



NBP FUNDS

Managing Your Savings

AM1

Rated by PACRA

NAFA SAVINGS PLUS FUND

**QUARTERLY
REPORT**
March 31, 2018



MISSION STATEMENT

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

NAFA SAVINGS PLUS FUND

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NAFA SAVINGS PLUS FUND

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Formerly: NBP Fullerton Asset Management Limited (NAFA)

Board of Directors of the Management Company

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

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

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

Human Resource and Remuneration Committee

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

Strategy & Business Planning Committee

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

Trustee

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

Bankers to the Fund

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Faysal Bank Limited
Samba Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
JS Bank Limited
United Bank Limited
The Bank of Punjab
Summit Bank Limited
Soneri Bank Limited
National Bank of Pakistan
Habib Bank Limited
Sindh Bank Limited
Al-Baraka Islamic Bank Limited
Khushhali Bank Limited
Meezan Bank Limited
Dubai Islamic Bank Pakistan Limited
Bankislami Pakistan Limited
Zarai Taraqiat Bank Limited

NAFA SAVINGS PLUS 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: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.nbpfunds.com

Lahore Office:

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

Islamabad Office:

Plot No. 395, 396
Industrial Area, I-9/3 Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

Opposite Gul Haji Plaza, 2nd Floor
National Bank Building
University Road Peshawar,
UAN: 091-111 111 632
Fax: 091-5703202

Multan Office:

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

NAFA SAVINGS PLUS FUND

DIRECTORS' REPORT

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

Fund's Performance

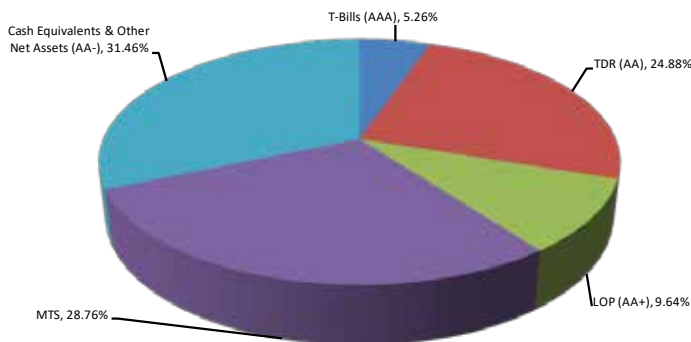
The size of NAFA Savings Plus Fund has increased from Rs. 441 million to Rs. 474 million during the period (i.e. a growth of 7%). During the period, the unit price of the Fund has increased from Rs. 10.1415 on June 30, 2017 to Rs. 10.5485 on March 31, 2018, thus showing a return of 5.3% as compared to the benchmark return of 6.2% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund is rated 'AA- (f)' by PACRA, which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Weighted average maturity of the Fund cannot exceed one year. The Fund is allowed to invest in MTS. However, NBP Fund's internal guidelines permit financing in only fundamentally strong companies. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rate of return with no direct exposure to the stock market.

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

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

The Fund has earned total income of Rs.24.19 million during the period. After deducting expenses of Rs.5.89 million, the net income is Rs.18.30 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NSPF:



NAFA SAVINGS PLUS 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 Fund Management Limited
(Formerly; NBP Fullerton Asset Management Limited)

Chief Executive Officer

Director

Date: April 30, 2018
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ (سابقہ: NBP فلٹرین ایسیٹ مینجمنٹ لمیٹڈ) کے بورڈ آف ڈائریکٹرز بصدِ مسرت 31 مارچ 2018 کو ختم ہونے والی مدت کے لئے NAFA سیونگز پلس فنڈ (NSPF) کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NAFA سیونگز پلس فنڈ کا ساٹھ ماہ کی مدت کے دوران 44.1 ملین روپے سے بڑھ کر 47.4 ملین روپے ہو گیا، یعنی 7% کا اضافہ۔ اس مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2017 کو 10.1415 روپے سے 31 مارچ 2018 کو 10.5485 روپے تک بڑھ چکی ہے، لہذا اسی مدت کے لیے اپنے بیچ مارک منافع 6.2% کے مقابلے میں 5.3% منافع درج کرایا۔ فنڈ کا منافع منجمنٹ فیس اور دیگر اخراجات کے بعد خالص ہے۔

فنڈ PACRA کی طرف سے (f)-AA کی 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۔ فنڈ کی پیمائش کی نئی تہی اوسط مدت ایک سال سے زائد نہیں ہو سکتی۔ فنڈ کو MT S میں سرمایہ کاری کی اجازت ہے، تاہم NBP فنڈز کی داخلی ہدایات صرف بنیادی طور پر مستحکم کمپنیوں میں سرمایہ کاری کی اجازت دیتی ہیں۔ یہ یہاں ذکر مناسب ہے کہ اس ایسیٹ کلاس میں فنڈ منافع کی پہلے سے طے شدہ شرح منافع پر فنانسنگ فراہم کرتا ہے اور اسٹاک مارکیٹ میں براہ راست سرمایہ کاری نہیں کرتا۔

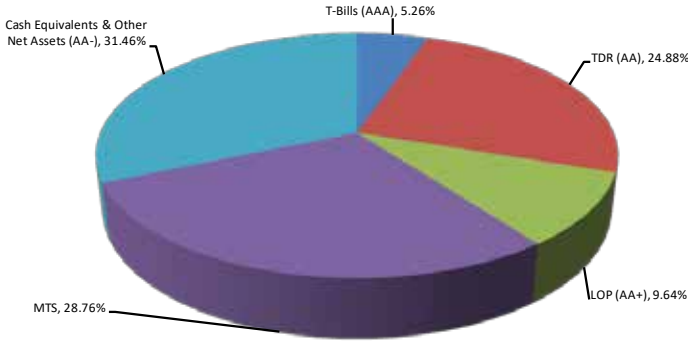
زیر جائزہ مدت میں اسٹیٹ بینک آف پاکستان (SBP) نے جنوری 2018 میں اپنی دو ماہ کی مانیٹری پالیسی میں پالیسی ریٹ اور ڈسکاؤنٹ ریٹ میں 25 پیسے پوائنٹس کے اضافے سے انھیں بالترتیب 6.00% اور 6.50% تک پہنچا دیا ہے۔ بقیہ رینج کے محدود ہونے کے بعد (Sovereign) منافع نے حالیہ پالیسی ریٹس میں اضافے اور مستقبل قریب میں مزید اضافے کی توقع کا رد عمل ظاہر کیا۔ زیر جائزہ مدت کے دوران میں 3 ماہ، 6 ماہ اور 12 ماہ کیلئے T-Bills کے منافع میں بالترتیب 41 پیسے پوائنٹس، 57 پیسے پوائنٹس اور 71 پیسے پوائنٹس کا اضافہ ہوا۔ افراط زر اور شرح سود سے متعلقہ بڑھتے ہوئے خدشات کی بنا پر سرمایہ کاروں کی ترجیح کا جھکاؤ مختصر مدت کی طرف رہا۔

نسبتاً غیر فعال رہنے کے بعد مارکیٹ میں بنیادی کارپوریٹ Debt کے کچھ اجراء دیکھنے میں آئے۔ کارپوریٹ Debt سیکورٹیز میں تجارتی سرگرمیاں مختصر ہیں جو 16.1 ملین روپے کی حد تک محدود ہیں۔ تجارت کا عمومی رجحان بینکنگ کے شعبے TFCs کی طرف رہا۔ شرح سود میں اضافے کے خدشات کی توقع کے باعث طویل مدت کے Sovereign بونڈز (PIBs) میں تجارتی سرگرمیاں محدود ہیں۔ PIB کے منافع میں 3 سال، 5 سال، 10 سال اور 20 سال کی مدت کے لئے بالترتیب 142 پیسے پوائنٹس، 145 پیسے پوائنٹس، 69 پیسے پوائنٹس اور 44 پیسے پوائنٹس کا اضافہ دیکھنے میں آیا۔

فنڈ نے اس مدت کے دوران 24.19 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 5.89 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 18.30

NAFA SAVINGS PLUS FUND

ملین روپے رہی۔ درج ذیل چارٹ NSPF کی ایسیٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:-



اظہار تشکر

بورڈ اس موقع کا فائدہ اٹھاتے ہوئے منجمنٹ کمپنی پر اعتماد اور اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ 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 اظہار تشکر کرتا ہے۔ بورڈ اپنے اسٹاف اور ٹرسٹی کی طرف سے محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لا نا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP فنڈ منجمنٹ لمیٹڈ

(سابقہ NBP فلٹرن ایسیٹ منجمنٹ لمیٹڈ)

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ

30 اپریل 2018

بمقام: کراچی

NAFA SAVINGS PLUS FUND

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

	Note	(Un- Audited) March 31, 2018	Audited June 30, 2017
(Rupees in '000)			
ASSETS			
Balances with banks and deposits		280,241	299,998
Investments	4	70,680	64,692
Receivable against Margin Trading System		136,399	92,990
Profit receivable		1,263	1,277
Deposits, prepayments and other receivables		356	550
Total assets		488,939	459,507
LIABILITIES			
Payable to the Management Company		965	1,018
Payable to Trustee		81	67
Payable to the Securities and Exchange Commission of Pakistan		262	347
Payable on redemption of units		1	1
Dividend payable		-	2
Accrued expenses and other liabilities		13,429	16,822
Total liabilities		14,738	18,257
NET ASSETS		474,201	441,250
Unit holders' funds (as per statement attached)		474,201	441,250
CONTINGENCIES AND COMMITMENTS			
	6	-----Number of units-----	
Number of units in issue		44,954,457	43,509,309
		------(Rupees)-----	
Net asset value per unit		10.5485	10.1415

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

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

Chief Financial Officer

Chief Executive Officer

Director

NAFA SAVINGS PLUS FUND

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

		Nine months period ended		Quarter ended	
	Note	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
-----Rupees in '000-----					
INCOME					
Gain on sale of investments - net		2	1	1	-
Income from government securities		1,182	1,625	384	548
Income from term deposit receipts		5,384	4,001	1,498	1,537
Income from certificates of investment		729	-	689	-
Income from clean placements		34	-	34	-
Profit on bank deposits		11,538	12,729	3,809	3,493
Income from Margin Trading System		5,322	6,646	2,209	1,730
Reversal of provision for Workers' Welfare Fund		-	11,399	11,399	11,399
Net unrealised (diminution) / appreciation on remeasurement of investments classified as 'financial assets at fair value through profit or loss'		(5)	(6)	1	-
Total Income		24,186	36,395	20,024	18,707
EXPENSES					
Remuneration of the Management Company		2,105	2,152	750	636
Sindh sales tax on remuneration of the Management Company		273	280	97	83
Remuneration of the Trustee		594	606	210	183
Sindh sales tax on remuneration of the Trustee		77	79	27	24
Annual fee - Securities and Exchange Commission of Pakistan		262	267	93	80
Accounting and operational charges to the Management Company		350	356	124	107
Auditors' remuneration		474	477	114	107
Settlement and bank charges		967	1,303	420	439
Annual listing fee		21	41	7	13
Fund rating fee		299	281	99	97
Legal and professional charges		33	21	9	6
National Clearing Company of Pakistan Limited fee		-	95	-	-
Provision for Sindh Workers' Welfare Fund- previous years		-	308	-	308
Printing charges		57	51	23	1
Total Expenses		5,512	6,317	1,973	2,084
Net income from operating activities		18,674	30,078	6,652	16,623
Element of (loss) and capital (losses) included in prices of units issued less those in units redeemed		-	(2,775)	-	(896)
		18,674	27,303	6,652	15,727
Provision for Sindh Workers' Welfare Fund	5	(373)	(546)	(133)	(546)
Net income for the period before taxation		18,301	26,757	6,519	15,181
Taxation	7	-	-	-	-
Net income for the period after taxation		18,301	26,757	6,519	15,181
Allocation of net income for the period					
Net income for the period		18,301		6,519	
Income already paid on units redeemed		(3,497)		(2,316)	
		14,804		4,203	
Accounting income available for distribution:					
-Relating to capital gains					
-Excluding capital gains		14,804		4,203	
		14,804		4,203	

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

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

Chief Financial Officer

Chief Executive Officer

Director

NAFA SAVINGS PLUS FUND

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

	Nine month ended		Quarter ended	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
	-----Rupees in '000-----			
Net income for the period after taxation	18,301	26,757	6,519	15,181
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>18,301</u>	<u>26,757</u>	<u>6,519</u>	<u>15,181</u>

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

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

Chief Financial Officer

Chief Executive Officer

Director

NAFA SAVINGS PLUS FUND

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

	Nine Months period ended Mar-2018					
	2018			2017		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	432,073	9,177	441,250	514,583	8,214	522,797
Issuance of 29,789,549 units (2017: 22,449,409 units)						
- Capital value	302,111	-	302,111			
- Element of income	5,118	-	5,118			
Total proceeds on issuance of units	307,229	-	307,229	227,175	6,983	234,158
Redemption of 28,344,401 units (2016: 34,354,026 units)						
- Capital value	(287,455)	-	(287,455)			
- Element of loss	(1,626)	(3,497)	(5,123)			
Total payments on redemption of units	(289,081)	(3,497)	(292,578)	(347,643)	(9,758)	(357,401)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	-	-	-	-	2,775	2,775
Income already paid on units redeemed	-	18,301	18,301	-	26,757	26,757
Total comprehensive income for the period	-	18,301	18,301	-	26,757	26,757
Net assets at end of the period	450,221	23,981	474,201	394,115	34,971	429,086
Undistributed income brought forward						
- Realised		9,182			8,185	
- Unrealised		(5)			29	
		9,177			8,214	
Accounting income available for distribution						
- Relating to capital gains						
- Excluding capital gains						
Accounting income available for distribution:						
- Relating to capital gains		2				
- Excluding capital gains		14,802				
		14,804			26,757	
Undistributed income carried forward		23,981			34,971	
Undistributed income carried forward						
- Realised		23,986			34,977	
- Unrealised		(5)			(6)	
		23,981			34,971	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		10.1415			10.1194	
Net assets value per unit at end of the period		10.5485			10.7923	

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

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

Chief Financial Officer

Chief Executive Officer

Director

NAFA SAVINGS PLUS FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2018

	Nine month period ended	
	March 31, 2018	March 31, 2017
	-----Rupees in '000-----	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period before taxation	18,301	26,757
Adjustments		
Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	5	6
(Gain) / loss on sale of investments - net	(2)	(1)
Element of loss and capital losses included in prices of units issued less those in units redeemed	-	2,775
	18,304	29,537
(Increase) / decrease in assets		
Investments	(5,993)	9,813
Receivable against Margin Trading System	(43,409)	79,758
Profit receivable	14	2,065
Deposits, prepayments and other receivables	194	18,732
	(49,194)	110,368
Increase / (decrease) in liabilities		
Payable to the Management Company	(53)	(247)
Payable to the Trustee	14	(7)
Payable to the Securities and Exchange Commission of Pakistan	(85)	(175)
Accrued expenses and other liabilities	(3,394)	(13,616)
	(3,518)	(14,045)
Net cash (outflow) / inflow on operating activities	(34,408)	125,860
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from issue of units	307,229	234,158
Payments on redemption of units	(292,578)	(357,020)
Net cash (outflow on) / inflow from financing activities	14,651	(122,862)
Net (decrease) / increase in cash and cash equivalents during the period	(19,757)	2,998
Cash and cash equivalents at the beginning of the period	299,998	369,491
Cash and cash equivalents at the end of the period	280,241	372,489

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

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

Chief Financial Officer

Chief Executive Officer

Director

NAFA SAVINGS PLUS FUND

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

1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Savings Plus Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited (NAFA) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on 09 October 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (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 the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of Mutual Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The objective of the Fund is to provide an open-end income scheme, seeking to minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.

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

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

The disclosures made in this condensed interim financial information have been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2017

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

NAFA SAVINGS PLUS FUND

3 ACCOUNTING POLICIES

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

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

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

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

Had the element of loss been recognised as per the previous accounting policy, the profit of the Fund would have been lower by Rs. 0.005 million in respect of element of income with no effect on the NAV. 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.

	Note	Un-audited As at March 31, 2018	Audited As at June 30, 2017
4 INVESTMENTS			
(Rupees in '000)			
Financial assets 'at fair value through profit or loss' - held for trading			
Government securities - Market Treasury Bills	4.1	24,951	24,692
Clean Placement			
Letter of Placement - LOP		45,729	-
Loan and receivables			
Term deposits receipts		-	40,000
		<u>70,680</u>	<u>64,692</u>

NAFA SAVINGS PLUS FUND

4.1 Investment in government securities - 'At fair value through profit or loss'

Issue date	Tenor	Face value				Market Value as at March 31, 2018	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2017	Purchased during the period	Disposed / matured during the period	As at March 31, 2018			
-----Rupees in '000-----								
Market Treasury Bills								
22 June 2017	03 Months	25,000	-	25,000	-	-	-	-
31 August 2017	03 Months	-	25,000	25,000	-	-	-	-
9 November 2017	03 Months	-	25,000	25,000	-	-	-	-
January 18, 2018	03 Months	-	25,000	-	25,000	24,951	5.26	35.30
						<u>24,951</u>	<u>5.26</u>	<u>35.30</u>
Carrying Value as at March 31, 2018						<u>24,956</u>		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'							(5)	

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

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

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 1.2 million for the period ended March 31, 2018 in this condensed interim financial information. Had the provision not been made, net assets value per unit at March 31, 2018 would have been higher by Rs. 0.0272 per unit (June 30, 2017: Rs. 0.0195 per unit).

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies outstandings at March 31, 2018 and June 30, 2017.

7 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders. The management intends to distribute atleast 90% of the Fund's net accounting income earned by the year end to the unit holders. Accordingly, no provision for taxation has been made in this condensed interim financial information.

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

8 TOTAL EXPENSE RATIO

Total Expense Ratio (all the expenses incurred during the period divided by Average net assets value for the period) is 1.68 % per annum including 0.28 % representing government levies on collective investment scheme such as sales tax, worker's welfare fund and SECP fee for the period.

9 TRANSACTIONS WITH CONNECTED PERSONS

- 9.1 Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and Alexandra Fund Management Pte. Limited being the sponsors, NAFA Provident Trust Fund being the employee contribution plan of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of the Management Company.

NAFA SAVINGS PLUS FUND

- 9.2 Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 9.3 Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 9.4 The details of transactions with connected persons and balances with them as at period end are as follows:

		---- (Un-Audited) ---- Nine month period ended	
		March 31, 2018	March 31, 2017
		-----Rupees in '000-----	
9.5	Transactions during the period		
	NBP Fund Management Limited		
	<i>Formerly NBF Fullerton Asset Management Company Limited (Management Company)</i>		
	Management fee for the period	2,105	2,152
	Sindh sales tax on remuneration of the Management Company	273	280
	Front end load	88	213
	Accounting and operational charges to the Management Company	350	356
	Sindh Sales Tax on Sales Load	32	32
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration for the period	594	606
	Sindh sales tax on remuneration of the Trustee	77	79
	Employees of the Management Company		
	Units issued / transferred in 667,104 units; 2017: 376,495 units)	6,843	3,874
	Units redeemed / transferred out 592,118 units; 2017: 315,915 units)	6,068	3,246
	Summit Bank Limited		
	Bank profit earned by the fund on deposit in saving account	3	5
		Un-audited March 31, 2018	Audited June 30, 2017
		----- (Rupees in '000) -----	
9.6	Amounts outstanding as at period end		
	NBP Fund Management Limited		
	<i>Formerly NBF Fullerton Asset Management Company Limited (Management Company)</i>		
	Remuneration payable to the Management Company	259	231
	Allocation of expenses	350	462
	Sindh sales tax payable on remuneration of the Management Company	33	30
	Sales load and Transfer Load to Management Company	31	6
	Sales tax payable on sale load	4	1
	Others	288	288
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration payable	72	59
	Sindh Sales Tax payable	9	8
	Security Deposit	100	100
	National Bank of Pakistan - Parent Company		
	Balance in account	2,527	7,164
	NBP Endowment Fund Student Loan Scheme -- Associated Companies		
	Investment held in the Fund (14,473 units; June 30, 2017: 13,666 units)	153	147

NAFA SAVINGS PLUS FUND

	Un-audited March 31, 2018 ----- (Rupees in '000) -----	Audited June 30, 2017
Employees of the Management Company Investment held in the Fund (164,990 units; June 30, 2017: 90,004 units)	1,740	913
Summit Bank Limited Bank Balances	791	1,102
Askari Bank Limited Bank Balances	519	86
BankIslami Pakistan Limited Bank Balances	189	42
Syed Muhammad Asif Ali (10% holding of units) Units held 5,758,158 units (June 2017: 5,758,158 Units)	60,740	58,396

10 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant changes to corresponding figures have been made during the current period.

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 30th April 2018.

12 GENERAL

- 12.1 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation. No significant reclassifications have been made during the current period.

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

Chief Financial Officer

Chief Executive Officer

Director

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