<b>1,873,150,300</b>	<b>1,085,603,658</b>	<b>438,729,509</b>	<b>453,460,689</b>	<b>-</b>	<b>1,977,793,856</b>
<b>Contingency and commitment</b>	12										
<b>Number of units in issue</b>	13	<b>3,434,400</b>	<b>2,693,834</b>	<b>3,841,705</b>			<b>3,276,556</b>	<b>3,102,258</b>	<b>3,533,149</b>		
<b>Net assets value per unit</b>	Rupees	<b>285.5470</b>	<b>144.3436</b>	<b>131.0955</b>			<b>331.3247</b>	<b>141.4226</b>	<b>128.3446</b>		

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

**For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)**

Chief Financial Officer

Chief Executive Officer

Director

# NAFA PENSION FUND

## Condensed Interim Income Statement (Unaudited) For the six months period ended 31 December 2017

	Note	2017				2016			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)							
<b>Income</b>									
Dividend income		27,494,004	-	-	27,494,004	18,324,637	-	-	18,324,637
(Loss) / gain on sale of investments - net		(45,123,212)	(269,005)	4,795	(45,387,422)	30,140,267	(84,600)	(7,097)	30,048,570
Markup / return on bank deposits		2,620,895	4,049,698	6,188,462	12,859,055	1,345,674	3,088,358	9,016,057	13,450,089
Income from term deposits receipts		-	80,215	3,187,483	3,267,698	-	-	2,268,595	2,268,595
Income from term finance certificates and sukuk		-	2,123,169	-	2,123,169	-	1,727,097	-	1,727,097
Income from government securities		-	6,798,423	5,621,180	12,419,603	-	7,773,444	190,011	7,963,455
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	8.8	(127,950,211)	(324,682)	(13,924)	(128,288,817)	171,670,232	(433,080)	(9,550)	171,227,602
<b>Total (loss) / income</b>		<b>(142,958,524)</b>	<b>12,457,818</b>	<b>14,987,996</b>	<b>(115,512,710)</b>	<b>221,480,810</b>	<b>12,071,219</b>	<b>11,458,016</b>	<b>245,010,045</b>
<b>Expenses</b>									
Remuneration of NBP Fullerton Asset Management Limited - Pension Fund Manager	9.1	7,482,500	3,060,713	3,590,449	14,133,662	5,343,859	2,947,627	2,665,581	10,957,067
Sindh Sales Tax on remuneration of Pension Fund Manager	9.2	972,725	397,893	466,758	1,837,376	694,702	383,192	346,525	1,424,419
Federal Excise Duty on remuneration of Pension Fund Manager		-	-	-	-	-	-	-	-
Remuneration to Central Depository Company of Pakistan Limited - Trustee		745,124	306,071	359,045	1,410,240	534,386	294,763	266,558	1,095,707
Sindh Sales Tax on remuneration of Trustee		96,866	39,789	46,676	183,331	69,470	38,319	34,653	142,442
Annual fee - Securities and Exchange Commission of Pakistan	10.1	164,615	67,336	78,990	310,941	117,565	64,848	58,643	241,056
Auditors' remuneration		76,762	76,762	76,762	230,286	91,816	91,816	91,816	275,448
Securities transaction costs		630,874	1,198	-	632,072	439,634	-	-	439,634
Settlement and bank charges		169,472	33,222	61,272	263,966	82,666	33,672	80,165	196,503
Legal and professional charges		15,088	14,904	15,088	45,080	15,088	14,904	15,088	45,080
Others		7,546	7,544	7,544	22,634	7,544	7,544	7,543	22,631
<b>Total expenses</b>		<b>10,361,572</b>	<b>4,005,432</b>	<b>4,702,584</b>	<b>19,069,588</b>	<b>7,396,730</b>	<b>3,876,685</b>	<b>3,566,572</b>	<b>14,839,987</b>
<b>Net (loss) / income from operating activities</b>		<b>(153,320,096)</b>	<b>8,452,386</b>	<b>10,285,412</b>	<b>(134,582,298)</b>	<b>214,084,080</b>	<b>8,194,534</b>	<b>7,891,444</b>	<b>230,170,058</b>
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	3.2	-	-	-	-	9,726,268	(194,064)	347,379	9,879,583
Provision for Sindh Workers' Welfare Fund	11.1	-	(169,048)	(205,708)	(374,756)	-	-	-	-
<b>Net (loss) / income for the period</b>		<b>(153,320,096)</b>	<b>8,283,338</b>	<b>10,079,704</b>	<b>(134,957,054)</b>	<b>223,810,348</b>	<b>8,000,470</b>	<b>8,238,823</b>	<b>240,049,641</b>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

**For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)**

Chief Financial Officer

Chief Executive Officer

Director

# NAFA PENSION FUND

## Condensed Interim Income Statement (Unaudited) For the three months period ended 31 December 2017

	2017				2016			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)							
Income								
Dividend income	21,423,027	-	-	21,423,027	11,984,236	-	-	11,984,236
(Loss) / gain on sale of investments - net	(23,940,297)	(253,416)	662	(24,193,051)	24,214,321	(6,212)	(7,097)	24,201,012
Markup / return on bank deposits	1,251,722	2,003,683	3,387,184	6,642,589	604,064	1,666,189	3,236,548	5,506,801
Income from term deposits receipts	-	80,215	1,663,666	1,743,881	-	-	2,268,595	2,268,595
Income from term finance certificates	-	1,073,080	-	1,073,080	-	833,862	-	833,862
Income from government securities	-	3,237,537	2,665,118	5,902,655	-	3,766,815	190,011	3,956,826
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	8.8	(28,044,392)	(87,859)	(219)	(28,132,470)	102,256,604	(313,387)	(9,550)
Total (loss) / income	(29,309,940)	6,053,240	7,716,411	(15,540,289)	139,059,225	5,947,267	5,678,507	150,684,999
Expenses								
Remuneration of NBP Fullerton Asset Management Limited - Pension Fund Manager	9.1	3,633,313	1,526,001	1,850,832	7,010,146	2,917,420	1,495,530	1,348,394
Sindh Sales Tax on remuneration of Pension Fund Manager	9.2	472,331	198,380	240,608	911,319	379,265	194,419	175,291
Federal Excise Duty on remuneration of Pension Fund Manager		-	-	-	-	-	-	-
Remuneration to Central Depository Company of Pakistan Limited - Trustee		363,328	152,600	185,083	701,011	291,742	149,553	134,839
Sindh Sales Tax on remuneration of Trustee	10.1	47,233	19,838	24,061	91,132	37,926	19,442	17,530
Annual fee - Securities and Exchange Commission of Pakistan		79,933	33,572	40,718	154,223	64,183	32,902	29,665
Auditors' remuneration		38,381	38,381	38,381	115,143	45,908	45,908	45,908
Securities transaction costs		293,159	517	-	293,676	284,189	-	284,189
Settlement and bank charges		22,464	5,162	19,320	46,946	75,714	5,612	19,368
Legal and professional charges		15,088	14,904	15,088	45,080	15,088	14,904	15,088
Others		7,546	7,544	7,544	22,634	7,544	7,544	7,543
Total expenses		4,972,776	1,996,899	2,421,635	9,391,310	4,118,979	1,965,814	1,793,626
Net (loss) / income from operating activities		(34,282,716)	4,056,341	5,294,776	(24,931,599)	134,940,246	3,981,453	3,884,881
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	3.2	-	-	-	-	7,796,062	(225,563)	572,199
Provision for Sindh Workers' Welfare Fund	11.1	-	(81,127)	(105,895)	(187,022)	-	-	-
Net (loss) / income for the period		(34,282,716)	3,975,214	5,188,881	(25,118,621)	142,736,308	3,755,890	4,457,080

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

**For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)**

Chief Financial Officer

Chief Executive Officer

Director

# NAFA PENSION FUND

## Condensed Interim Statement of Comprehensive Income (Unaudited) For the six months period ended 31 December 2017

	2017				2016			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)							
Net (loss) / income for the period	(153,320,096)	8,283,338	10,079,704	(134,957,054)	223,810,348	8,000,470	8,238,823	240,049,641
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(153,320,096)</b>	<b>8,283,338</b>	<b>10,079,704</b>	<b>(134,957,054)</b>	<b>223,810,348</b>	<b>8,000,470</b>	<b>8,238,823</b>	<b>240,049,641</b>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

# NAFA PENSION FUND

## Condensed Interim Statement of Comprehensive Income (Unaudited) For the three months period ended 31 December 2017

	2017				2016			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)							
Net (loss) / income for the period	(34,282,716)	3,975,214	5,188,881	(25,118,621)	142,736,308	3,755,890	4,457,080	150,949,278
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(34,282,716)</b>	<b>3,975,214</b>	<b>5,188,881</b>	<b>(25,118,621)</b>	<b>142,736,308</b>	<b>3,755,890</b>	<b>4,457,080</b>	<b>150,949,278</b>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

# NAFA PENSION FUND

## Condensed Interim Statement of Movement in Participants' Funds (Unaudited) For the six months period ended 31 December 2017

Note	2017				2016			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----							
<b>Net assets at beginning of the period</b>	<b>1,085,603,658</b>	<b>438,729,509</b>	<b>453,460,689</b>	<b>1,977,793,856</b>	<b>562,943,502</b>	<b>377,792,686</b>	<b>332,032,998</b>	<b>1,272,769,186</b>
Amount received on issuance of units	107,445,415	45,580,987	117,779,289	270,805,691	119,978,013	59,262,392	68,454,778	247,695,183
Amount paid on redemption of units	(61,740,477)	(94,475,884)	(84,275,832)	(240,492,193)	(41,130,601)	(36,335,357)	(39,923,632)	(117,389,590)
Reallocation among sub-funds	2,694,120	(9,280,370)	6,586,250	-	18,361,420	(23,502,008)	5,140,588	-
	48,399,058	(58,175,267)	40,089,707	30,313,498	97,208,832	(574,973)	33,671,734	130,305,593
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	3.2	-	-	-	(9,726,268)	194,064	(347,379)	(9,879,583)
(loss) / gain on sale of investments - net	(45,123,212)	(269,005)	4,795	(45,387,422)	30,140,267	(84,600)	(7,097)	30,048,570
Net unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	(127,950,211)	(324,682)	(13,924)	(128,288,817)	171,670,232	(433,080)	(9,550)	171,227,602
Other net income for the period	19,753,327	8,877,025	10,088,833	38,719,185	21,999,849	8,518,150	8,255,470	38,773,469
<b>Total comprehensive (loss) / income for the period</b>	<b>(153,320,096)</b>	<b>8,283,338</b>	<b>10,079,704</b>	<b>(134,957,054)</b>	<b>223,810,348</b>	<b>8,000,470</b>	<b>8,238,823</b>	<b>240,049,641</b>
<b>Net assets at end of the period</b>	<b>980,682,620</b>	<b>388,837,580</b>	<b>503,630,100</b>	<b>1,873,150,300</b>	<b>874,236,414</b>	<b>385,412,247</b>	<b>373,596,176</b>	<b>1,633,244,837</b>
<b>Net assets value per unit at beginning of the period</b>	<b>331.3247</b>	<b>141.4226</b>	<b>128.3446</b>		<b>241.2424</b>	<b>135.4476</b>	<b>122.9843</b>	
<b>Net assets value per unit at end of the period</b>	<b>285.5470</b>	<b>144.3436</b>	<b>131.0955</b>		<b>324.2535</b>	<b>138.3188</b>	<b>125.7576</b>	

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

**For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)**

Chief Financial Officer

Chief Executive Officer

Director



# NAFA PENSION FUND

## Condensed Interim Cash Flow Statement (Unaudited) For the six months period ended 31 December 2017

Note	2017					2016				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	Rupees									
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>										
Net (loss) / income for the period	(153,320,096)	8,283,338	10,079,704	-	(134,957,054)	223,810,348	8,000,470	8,238,823	-	240,049,641
<b>Adjustments:</b>										
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	127,950,211	324,682	13,924	-	128,288,817	(171,670,232)	433,080	9,550	-	(171,227,602)
Loss / (gain) on sale of investments - net	45,123,212	269,005	(4,795)	-	45,387,422	(30,140,267)	84,600	7,097	-	(30,048,570)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	-	-	-	-	-	(9,726,268)	194,064	(347,379)	-	(9,879,583)
Amortization of preliminary expenses and flotation costs	-	-	-	-	-	-	-	-	-	-
	19,753,327	8,877,025	10,088,833	-	38,719,185	12,273,581	8,712,214	7,908,091	-	28,893,886
<b>(Increase) / decrease in assets</b>										
Investments	(75,858,739)	(65,292,715)	(82,930,742)	-	(224,082,196)	(110,247,716)	94,202,906	(77,909,506)	-	(93,954,314)
Dividend receivable	(1,377,375)	-	-	-	(1,377,375)	140,630	-	-	-	140,630
Profit receivables	(882,705)	(161,509)	(675,427)	-	(1,719,641)	9,514	1,358,718	52,118	-	1,420,350
Receivable against sale of investments	1,591,204	-	-	-	1,591,204	(7,924,909)	-	-	-	(7,924,909)
Advance deposit and other receivables	-	-	29	-	29	(441,558)	(339,644)	-	-	(781,202)
	(76,527,615)	(65,454,224)	(83,606,140)	-	(225,587,979)	(118,464,039)	95,221,982	(77,857,388)	-	(101,099,445)
<b>(Decrease) / increase in liabilities</b>										
Payable to NBP Fullerton Asset Management Limited - Pension Fund Manager	(183,699)	1,519	96,394	(1,261,673)	(1,347,459)	390,416	30,245	75,104	817,983	1,313,748
Payable to Central Depository Company Limited	(12,459)	695	10,024	-	(1,740)	41,279	4,574	8,783	-	54,636
Payable to Securities and Exchange Commission of Pakistan	(121,260)	(62,092)	(44,100)	-	(227,452)	(36,899)	(49,586)	(29,779)	-	(116,264)
Payable against purchase of investments	-	-	-	-	-	6,995,487	-	-	-	6,995,487
Accrued expenses and other liabilities	165,611	117,289	(94,376)	38,503	227,027	8,354	(43,671)	40,383	(66,069)	(61,003)
	(151,807)	57,411	(32,058)	(1,223,170)	(1,349,624)	7,398,637	(58,438)	94,491	751,914	8,186,604
<b>Net cash (used in) / generated from operating activities</b>	(56,926,095)	(56,519,788)	(73,549,365)	(1,223,170)	(188,218,418)	(98,791,821)	103,875,758	(69,854,806)	751,914	(64,018,955)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Amount received on issuance of units	107,445,415	45,580,987	117,779,289	-	270,805,691	119,978,013	59,262,392	68,454,778	-	247,695,183
Amount paid on redemption of units	(61,740,477)	(94,475,884)	(84,275,832)	-	(240,492,193)	(41,130,601)	(36,335,357)	(39,923,632)	-	(117,389,590)
Reallocation among sub-funds	2,694,120	(9,280,370)	6,586,250	-	-	18,361,420	(23,502,008)	5,140,588	-	-
<b>Net cash flows from / (used in) financing activities</b>	48,399,058	(58,175,267)	40,089,707	-	30,313,498	97,208,832	(574,973)	33,671,734	-	130,305,593
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>	(8,527,037)	(114,695,055)	(33,459,658)	(1,223,170)	(157,904,920)	(1,582,989)	103,300,785	(36,183,072)	751,914	66,286,638
Cash and cash equivalents at beginning of the period	77,447,447	273,092,363	291,082,871	3,252,253	644,874,934	35,484,998	53,743,959	272,598,669	2,533,728	364,361,354
<b>Cash and cash equivalents at end of the period</b>	68,920,410	158,397,308	257,623,213	2,029,083	486,970,014	33,902,009	157,044,744	236,415,597	3,285,642	430,647,992

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

**For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)**

Chief Financial Officer

Chief Executive Officer

Director

# NAFA PENSION FUND

## Notes to the Condensed Interim Financial Information For the six period ended 31 December 2017

### 1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Pension Fund ("the Fund") was established under a Trust Deed, dated 12 October 2012, between NBP Fullerton Asset Management Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Fund was authorized by the Securities and Exchange Commission of Pakistan (SECP) as a pension fund on 16 November 2012.

The Pension Fund Manager has been licensed to act as a Pension Fund Manager under the Voluntary Pension System Rules, 2005 (VPS Rules) through a certificate of registration issued by SECP. The registered office of the Pension Fund Manager is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi.

The Fund is an unlisted open end pension scheme and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in VPS Rules and can be redeemed by surrendering to the Fund. Further, as per the offering document, no distribution of income or dividend is not allowed from any of the sub-funds.

The objective of the Fund is to provide individuals with a portable, individualized, funded (based on defined contribution), flexible pension scheme, assisting and facilitating them to plan and provide for their retirement.

The Fund consists of three sub-funds namely, NAFA Pension Fund Equity Sub-Fund ("Equity Sub-Fund"), NAFA Pension Fund Debt Sub-Fund ("Debt Sub-Fund") and NAFA Pension Fund Money Market Sub-Fund ("Money Market Sub-Fund") (collectively the "Sub-Funds"). The Investment policy for each of the sub-funds are as follows:

- The Equity sub-fund consists of a minimum 90% of net assets invested in listed equity securities, investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of equity sub-fund or paid-up capital of the investee company. Investment in a single stock exchange sector is restricted to the higher of 30% of NAV of equity sub-fund or index weight, subject to a maximum of 35% of NAV of equity sub-fund. Remaining assets of the equity sub-fund may be invested in government treasury bills or government securities having less than one year time to maturity, or be deposited with scheduled commercial banks having at least 'A' rating.
- The Debt Sub-Fund consist of tradable debt securities with weighted average duration of the investment portfolio of the Sub-Fund not exceeding five years. At least twenty five percent (25%) of the net assets of debt sub-fund shall be invested in securities issued by the Federal Government. Upto twenty five percent (25%) may be deposited with banks having not less than "AA Plus" rating with a stable outlook. Exposure to securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be upto 30% of net assets of a debt sub-fund. Deposit in a single bank shall not exceed 20% of net asset of the debt sub-fund. Composition of the remaining portion of the investments shall be according to the criteria mentioned in the offering document.
- The Money Market sub-fund consists of short-term debt instruments with weighted average time to maturity not exceeding ninety days. There is no restriction on the amount of investment in securities issued by the Federal Government and deposit with commercial banks having 'A Plus' or higher rating. Investment in securities issued by provincial or city government, government corporate entities with 'A' or higher rating or a government corporations with 'A plus' or higher rating shall be in proportion as defined in offering document.

# NAFA PENSION FUND

The Fund offers six types of allocation schemes, as prescribed by the SECP under VPS Rules, to the contributors of the Fund namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility, Customized Allocation and Life Cycle Allocation. The participants of the Fund voluntarily determine the contribution amount, subject to the minimum limit fixed by the Pension Fund Manager. The Participant has the option to select any one from the Allocation Schemes or products being offered by the Pension Fund Manager at the date of opening his / her Individual Pension Account. The Participant may change the Allocation Scheme not more than twice a year. Thereafter, the contribution amount may be paid by the contributor on a periodic basis such as annual, semi annual, quarterly or monthly basis or with any other frequency.

Under the provisions of the Offering Document of the fund, Contributions received from or on behalf of any Participant by Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the Front-end Fees, any premia payable in respect of any schemes selected by the Participant pursuant to the offering document and any bank charges in respect of the receipt of such Contributions. The net Contribution received in the Individual Pension Account shall be used to allocate such number of Units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the Units shall be allocated at Net Asset Value notified by the Pension Fund Manager at the close of that business day.

Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of 'AM1' to the Pension Fund Manager while the Fund is currently not rated.

Title to the assets of the Fund are held in the name of CDC as the 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 Companies Ordinance, 1984, the Voluntary Pension Rules, 2005 (the VPS Rules), and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the VPS Rules or directives issued by the SECP differ with the requirements of the IFRS, the requirements of the VPS Rules or the directives issued by the SECP shall prevail (Refer 4.2.2).

2.1.1 This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual financial statements of the Fund as at and for the year ended 30 June 2017. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Fund's financial position and performance since the last financial statements.

### 2.2 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest of rupees, except otherwise stated.

## 3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended 30 June 2017 except for the changes in accounting policies as explained in notes 3.2.

3.2 Up to 30 June 2017, the element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the accounting period is recognized in income statement and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities is included in distribution statement.

# NAFA PENSION FUND

Effective from 1 July 2017, the Fund has discontinued to record the element of income in line with the requirements of Voluntary Pension Scheme (VPS) Rules 2005 and the industry practice. 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, Pension Fund Manager has applied the above changes in accounting policy prospectively from 1 July 2017 in view of clarification provided by SECP vide its email dated 7 February 2018 to mutual fund industry. Accordingly, corresponding figures have not been restated.

Had the element of income been recognised as per the previous accounting policy, the loss of the Equity Sub Fund would have been higher by Rs. 3.898 million and the income of the Debt Sub Fund and Money Market Sub Fund would have been lower by Rs. 0.407 million and higher by Rs. 0.478 million respectively, net off charge for SWWF in respect of element of income loss and consequently NAV per unit would have been lower by Rs. 0.0031 and higher by Rs. 0.025 for Debt Sub Fund and Money Market Sub Fund. However the change in accounting policy does not have any impact in NAV per unit on Equity Sub Fund.

## 4 NEW AMENDED AND REVISED STANDARDS AND INTERPRETATIONS OF IFRS

### 4.1 Amendments to published approved accounting standards that are effective in the current period

There are certain amendments to the approved accounting standards that are mandatory for accounting periods beginning on or after 01 July 2017 but are considered not to be relevant or do not have any significant effect on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

### 4.2 Standards and amendments to published approved accounting standards that are not yet effective

4.2.1 During the current period the SECP has adopted IFRS 9: 'Financial Instruments' and IFRS 15: 'Revenue from Customers', which are applicable with effect from 1 July 2018. The management is currently assessing the impacts of these standards on the Fund's future financial statements. There are certain other new standards, interpretations and amendments to the approved accounting standards that are mandatory for the Fund's annual accounting periods beginning on or after 1 July 2018. The Fund is currently in the process of analysing the potential impact of changes required in classification and measurement of financial instruments and the other impact on adoption of the Standards. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in this condensed interim financial information.

4.2.2 The Companies Act, 2017 was enacted on 30 May 2017 and SECP vide its circular 23 of 2017 has clarified that the companies whose financial year closes on or before 31 December 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Hence, the provision of the Companies Act, 2017 will be applicable for the preparation of financial statements for the reporting periods ending after 31 December 2017. The Companies Act, 2017 requires certain additional disclosures and Section 235 of the repealed Companies Ordinance, 1984 relating to treatment of surplus arising out of revaluation of assets has not been carried forward in the Companies Act, 2017. The amendments are not likely to have an impact on the Fund's financial statements except extended disclosures.

## 5 USE OF ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgements, estimates and assumption that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual result may differ from these estimates.

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

## 6 FINANCIAL RISK MANAGEMENT

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

# NAFA PENSION FUND

## 7 BANK BALANCES

Note	31 December 2017 Unaudited					30 June 2017 Audited				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (7.2)	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (7.2)	Total
	(Rupees)									
7.1	68,920,410	158,397,308	257,623,213	2,029,083	486,970,014	77,447,447	273,092,363	291,082,871	3,252,253	644,874,934

7.1 These accounts carry rate of return ranging from 3.75% to 6.75% per annum (30 June 2017: 3.75% to 7.43% per annum).

7.2 This represents collection accounts maintained by the Fund. The balances in these accounts represent front-end fee alongwith Government levies and withholding tax payable to the Pension Fund Manager and the tax authorities respectively (refer note 1).

## 8 INVESTMENTS

Note	31 December 2017 Unaudited				30 June 2017 Audited			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub Fund	Money Market Sub-Fund	Total
	(Rupees)							
8.1	916,056,275	-	-	916,056,275	1,013,270,959	-	-	1,013,270,959
8.2	-	99,476,561	61,084,471	160,561,032	-	104,689,413	89,752,150	194,441,563
8.3	-	-	-	-	-	13,847,699	-	13,847,699
8.4	-	49,544,667	-	49,544,667	-	48,285,088	-	48,285,088
8.5	-	8,000,000	-	8,000,000	-	-	-	-
	916,056,275	157,021,228	61,084,471	1,134,161,974	1,013,270,959	166,822,200	89,752,150	1,269,845,309
8.9	-	74,500,000	187,046,751	261,546,751	-	-	75,457,459	75,457,459
	916,056,275	231,521,228	248,131,222	1,395,708,725	1,013,270,959	166,822,200	165,209,609	1,345,302,768

# NAFA PENSION FUND

## 8.1 Listed equity securities

### 8.1.1 Held by Equity Sub-Fund

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

Name of the investee company	As at 1 July 2017	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at 31 December 2017	Market value as at 31 December 2017	Market value as a percentage of net assets of the sub- fund	Market value as a percentage of investment of the sub- fund	Market value as a percentage of issued capital of the investee company
	(Number of shares)					(Rupees)	----- (%) -----		
<b>Automobile assembler</b>									
Al Ghazi Tractor Limited	2,150	-	-	2,150	-	-			
Honda Atlas Cars (Pakistan) Limited	29,400	5,100	-	19,150	15,350	7,865,494	0.80	0.86	0.01
Sazgar Engineering Works Limited	29,500	-	-	29,500	-	-	-	-	-
Pak Suzuki Motor Company Limited	13,000	-	-	13,000	-	-	-	-	-
Indus Motor Company Limited	10,650	-	-	1,200	9,450	15,877,606	1.62	1.73	0.02
Millat Tractors Limited	14,500	-	-	1,720	12,780	14,973,431	1.53	1.63	0.03
	<b>99,200</b>	<b>5,100</b>	<b>-</b>	<b>66,720</b>	<b>37,580</b>	<b>38,716,531</b>	<b>3.95</b>	<b>4.22</b>	
<b>Cable &amp; electrical goods</b>									
Pak Elektron Limited	201,250	-	-	136,500	64,750	3,074,978	0.31	0.34	0.00
	<b>201,250</b>	<b>-</b>	<b>-</b>	<b>136,500</b>	<b>64,750</b>	<b>3,074,978</b>	<b>0.31</b>	<b>0.34</b>	
<b>Pharmaceuticals</b>									
Abbott Laboratories (Pakistan) Limited	14,650	-	-	6,650	8,000	5,580,880	0.57	0.61	0.01
GlaxoSmithKline (Pakistan) Limited	20,860	-	-	-	20,860	3,501,977	0.36	0.38	0.00
GlaxoSmithKline Consumer Healthcare Pakistan Limited	6,258	-	-	6,258	-	-	-	-	-
The Searle Company Limited (note 8.1.2)	19,278	-	1,856	10,000	11,134	3,505,475	0.36	0.38	0.00
Ferozsons Laboratories Limited	14,500	-	-	-	14,500	2,955,245	0.30	0.32	0.01
Highnoon Laboratories Limited	45	-	-	-	45	19,120	0.00	0.00	0.00
	<b>75,591</b>	<b>-</b>	<b>1,856</b>	<b>22,908</b>	<b>54,539</b>	<b>15,562,697</b>	<b>1.59</b>	<b>1.69</b>	
<b>Cement</b>									
Pioneer Cement Limited	107,200	44,000	-	23,500	127,700	8,060,424	0.82	0.88	0.00
Fauji Cement Company Limited	303,000	105,000	-	335,000	73,000	1,825,730	0.19	0.20	0.00
Maple Leaf Cement Factory Limited	138,000	-	4,063	142,062	1	34	-	-	0.00
Lucky Cement Limited	56,350	-	-	10,800	45,550	23,568,026	2.40	2.57	0.01
D. G. Khan Cement Company Limited	123,900	109,700	-	64,300	169,300	22,638,796	2.31	2.47	0.01
Fecto Cement Limited	49,900	-	-	49,900	-	-	-	-	-
Attock Cement (Pakistan) Limited	68,200	-	-	-	68,200	12,344,882	1.26	1.35	0.01
Kohat Cement Company Limited	47,000	93,500	-	21,300	119,200	16,921,632	1.73	1.85	0.01
	<b>893,550</b>	<b>352,200</b>	<b>4,063</b>	<b>646,862</b>	<b>602,951</b>	<b>85,359,524</b>	<b>8.71</b>	<b>9.32</b>	

# NAFA PENSION FUND

Name of the investee company	As at 1 July 2017	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at 31 December 2017	Market value as at 31 December 2017	Market value as a percentage of net assets of the sub- fund	Market value as a percentage of investment of the sub- fund (%)	Market value as a percentage of issued capital of the investee company
<b>Fertilizers</b>			(Number of shares)			(Rupees)			
Engro Fertilizer Limited	258,500	452,000	-	100,000	610,500	41,343,060	4.22	4.51	0.00
Fauji Fertilizer Bin Qasim Limited	197,500	-	-	197,500	-	-	-	-	-
Fauji Fertilizer Company Limited	-	182,000	-	30,000	152,000	12,024,720	-	-	0.00
Engro Corporation Limited	117,000	86,900	-	34,100	169,800	46,652,517	4.76	5.09	0.01
Dawood Hercules Corporation Limited	100,000	22,300	-	3,200	119,100	13,324,908	1.36	1.45	0.00
	<b>673,000</b>	<b>743,200</b>	<b>-</b>	<b>364,800</b>	<b>1,051,400</b>	<b>113,345,205</b>	<b>10.34</b>	<b>11.05</b>	
<b>Chemicals</b>									
Akzo Nobel Pakistan	42,400	-	-	-	42,400	9,031,200	0.92	0.99	0.02
Dynea Pakistan Limited	69,000	-	-	-	69,000	6,063,720	0.62	0.66	0.06
	<b>111,400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111,400</b>	<b>15,094,920</b>	<b>1.54</b>	<b>1.65</b>	
<b>Automobile parts and accessories</b>									
Agriauto Industries Limited	3,400	-	-	-	3,400	1,081,268	-	-	-
Thal Limited (Face value of Rs. 5 each)	4,500	28,600	-	12,600	20,500	10,473,450	1.07	1.14	0.03
Baluchistan Wheels Limited	88,400	100	-	-	88,500	9,757,125	0.99	1.07	0.07
	<b>96,300</b>	<b>28,700</b>	<b>-</b>	<b>12,600</b>	<b>112,400</b>	<b>21,311,843</b>	<b>2.06</b>	<b>2.21</b>	
<b>Commercial Banks</b>									
United Bank Limited	166,660	45,300	-	18,100	193,860	36,439,864	3.72	3.98	0.00
Allied Bank Limited	178,300	14,500	-	-	192,800	16,384,144	1.67	1.79	0.00
MCB Bank Limited	151,100	-	-	51,900	99,200	21,062,144	2.15	2.30	0.00
Habib Bank Limited	155,928	262,000	-	114,200	303,728	50,749,912	5.17	5.54	0.00
Faysal Bank Limited	3,905	640,000	-	-	643,905	13,689,420	1.40	1.49	0.00
Bank Alfalah Limited	-	864,500	-	-	864,500	36,741,250	3.75	4.01	0.00
Bank Al-Habib Limited	134,150	-	-	69,000	65,150	3,802,154	0.39	0.42	0.00
	<b>790,043</b>	<b>1,826,300</b>	<b>-</b>	<b>253,200</b>	<b>2,363,143</b>	<b>178,868,888</b>	<b>18.25</b>	<b>19.53</b>	
<b>Insurance</b>									
Pakistan Reinsurance Company Limited	149,500	-	-	126,000	23,500	997,105	0.10	0.11	0.00
	<b>149,500</b>	<b>-</b>	<b>-</b>	<b>126,000</b>	<b>23,500</b>	<b>997,105</b>	<b>0.10</b>	<b>0.11</b>	

# NAFA PENSION FUND

Name of the investee company	As at 1 July 2017	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at 31 December 2017	Market value as at 31 December 2017	Market value as a percentage of net assets of the sub- fund	Market value as a percentage of investment of the sub- (%)	Market value as a percentage of issued capital of the investee company
	(Number of shares)					(Rupees)			
<b>Paper and Board</b>									
Century Paper and Board Mills Limited	208,500	-	-	60,000	148,500	9,226,305	0.94	1.01	0.01
	<b>208,500</b>	<b>-</b>	<b>-</b>	<b>60,000</b>	<b>148,500</b>	<b>9,226,305</b>	<b>0.94</b>	<b>1.01</b>	
<b>Power generation and distribution</b>									
The Hub Power Company Limited	195,600	138,000	-	-	333,600	30,357,600	3.10	3.31	0.00
Kot Addu Power Company Limited	236,500	-	-	120,000	116,500	6,279,350	0.64	0.69	0.00
	<b>432,100</b>	<b>138,000</b>	<b>-</b>	<b>120,000</b>	<b>450,100</b>	<b>36,636,950</b>	<b>3.74</b>	<b>4.00</b>	
<b>Textile Composite</b>									
Nishat (Chunian) Limited	193,500	273,500	-	257,000	210,000	9,611,700	0.98	1.05	0.00
Nishat Mills Limited	177,000	33,000	-	16,500	193,500	28,928,250	2.95	3.16	0.01
Kohinoor Textile Mills Limited	192,475	-	11,478	-	203,953	13,511,886	1.38	1.48	0.00
Sapphire Fibres Mills Limited	6,200	-	-	-	6,200	5,037,500	0.51	0.55	0.03
Dawood Lawrancepur Limited	40,900	-	-	-	40,900	7,689,200	0.78	0.84	0.01
Crescent Textile Mills Limited	108,500	-	-	1,000	107,500	3,208,875	0.33	0.35	0.00
	<b>718,575</b>	<b>306,500</b>	<b>11,478</b>	<b>274,500</b>	<b>762,053</b>	<b>67,987,411</b>	<b>6.93</b>	<b>7.43</b>	
<b>Oil and Gas exploraton companies</b>									
Pakistan Petroleum Limited.	256,178	82,000	-	34,100	304,078	62,612,701	6.38	6.84	0.00
Pakistan Oilelds Limited.	70,500	61,100	-	37,000	94,600	56,216,996	5.73	6.14	0.02
Oil and Gas Development Company Limited	186,300	121,400	-	-	307,700	50,090,483	5.11	5.47	0.00
Mari Petroleum Company Limited	29,980	8,300	-	13,680	24,600	35,691,402	3.64	3.90	0.03
	<b>542,958</b>	<b>272,800</b>	<b>-</b>	<b>84,780</b>	<b>730,978</b>	<b>204,611,582</b>	<b>20.86</b>	<b>22.35</b>	
<b>Refinery</b>									
Attock Refinery Limited	11,300	14,500	-	25,400	400	93,648	0.52	0.54	0.00
	<b>11,300</b>	<b>14,500</b>	<b>-</b>	<b>25,400</b>	<b>400</b>	<b>93,648</b>	<b>0.52</b>	<b>0.54</b>	
<b>Oil and gas marketing companies</b>									
Attock Petroleum Limited	7,800	-	-	-	7,800	4,080,024	0.42	0.45	0.00
Hascol Petroleum Limited (note 8.1.2)	300	-	26	-	326	80,535	0.01	0.01	0.00
Pakistan State Oil Company Limited (note 8.1.2)	71,730	36,500	15,806	53,000	71,036	20,821,362	2.12	2.27	0.01
Shell Pakistan Limited	29,000	-	-	-	29,000	8,908,220	0.91	0.97	0.01
Sui Northern Gas Pipelines	-	155,500	-	7,500	148,000	14,002,280	1.43	1.53	0.00
	<b>108,830</b>	<b>192,000</b>	<b>15,832</b>	<b>60,500</b>	<b>256,162</b>	<b>47,892,421</b>	<b>4.89</b>	<b>5.23</b>	



# NAFA PENSION FUND

Name of the investee company	As at 1 July 2017	Purchases during the period	Bonus / right issue during the period	Sales during the period	As at 31 December 2017	Market value as at 31 December 2017	Market value as a percentage of net assets of the sub- fund	Market value as a percentage of investment of the sub- fund (%)	Market value as a percentage of issued capital of the investee company
<b>Engineering</b>			(Number of shares)			(Rupees)			
Amreli Steels Limited	222,500	-	-	74,500	148,000	13,713,680	1.40	1.50	0.00
Crescent Steels and Allied Products	20,400	-	-	19,000	1,400	178,234	0.02	0.02	0.00
Mughal Iron and Steel Industries Limited (note 8.1.2)	107,310	45,000	-	27,500	124,810	7,251,461	0.74	0.79	0.00
	<b>350,210</b>	<b>45,000</b>	<b>-</b>	<b>121,000</b>	<b>274,210</b>	<b>21,143,375</b>	<b>2.16</b>	<b>2.31</b>	
<b>Technology and communication</b>									
Avanceon Limited	183,500	-	-	147,000	36,500	1,262,900	0.13	0.14	0.00
Systems Limited	211,500	-	-	-	211,500	15,634,080	1.59	1.71	0.01
	<b>395,000</b>	<b>-</b>	<b>-</b>	<b>147,000</b>	<b>248,000</b>	<b>16,896,980</b>	<b>1.72</b>	<b>1.85</b>	
<b>Food and personal care products</b>									
Rafhan Maize Products Limited.	20	-	-	-	20	136,000	0.01	0.01	0.00
Al-Shaheer Corporation Limited (note 8.1.2)	208,552	-	-	128,000	80,552	1,789,877	0.18	0.20	0.00
	<b>208,572</b>	<b>-</b>	<b>-</b>	<b>128,000</b>	<b>80,572</b>	<b>1,925,877</b>	<b>0.19</b>	<b>0.21</b>	
<b>Sugar and Allied Industries</b>									
Faran Sugar Mills Limited	67,500	3,000	-	-	70,500	4,582,500	0.47	0.50	0.02
	<b>67,500</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>70,500</b>	<b>4,582,500</b>	<b>0.47</b>	<b>0.50</b>	
<b>Glass and ceramics</b>									
Ghani Glass Limited	-	28,000	-	-	28,000	1,794,800			
Tariq Glass Limited	131,500	-	-	-	131,500	12,491,184	1.27	1.36	0.02
Shabbir Tiles and Ceramics Limited	876,000	-	-	663,500	212,500	3,130,125	0.32	0.34	0.00
	<b>1,007,500</b>	<b>28,000</b>	<b>-</b>	<b>663,500</b>	<b>372,000</b>	<b>17,416,109</b>	<b>1.59</b>	<b>2.00</b>	
<b>Miscellaneous</b>									
Tri-Pack Films Limited	43,000	-	-	-	43,000	6,018,776	0.61	0.66	0.02
Synthetic Products Enterprises Limited	141,250	12,500	-	-	153,750	9,292,650	0.95	1.01	0.01
	<b>184,250</b>	<b>12,500</b>	<b>-</b>	<b>-</b>	<b>196,750</b>	<b>15,311,426</b>	<b>1.56</b>	<b>1.67</b>	
	<b>7,325,129</b>	<b>3,967,800</b>	<b>33,229</b>	<b>3,314,270</b>	<b>8,011,888</b>	<b>916,056,275</b>	<b>92.42</b>	<b>100</b>	

Carrying value before fair value adjustment as at 31 December 2017

**1,044,006,486**

# NAFA PENSION FUND

8.1.2 These represent gross bonus shares as per Fund's entitlement declared by the investee company. Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the investee company which shall be considered as final discharge of tax liability on such income. However, the Pension Fund Manager of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honourable Sindh High Court to declare the amendment brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the funds based on the premise of exemption given to mutual funds under clause 57 (3) (viii) of Part I of Second Schedule of the Income Tax Ordinance, 2001. The Honourable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld the share equivalent to 5% of bonus announcement amounting to Rs. 0.979 million (30 June 2017: 1.012 million) and not yet deposited with Government Treasury. Pension Fund Manager is of the view that the decision will be in recorded the bonus shares on gross basis.

8.1.3 Investments include shares with market value of Rs. 25.121 million (30 June 2017: Rs. 22.686 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

## 8.2 Government securities - Market Treasury bills

### 8.2.1 Held by Debt Sub-Fund

Issue date	Tenor	As at 1 July 2017	Purchases during the period	Matured / sold during the period	As at 31 December 2017	Market value as at 31 December 2017	Market value as a percentage of net assets of the sub- fund	Market value as a percentage of total investment of sub-fund
-----Face value (Rupees)-----						(Rupees)	(%)	-----
Treasury Bills								
19 January 2017	3 Months	-	75,000,000	75,000,000	-	-	-	-
13 April 2017	3 Months	14,000,000	-	14,000,000	-	-	-	-
27 April 2017	3 Months	91,000,000	20,000,000	111,000,000	-	-	-	-
22 June 2017	3 Months	-	145,000,000	145,000,000	-	-	-	-
22 June 2017	6 Months	-	135,000,000	135,000,000	-	-	-	-
20 July 2017	3 Months	-	130,000,000	130,000,000	-	-	-	-
3 August 2017	3 Months	-	93,000,000	93,000,000	-	-	-	-
31 August 2017	3 Months	-	194,000,000	194,000,000	-	-	-	-
14 September 2017	3 Months	-	135,000,000	135,000,000	-	-	-	-
12 October 2017	3 Months	-	20,000,000	20,000,000	-	-	-	-
26 October 2017	3 Months	-	50,000,000	-	50,000,000	49,852,500	12.82	21.53
23 November 2017	3 Months	-	50,000,000	-	50,000,000	49,624,061	12.76	21.43
		105,000,000	1,047,000,000	1,052,000,000	100,000,000	99,476,561	25.58	42.96

Carrying value before fair value adjustment at 31 December 2017

**99,498,095**

# NAFA PENSION FUND

## 8.2.2 Held by Money Market Sub-Fund

Issue date	Tenor	As at 1 July 2017	Purchases during the period	Matured / sold during the period	As at 31 December 2017	Market value as at 31 December 2017 (Rupees)	Market value as a percentage of net assets of the Sub-	Market value as a percentage of total investment of sub fund (%)
-----Face value (Rupees)-----								
<b>Treasury Bills</b>								
2 March 2017	3 Months	-	18,000,000	18,000,000	-	-	-	-
16 March 2017	3 Months	-	7,000,000	7,000,000	-	-	-	-
13 April 2017	3 Months	70,000,000	-	70,000,000	-	-	-	-
27 April 2017	3 Months	20,000,000	12,000,000	32,000,000	-	-	-	-
8 June 2017	3 Months	-	32,000,000	32,000,000	-	-	-	-
22 June 2017	3 Months	-	16,000,000	16,000,000	-	-	-	-
20 July 2017	3 Months	-	73,000,000	73,000,000	-	-	-	-
3 August 2017	3 Months	-	206,000,000	206,000,000	-	-	-	-
4 August 2017	3 Months	-	5,000,000	5,000,000	-	-	-	-
17 August 2017	3 Months	-	2,500,000	2,500,000	-	-	-	-
31 August 2017	3 Months	-	128,000,000	128,000,000	-	-	-	-
14 September 2017	3 Months	-	165,000,000	165,000,000	-	-	-	-
28 September 2017	3 Months	-	200,000,000	200,000,000	-	-	-	-
12 October 2017	3 Months	-	30,000,000	30,000,000	-	-	-	-
26 October 2017	3 Months	-	9,000,000	-	9,000,000	8,973,450	1.78	3.62
9 Novemebr 2017	3 Months	-	2,500,000	-	2,500,000	2,486,871	0.49	1.00
23 Novemebr 2017	3 Months	-	50,000,000	-	50,000,000	49,624,150	9.85	20.00
		<b>90,000,000</b>	<b>956,000,000</b>	<b>984,500,000</b>	<b>61,500,000</b>	<b>61,084,471</b>	<b>12.12</b>	<b>24.62</b>

Carrying value before fair value adjustment as at 31 December 2017

**61,098,395**

## 8.3 Government - Securities - Pakistan Investment Bonds

### Held by Debt Sub-Fund

19 July 2012	10 Years	5,000,000	-	5,000,000	-	-	-	-
17 July 2014	3 Years	7,800,000	-	7,800,000	-	-	-	-
		<b>12,800,000</b>	<b>-</b>	<b>12,800,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Carrying value before fair value adjustment as at 31 December 2017

-

# NAFA PENSION FUND

## 8.4 Term Finance Certificates

### 8.4.1 Held by Debt Sub-Fund

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

Name of the investee company	As at 1 July 2017	Purchases during the period	Matured / sold during the period	As at 31 December 2017	Market value as at 31 December 2017  (Rupees)	Market value as a percentage of net assets of the sub- fund  (%)	Market value as a percentage of total investment of sub fund
	-----Number of certificates-----						
Faysal Bank Limited - III	300	-	300	-	-	-	-
Jahangir Siddiqui Company Limited II	5,000	-	-	5,000	11,922,168	3.07	5.15
Standard Chartered Bank Limited - IV	470	-	470	-	-	-	-
Askari Commercial Bank Limited	3,600	-	-	3,600	18,020,344	4.63	7.78
Jahangir Siddiqui Company Limited III	600	-	-	600	2,658,479	0.68	1.15
JS Bank Limited	1,800	-	-	1,800	8,997,273	2.31	3.89
Jahangir Siddiqui Company Limited	-	1,560	-	1,560	7,946,403	2.04	3.43
	<b>11,770</b>	<b>1,560</b>	<b>770</b>	<b>12,560</b>	<b>49,544,667</b>	<b>12.73</b>	<b>21.40</b>
Carrying value before fair value adjustments as at 31 December 2017					<u>49,847,815</u>		

## 8.5 Sukuk - unlisted

### 8.5.1 Held by Debt Sub-Fund

#### Name of investee company

Dawood Hercules Corporation Limited	-	80	-	80	8,000,000	2.06	3.46
	<u>-</u>	<u>80</u>	<u>-</u>	<u>80</u>	<u>8,000,000</u>	<u>2.06</u>	<u>3.46</u>
Carrying value before fair value adjustments as at 31 December 2017					<u>8,000,000</u>		

# NAFA PENSION FUND

## 8.6 Significant terms and conditions of term finance certificates outstanding at the period end are as follows:

Name of securities	Tenor	Number of certificates	Unredeemed face value (Rupees)	Mark-up rate (per annum)	Issue date	Rating	Secured / unsecured
<b>Listed term finance certificates</b>							
Jahangir Siddiqui Company Limited II	5 years	5,000	11,875,000	6-months KIBOR + 1.75%	08-Apr-14	AA+	Secured
Askari Commercial Bank Limited	10 years	3,600	17,978,400	6-months KIBOR + 1.20%	30-Sep-14	AA-	Secured
Jahangir Siddiqui Company Limited III	5 years	600	2,625,000	6-months KIBOR + 1.65%	24-Jun-16	AA+	Secured
JS Bank Limited	7 years	1,800	8,996,400	6-months KIBOR + 1.64%	14-Dec-16	A+	Secured
Jahangir Siddiqui Company Limited	5 years	1,560	7,800,000	6-months KIBOR + 1.40%	18-Jul-17	AA+	Secured

## 8.7 Significant terms and conditions of sukuk outstanding at the period end are as follows:

<b>Name of securities</b>							
Dawood Hercules Corporation Limited	7 years	80	8,000,000	3-months kibor + 1.00%	16-Nov-17	-	-

## 8.8 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

(Unaudited)								
2017				2016				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
(Rupees)								
Market value of investments	916,056,275	157,021,228	61,084,471	1,134,161,974	843,629,511	229,158,580	65,648,616	1,138,436,707
Less: carrying value of investments	(1,044,006,486)	(157,345,910)	(61,098,395)	(1,262,450,791)	(671,959,279)	(229,591,660)	(65,658,166)	(967,209,105)
	(127,950,211)	(324,682)	(13,924)	(128,288,817)	171,670,232	(433,080)	(9,550)	171,227,602

## 8.9 This represents term deposits receipt placed with Habib Metro Bank Limited in Debt Sub Fund and Money Market Sub Fund carrying markup rate of 6.55% and having maturity of upto 28 March 2018 and term deposit receipt placed with JS Bank Limited in Money Market Sub Fund carrying markup rate of 6.60% and having maturity of upto 28 March 2018.

# NAFA PENSION FUND

## 9 PAYABLE TO NBP FULLERTON ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

31 December 2017 Unaudited						30 June 2017 Audited					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
(Rupees)											
Remuneration of Pension Fund Manager	9.1	1,209,447	510,244	626,053	-	2,345,744	1,372,009	508,903	540,750	-	2,421,662
Sindh Sales Tax on remuneration	9.2	157,228	66,331	81,389	-	304,948	178,365	66,153	70,298	-	314,816
Preliminary expenses and floatation cost payable		75,000	75,000	75,000	-	225,000	75,000	75,000	75,000	-	225,000
Sales load		-	-	-	43,279	43,279	-	-	-	1,147,291	1,147,291
Sindh sales tax on sales load		-	-	-	5,626	5,626	-	-	-	163,287	163,287
		1,441,675	651,575	782,442	48,905	2,924,597	1,625,374	650,056	686,048	1,310,578	4,272,056

9.1 As per rule 11 of the Voluntary Pension System Rules, 2005, the Pension Fund Manager has charged its remuneration at the rate of 1.5 percent per annum of the average annual net assets of each of the Sub-Fund for the current year. The remuneration is paid on a monthly basis in arrears.

9.2 The Sindh Provincial Government has levied Sindh Sales Tax on the remuneration of the Pension Fund Manager and sales load through Sindh Sales Tax on Services Act, 2011, effective from 01 July 2011. During the period, Sindh Sales Tax at the rate of 13% (30 June 2017: 13%) was charged on management remuneration and sales load.

## 10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		31 December 2017				30 June 2017			
		Unaudited				Audited			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Trustee remuneration		120,945	51,023	62,605	234,573	132,562	50,887	54,074	237,523
Sindh Sales Tax on Trustee remuneration	10.1	15,723	6,633	8,138	30,494	16,565	6,074	6,645	29,284
		136,668	57,656	70,743	265,067	149,127	56,961	60,719	266,807

10.1 The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011, effective from 01 July 2015. During the period, Sindh Sales Tax at the rate of 13% (30 June 2017: 13%) was charged on trustee remuneration.

# NAFA PENSION FUND

## 11 ACCRUED EXPENSES AND OTHER LIABILITIES

		31 December 2017 Unaudited					30 June 2017 Audited				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----											
Provision for Sindh Workers' Welfare Fund	11.1	8,150,678	1,054,413	948,519	-	10,153,610	8,150,678	885,365	742,811	-	9,778,854
Federal Excise Duty	11.2	1,770,462	1,329,145	1,054,992	-	4,154,599	1,770,462	1,329,145	1,054,992	-	4,154,599
Federal Excise Duty on sales load	11.2	-	-	-	1,941,675	1,941,675	-	-	-	1,941,675	1,941,675
Auditor's remuneration		101,242	101,242	101,243	-	303,727	97,164	97,164	97,165	-	291,493
Bank charges and settlement charges		134,719	60,680	92,049	-	287,448	25,010	45,096	51,344	-	121,450
Payable against redemption of units		-	-	-	-	-	-	89,113	357,928	-	447,041
Printing charges		21,665	21,666	21,665	-	64,996	23,121	23,121	23,121	-	69,363
Legal and professional charges		80,988	37,436	37,621	-	156,045	65,900	22,533	22,533	-	110,965
Brokerage		81,550	2,096	-	-	83,646	-	899	-	-	899
Withholding tax		110,642	53,314	62,390	-	226,346	154,000	50,268	62,961	-	267,229
Other charges		-	-	-	38,503	38,503	-	-	-	-	-
		<b>10,451,946</b>	<b>2,659,992</b>	<b>2,318,479</b>	<b>1,980,178</b>	<b>17,410,595</b>	<b>10,286,335</b>	<b>2,542,703</b>	<b>2,412,855</b>	<b>1,941,675</b>	<b>17,183,568</b>

- 11.1 The Finance Act, 2008 introduced amendments to the Workers' Welfare Fund (WWF) Ordinance, 1971 whereby the definition of industrial establishment was extended. The amendments were challenged at various levels and conflicting judgments were rendered by the Lahore High Court, Sindh High Court and Peshawar High Court. The Honourable Supreme Court of Pakistan vide its judgment dated 10 November 2016, has upheld the view of Lahore High Court and decided that WWF is not a tax and hence the amendments introduced through Finance Act, 2008 are ultra-vires to the Constitution. The Federal Board of Revenue has led Civil Review Petitions in respect of above judgment with the prayer that the judgment dated 10 November 2016 passed in the Civil Appeal may kindly be reviewed in the interest of justice.

Furthermore, the Sindh Revenue Board (SRB) had written to few mutual funds in January 2016 to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. The MUFAP reviewed the issue and based on an opinion decided that SWWF is not applicable on mutual funds as they are not financial institutions as required by SWWF Act, 2014. The MUFAP wrote to the SRB that mutual funds are not establishments and are pass through vehicles hence, they do not have any worker and no SWWF is payable by them. The SRB responded back that as mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001, therefore SWWF is applicable on mutual funds. The MUFAP has taken up this matter before the Sindh Finance Ministry to exclude mutual funds from SWWF.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP has recommended the following to all its members on 12 January 2017:

# NAFA PENSION FUND

- based on legal opinion, the entire provision against the Federal WWF held by the CISs till 30 June 2015, to be reversed on 12 January 2017; and
- the provision in respect of Sindh WWF should be made on 12 January 2017 with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from 21 May 2015).

The above decisions were communicated to the SECP and the Pakistan Stock Exchange Limited on 12 January 2017 and the SECP vide its letter dated 1 February 2017 has advised MUFAP that the adjustments relating to the above should be prospective and supported by adequate disclosures in the financial statements of the CISs/ mutual funds. Accordingly, reversal of provision for WWF amounted to Rs. 2.346 million, 0.809 million and 0.352 million of Equity sub-fund, Debt sub-fund and Money Market sub-fund respectively and recording of provision for SWWF of Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund amounting to Rs. 7.379 million, Rs. 0.687 million and Rs.0.531 million respectively upto 12 January 2017. Thereafter the provision for SWWF is being made on a daily basis. Had the SWWF not been provided, the NAV per unit of the Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund would have been higher by Rs. 2.373, Rs. 0.391 and 0.247 (30 June 2017: Rs. 2.488, Rs. 0.285, Rs. 0.210) per unit respectively.

- 11.2 The status of Federal Excise Duty (FED) is the same as disclosed in annual financial statements for the year ended 30 June 2017. Since the appeal is pending in the Supreme Court of Pakistan, the Pension Fund Manager as a matter of abundant caution has retained a provision on FED on management aggregating to Rs. 1.770 million, Rs. 1.329 million and Rs. 1.055 million for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively. Had the provision not been made, the (NAV) per unit of the Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Others as at 30 June 2017 would have been higher by Rs. 0.5155, Rs. 0.4934, Rs. 0.2746 and Rs. 0.1948 (2017: Rs 0.5403, Rs. 0.4284, Rs. 0.2986 and Rs. 0.1959) per unit respectively.

## 12 CONTINGENCY AND COMMITMENT

There was no contingency and commitment as at 31 December 2017.

## 13 NUMBER OF UNITS IN ISSUE

	31 December 2017				30 June 2017			
	Unaudited				Audited			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Number of units) -----								
Total units in issue at the beginning of the period / year	3,276,556	3,102,258	3,533,149	9,911,963	2,333,518	2,789,217	2,699,800	7,822,535
Add: Issue of units during the period / year	349,729	319,806	906,247	1,575,782	997,942	913,954	1,562,328	3,474,224
Less: Units redeemed during the period / year	(202,702)	(663,093)	(650,787)	(1,516,582)	(195,347)	(437,302)	(554,424)	(1,187,073)
Reallocation effect	10,817	(65,137)	53,096	(1,224)	140,443	(163,611)	(174,555)	(197,723)
<b>Total units in issue at the end of the period / year</b>	<b>3,434,400</b>	<b>2,693,834</b>	<b>3,841,705</b>	<b>9,969,939</b>	<b>3,276,556</b>	<b>3,102,258</b>	<b>3,533,149</b>	<b>9,911,963</b>



# NAFA PENSION FUND

## 14 CONTRIBUTION TABLE

Contribution received during the period / year is as follows:

From:	31 December 2017							
	Unaudited							
	Equity Sub Fund (Units)	(Rupees)	Debt Sub Fund (Units)	(Rupees)	Money Market Sub Fund (Units)	(Rupees)	Total (Units)	(Rupees)
Individuals	349,729	107,445,415	319,806	45,580,987	906,247	117,779,289	1,575,782	270,805,691
From:	30 June 2017							
	Audited							
	Equity Sub Fund (Units)	(Rupees)	Debt Sub Fund (Units)	(Rupees)	Money Market Sub Fund (Units)	(Rupees)	Total (Units)	(Rupees)
Individuals	997,942	308,984,156	913,954	126,561,254	1,562,328	197,134,125	3,474,224	632,679,535

## 15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

15.1 Connected persons include NBP Fullerton Asset Management Limited, being the Pension Fund manager, Central Depository Company of Pakistan Limited, being the Trustee, National Bank of Pakistan (NBP) and Alexandra Fund Management Pte. Limited, being the sponsors of the Fund / Pension Fund Manager and other collective investment schemes managed by the NBP Fullerton Asset Management Limited, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund and directors and officers of the NBP Fullerton Asset Management Limited and employee benefit funds of the NBP Fullerton Asset Management Limited.

15.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

15.3 Remuneration payable to the Pension Fund manager and Trustee is determined in accordance with the provisions of the VPS Rules and the Trust Deed.

The details of significant transactions carried out by the Fund with connected persons and balances with them for the period / year and at year end are as follows:

# NAFA PENSION FUND

## 15.4 Transactions during the period

		Unaudited							
		2017				2016			
		Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Total
(Rupees)									
<b>NBP Fullerton Asset Management Limited - Pension Fund Manager</b>									
Remuneration of Pension Fund Manager		7,482,500	3,060,713	3,590,449	14,133,662	5,343,859	2,947,627	2,665,581	10,957,067
Sales tax on remuneration of the Pension Fund Manager		972,725	397,893	466,758	1,837,376	694,702	383,192	346,525	1,424,419
Number of units issued	Units	-	-	-	-	89,594	71,598	23,902	185,093
Amount of units issued		-	-	-	-	25,538,904	9,809,117	2,988,026	38,336,047
Number of units redeemed	Units	-	-	-	-	90,981	288,047	224,602	603,631
Amount of units redeemed		-	-	-	-	25,891,659	39,650,739	27,943,994	93,486,391
<b>Alexandra Fund Managemnt Limited Pte. Limited - Sponsor</b>									
Number of units redeemed		66,870	159,309	175,553	401,732	-	-	-	-
Amount of units redeemed		21,208,381	22,544,834	22,547,035	66,300,250	-	-	-	-
<b>Employees of NBP Fullerton Asset Management Limited</b>									
Number of units issued	Units	4,026	7,432	7,083	19,886	19,886	-	-	19,886
Amount of units issued		1,196,920	1,060,151	918,214	4,985,076	4,985,076	-	-	4,985,076
Number of units redeemed	Units	4,003	7,432	2,511	36,767	-	36,767	-	36,767
Amount of units redeemed		1,192,250	1,061,207	325,641	4,985,076	-	4,985,076	-	4,985,076
<b>Central Depository Company of Pakistan Limited - Trustee</b>									
Remuneration of the Trustee		745,124	306,071	359,045	1,095,707	534,386	294,763	266,558	1,095,707
Sindh Sales Tax on remuneration of Trustee		96,866	39,789	46,676	142,442	69,470	38,319	34,653	142,442
CDS charges		12,361	6,072	6,072	32,111	19,967	6,072	6,072	32,111
<b>Amjad Waheed - Chief Executive - CEO</b>									
Number of units issued	Units	-	-	-	43,031	43,031	-	-	43,031
Amount of units issued		-	-	-	11,200,000	11,200,000	-	-	11,200,000
<b>Khalid Mehmood- Chief Financial Officer - CFO</b>									
Number of units issued	Units	1,377	-	-	1,377	4,085			4,085
Amount of units issued		413,834	-	-	413,834	1,920,032			1,920,032
<b>Taurus Securities Limited</b>									
Brokerage charges		35,877	-	-	35,877	11,796	-	-	11,796

# NAFA PENSION FUND

## 15.5 Amounts outstanding as at period / year end:

	Unaudited 31 December 2017					Audited 30 June 2017				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
<b>(Rupees)</b>										
<b>NBP Fullerton Asset Management Limited - Pension Fund Manager</b>										
Remuneration payable	1,209,447	510,244	626,053	-	2,345,744	1,372,009	508,903	540,750	-	2,421,662
Sindh Sales Tax payable	157,228	66,331	81,389	-	304,948	178,365	66,153	70,298	-	314,816
Preliminary expenses and floatation cost payable	75,000	75,000	75,000	-	225,000	75,000	75,000	75,000	-	225,000
Sales load				43,279	43,279	-	-	-	1,147,291	1,147,291
Sindh sales tax on sales load				5,626					163,287	163,287
Number of units held (seed capital)	Units 116,481	-	41,318	-	157,799	116,481	-	41,317	-	157,798
Amount of units held	33,260,929	-	5,416,539	-	38,677,468	38,593,181	-	5,302,878	-	43,896,059
<b>Central Depository Company of Pakistan Limited - Trustee</b>										
Remuneration payable	120,945	51,023	62,605	-	234,573	132,562	50,887	54,074	-	237,523
Sindh Sales Tax payable	15,723	6,633	8,138	-	30,494	16,565	6,074	6,645	-	29,284
<b>Alexandra Fund Management Pte. Limited - Sponsor</b>										
Number of units held (seed capital)	Units -	-	-	-	-	66,870	159,309	175,553	-	401,732
Amount of units held	-	-	-	-	-	22,155,793	22,529,954	22,531,340	-	67,217,087
<b>Employees of the NBP Fullerton Asset Management Limited Company</b>										
Number of units held	Units 24,572	-	90,316	-	114,888	24,549	-	85,744	-	110,293
Amount of units held	7,016,456	-	11,840,082	-	18,856,538	8,133,680	-	11,004,766	-	19,138,446
<b>Amjad Waheed - Chief Executive - CEO</b>										
Number of units held	Units 303,779	-	-	-	303,779	303,779	-	-	-	303,779
Amount of units held	86,743,189	-	-	-	86,743,189	100,649,494	-	-	-	100,649,494
<b>Humayun Bashir - Director</b>										
Number of units held	154,916	92,294	-	-	247,210	154,916	92,294	-	-	247,210
Amount of units held	44,235,911	13,322,116	-	-	57,558,027	51,327,627	13,052,523	-	-	64,380,150

# NAFA PENSION FUND

	Unaudited 31 December 2017					Audited 30 June 2017				
	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total	Equity Sub Fund	Debt Sub Fund	Money Market Sub Fund	Others	Total
	(Rupees)									
<b>Aamir Sattar</b>										
Number of units held	12,075	-	-	-	12,075	12,075	-	-	-	12,075
Amount of units held	3,448,036	-	-	-	3,448,036	4,000,811	-	-	-	4,000,811
<b>Kamal A. Chinoy - Director</b>										
Number of units held	95,949	-	44,465	-	140,414	95,949	-	44,465	-	140,414
Amount of units held	27,397,934	-	5,829,168	-	33,227,102	31,790,256	-	5,706,849	-	37,497,105
<b>Nausherwan Adil</b>										
Number of units held	11,993	-	73,488	-	85,481	11,993	-	73,488	-	85,481
Amount of units held	3,424,634	-	9,634,016	-	13,058,650	3,973,657	-	9,431,856	-	13,405,513
<b>Khalid Mehmood - Chief Financial Officer - CFO</b>										
Number of units issued	Units 13,919	-	-	-	13,919	12,541	-	-	-	12,541
Amount of units issued	3,974,386	-	-	-	3,974,386	4,155,143	-	-	-	4,155,143

## 16 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and the fair value estimates.

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from carrying values as the items are either short term in nature or periodically repriced.

According to the amendments to International Financial Reporting Standard 7, Financial Instruments: Disclosure - Improving disclosures about financial instruments, an entity shall classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

# NAFA PENSION FUND

- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3)

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

	Equity Sub-Fund													Debt Sub-Fund													Money Market Sub-Fund													Others			
	Carrying value				Fair Value				Carrying value				Fair Value				Carrying value				Fair Value				Carrying value				Fair Value				Loans and receivables		Other financial liabilities		Total						
	At fair value through profit or loss - held for trading	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	At fair value through profit or loss - held for trading	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	At fair value through profit or loss - held for trading	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	Loans and receivables	Other financial liabilities	Total	Total															
(Rupees)																																											
On-balance sheet financial instruments																																											
Financial assets measured at fair value																																											
Investments																																											
- Listed equity securities	916,056,275	-	-	916,056,275	916,056,275	-	-	916,056,275	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	916,056,275														
- Government securities - Market Treasury Bills	-	-	-	-	-	-	-	99,476,561	-	-	99,476,561	99,476,561	-	-	99,476,561	61,084,471	-	-	61,084,471	61,084,471	-	-	-	-	-	-	-	-	160,561,032														
- Term finance certificates	-	-	-	-	-	-	-	49,544,667	-	-	49,544,667	49,544,667	-	-	49,544,667	-	-	-	-	-	-	-	-	-	-	-	-	-	49,544,667														
	916,056,275	-	-	916,056,275	916,056,275	-	-	149,021,228	-	-	149,021,228	149,021,228	-	-	149,021,228	61,084,471	-	-	61,084,471	61,084,471	-	-	-	-	-	-	-	-	1,126,161,974														
Financial assets not measured at fair value																																											
Bank balances	-	68,920,410	-	68,920,410	-	-	-	-	158,397,308	-	158,397,308	-	-	-	-	-	-	257,623,213	-	257,623,213	-	-	-	-	-	3,252,253	-	3,252,253	488,193,184														
Investments in term deposit receipts	-	-	-	-	-	-	-	-	74,580,000	-	74,580,000	-	-	-	-	-	-	187,046,751	-	-	-	-	-	-	-	-	-	-	261,546,751														
Dividend receivables	-	-	-	-	-	-	-	-	3,955,025	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,955,025														
Profit receivables	-	909,168	-	909,168	-	-	-	-	1,915,959	-	1,915,959	-	-	-	-	-	-	1,026,319	-	-	-	-	-	-	-	-	-	-	3,851,446														
Security deposits	-	2,680,000	-	2,680,000	-	-	-	-	180,000	-	180,000	-	-	-	-	-	-	180,000	-	-	-	-	-	-	-	-	-	-	2,860,000														
	-	76,384,603	-	76,384,603	-	-	-	-	234,913,267	-	234,913,267	-	-	-	-	-	-	445,796,283	-	-	-	-	-	-	-	-	-	-	760,346,406														
Financial liabilities not measured at fair value																																											
Payable to NBP Fullerton	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Asset Management Limited	-	1,441,675	-	1,441,675	-	-	-	-	651,575	-	651,575	-	-	-	-	-	-	782,442	-	782,442	-	-	-	-	-	-	43,279	43,279	2,918,971														
Payable to Central Depository	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Company of Pakistan	-	136,668	-	136,668	-	-	-	-	57,656	-	57,656	-	-	-	-	-	-	70,743	-	70,743	-	-	-	-	-	-	-	-	265,067														
Accrued expenses and other liabilities	-	420,164	-	420,164	-	-	-	-	223,120	-	223,120	-	-	-	-	-	-	252,578	-	252,578	-	-	-	-	-	-	-	-	895,862														
	-	1,998,507	-	1,998,507	-	-	-	-	932,351	-	932,351	-	-	-	-	-	-	1,105,763	-	1,105,763	-	-	-	-	-	-	43,279	43,279	4,079,900														
30 June 2017																																											
2016																																											
	Equity Sub-Fund													Debt Sub-Fund													Money Market Sub-Fund													Others			
	Carrying value				Fair Value				Carrying value				Fair Value				Carrying value				Fair Value				Carrying value				Fair Value				Loans and receivables		Other financial liabilities		Total						
	At fair value through profit or loss - held for trading	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	At fair value through profit or loss - held for trading	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	At fair value through profit or loss - held for trading	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	Loans and receivables	Other financial liabilities	Total	Total															
(Rupees)																																											
On-balance sheet financial instruments																																											
Financial assets measured at fair value																																											
Investments																																											
- Listed equity securities	1,013,270,959	-	-	1,013,270,959	1,013,270,959	-	-	1,013,270,959	-	-	-	-	-	-	-	-	-	291,082,871	-	291,082,871	-	-	-	-	-	3,252,253	-	3,252,253	644,874,934														
- Government securities - Market Treasury Bills	-	-	-	-	-	-	-	104,689,413	-	104,689,413	-	104,689,413	-	-	104,689,413	89,752,150	-	-	89,752,150	89,752,150	-	-	-	-	-	-	-	-	194,441,563														
- Government securities - Pakistan Investment Bond	-	-	-	-	-	-	-	13,847,699	-	13,847,699	-	13,847,699	-	-	13,847,699	-	-	-	-	-	-	-	-	-	-	-	-	-	13,847,699														
- Term finance certificates	-	-	-	-	-	-	-	48,285,088	-	48,285,088	-	48,285,088	-	-	48,285,088	-	-	-	-	-	-	-	-	-	-	-	-	-	48,285,088														
	1,013,270,959	-	-	1,013,270,959	1,013,270,959	-	-	166,822,200	-	166,822,200	-	166,822,200	-	-	166,822,200	89,752,150	-	-	89,752,150	89,752,150	-	-	-	-	-	-	-	-	1,269,851,309														
Financial assets not measured at fair value																																											
Bank balances	-	77,447,447	-	77,447,447	-	-	-	-	273,092,363	-	273,092,363	-	-	-	-	-	-	291,082,871	-	291,082,871	-	-	-	-	-	3,252,253	-	3,252,253	644,874,934														
Investments in term deposit receipts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	75,437,439	-	75,437,439	-	-	-	-	-	-	-	-	75,437,439														
Dividend receivables	-	2,577,650	-	2,577,650	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,577,650														
Profit receivables	-	26,463	-	26,463	-	-	-	-	1,754,450	-	1,754,450	-	-	-	-	-	-	350,892	-	-	-	-	-	-	-	-	-	-	2,131,805														
Receivable against sale of investments	-	1,591,204	-	1,591,204	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Security deposits	-	100,000	-	100,000	-	-	-	-	100,000	-	100,000	-	-	-	-	-	-	100,000	-	-	-	-	-	-	-	-	-	-	300,000														
	-	81,742,764	-	81,742,764	-	-	-	-	274,946,813	-	274,946,813	-	-	-	-	-	-	366,991,222	-	366,991,222	-	-	-	-	-	3,252,253	-	3,252,253	725,141,848														
Financial liabilities not measured at fair value																																											
Payable to NBP Fullerton	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Asset Management Limited	-	1,625,374	-	1,625,374	-	-	-	-	650,056	-	650,056	-	-	-	-	-	-	686,048	-	686,048	-	-	-	-	-	-	1,310,578	1,310,578	4,272,056														
Payable to Central Depository	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Company of Pakistan	-	149,127	-	149,127	-	-	-	-	56,961	-	56,961	-	-	-	-	-	-	60,719	-	60,719	-	-	-	-	-	-	-	-	266,807														
Accrued expenses and other liabilities	-	211,195	-	211,195	-	-	-	-	227,925	-	227,925	-	-	-	-	-	-	532,091	-	532,091	-	-	-	-	-	-	-	-	1,041,211														
	-	1,985,696	-	1,985,696	-	-	-	-	964,942	-	964,942	-	-	-	-	-	-	1,298,858	-	1,298,858	-	-	-	-	-	-	1,310,578	1,310,578	5,530,674														

# NAFA PENSION FUND

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

17 DATE OF AUTHORIZATION FOR ISSUE

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

**For NBP Fullerton Asset Management Limited  
(Pension Fund Manager)**

**Chief Financial Officer**

**Chief Executive Officer**

**Director**



NBP Fullerton  
Asset Management Ltd.

A Subsidiary of  
National Bank of Pakistan

## Head Office

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

**UAN:** 021-111-111-632

**Toll Free:** 0800-20002

**Sms:** NAFA INVEST to 9995

**Fax:** 021-35825335

**Email:** [info@nafafunds.com](mailto:info@nafafunds.com)

**Website:** [www.nafafunds.com](http://www.nafafunds.com)

 /nafafunds