

**AM2+**  
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NBP Fullerton  
Asset Management Ltd.  
A Subsidiary of  
National Bank of Pakistan

## NAFA MONEY MARKET FUND

# ANNUAL REPORT 2015



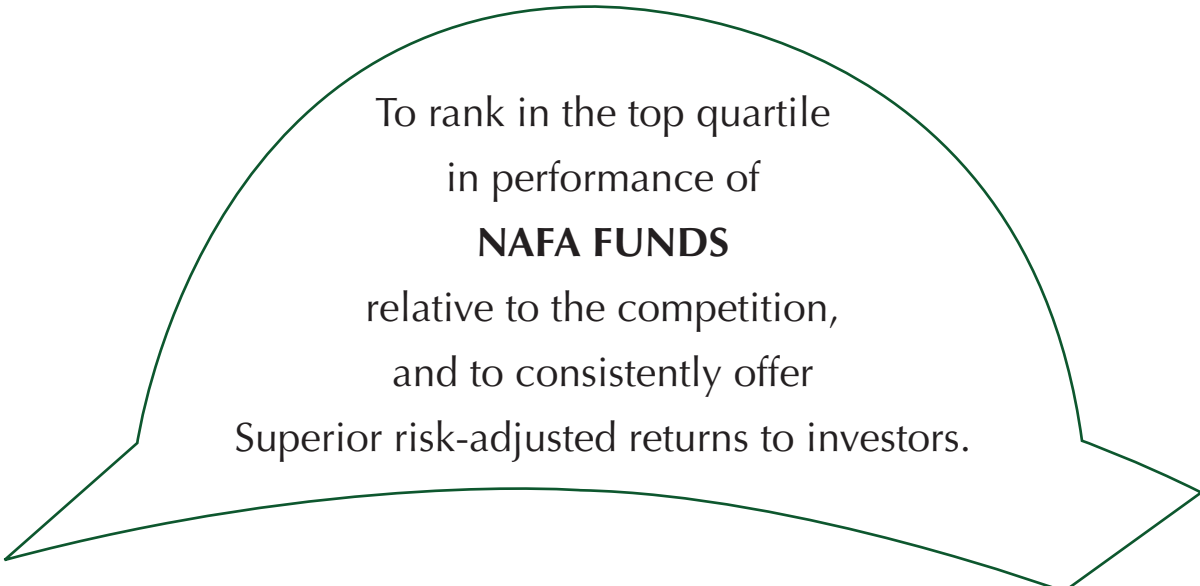
*Your investments & "NAFA" grow together*



**FULLERTON FUND  
MANAGEMENT**

*Joint - Venture Partners*

## MISSION STATEMENT



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

# NAFA MONEY MARKET FUND

## FUND'S INFORMATION

### Management Company

NBP Fullerton Asset Management Limited – Management Company

### Board of Directors of the Management Company

Mr. Nausherwan Adil	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Nigel Poh Cheng	Director
Mr. Koh Boon San	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Mr. Aamir Sattar	Director
Mr. Abdul Hadi Palekar	Director

### Company Secretary & CFO of the Management Company

Mr. Muhammad Murtaza Ali

### Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Koh Boon San	Member
Mr. Aamir Sattar	Member

### Human Resource and Remuneration Committee

Mr. Nausherwan Adil	Chairman
Mr. Nigel Poh Cheng	Member
Mr. Kamal Amir Chinoy	Member

### Trustee

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

### Bankers to the Fund

Askari Bank Limited  
Bank Alfalah Limited  
National Bank of Pakistan  
Faysal Bank Limited  
NIB Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Habib Bank Limited  
Bank Al Habib Limited  
Allied Bank Limited  
United Bank Limited  
Summit Bank Limited  
Sindh Bank Limited

# NAFA MONEY MARKET FUND

## **Auditors**

A.F. Ferguson & Co. Chartered Accountants  
State Life Building No. 1-C  
I.I. Chundrigar Road,  
P.O.Box 4716  
Karachi.

## **Legal Advisor**

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

## **Head Office:**

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

1st Floor, Haji Tehmas Centre,  
Near KFC, Tehkal Payan  
University Road, Peshawar.  
Phone: 92-91-5711784, 5711782  
Fax: 92-91-5211780

## **Multan Office:**

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

# NAFA MONEY MARKET FUND

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# Board of Directors



Mr. Nausherwan Adil  
Chairman



Dr. Amjad Waheed, CFA  
Chief Executive Officer



Mr. Kamal Amir Chinoy  
Director



Mr. Koh Boon San  
Director



Mr. Aamir Sattar  
Director



Mr. Shehryar Faruque  
Director



Mr. Nigel Poh Cheng  
Director



Mr. Abdul Hadi Palekar  
Director



# Senior Management\*



Dr. Amjad Waheed, CFA  
Chief Executive Officer



Mr. M. Murtaza Ali  
Chief Operating Officer  
& Company Secretary



Mr. Sajjad Anwar, CFA  
Chief Investment Officer



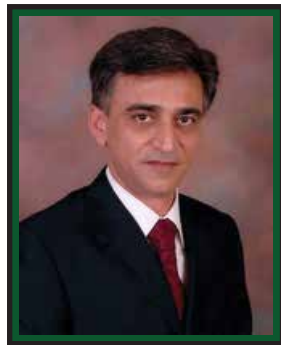
Mr. Zeeshan  
Chief - Strategy &  
Business Development



Mr. Khalid Mehmood  
Chief Financial Officer



Mr. Samiuddin Ahmed  
Country Head Corporate  
Marketing



Mr. Ozair Khan  
Chief Technology Officer



Mr. Muhammad Ali, CFA, FRM  
Head of Fixed Income



Syed Suleman Akhtar CFA  
Head of Research



Mr. Tahir Lateef  
Head of Internal Audit



Mr. Ahmad Nouman CFA, PRM  
Head of Risk Management



Mr. Asim Wahab Khan, CFA  
Head of Equity

# NAFA MONEY MARKET FUND

## DIRECTORS' REPORT

The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the Fourth Annual Report of NAFA Money Market Fund for the year June 30, 2015.

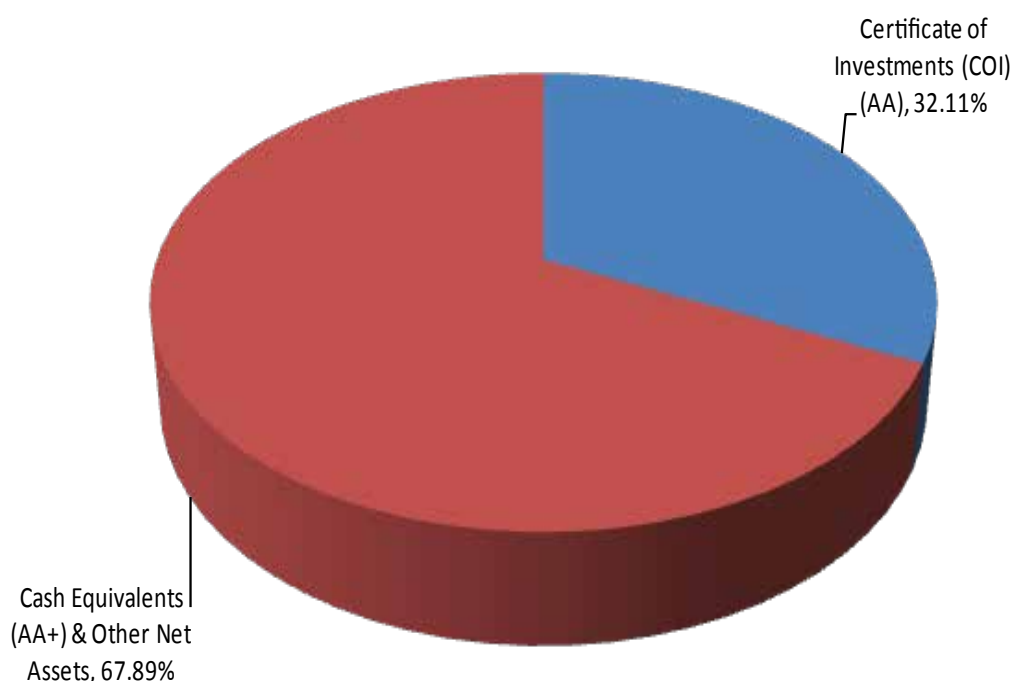
### **Fund's Performance**

The size of NAFA Money Market Fund has reduced from Rs. 11,911 million to Rs. 2,959 million during the period, i.e. a decline of 75.16%. During the period, the unit price of the Fund has increased from Rs. 9.0224 (Ex - Div) on June 30, 2014 to Rs. 9.8265 (Ex - Div) on June 30, 2015 thus posting a return of 8.91% as compared to its Benchmark (3-Month deposit rates of 'AA' & above rated banks) return of 6.75% for the same period. The return of the Fund is net of management fee and all other expenses.

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

During the period under review, the State Bank of Pakistan reduced the discount rate by 300 bps bringing it to a 42 year low of 7.0%. SBP highlighted i) improving external account position; ii) benign inflation reading and anchored inflation outlook; and iii) continued increase in foreign exchange reserves as the key drivers for the expansionary monetary policy decision during the year. Sovereign securities responded to the loose monetary policy period with yields on the PIBs and T-bills declining sharply.

The Fund has earned a total income of Rs.313.66 million during the year. After deducting total expenses of Rs.207.01 million, the net income is Rs.106.65 million. The asset allocation of the Fund as on June 30, 2015 is as follows:





# NAFA MONEY MARKET FUND

## Income Distribution

The Board of Directors of the Management Company has approved cash dividend of 10.78% of the opening ex-NAV (10.80% of the par value) for the year.

## Taxation

As the above cash dividend is more than 90% of the income earned during the year, excluding realized and unrealized capital gains on investments, the Fund is not subject to tax under Clause 99 of the Part I of the Second Schedule of the Income Tax Ordinance, 2001.

## Auditors

The present auditors, Messrs A.F.Ferguson & Co., Chartered Accountants, retire and, being eligible, offer themselves for re-appointment for the year ended June 30, 2016.

## Directors' Statement in Compliance with Code of Corporate Governance

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 24 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 23 to these financial statements.
12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 20 to these financial statements.

# NAFA MONEY MARKET FUND

## Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of  
NBP Fullerton Asset Management Limited

Chief Executive

Director

Date: September 30, 2015

Place: Karachi.

# NAFA MONEY MARKET FUND

## TRUSTEE REPORT TO THE UNIT HOLDERS NAFA MONEY MARKET FUND

### Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of NAFA Money Market Fund (the Fund) are of the opinion that NBP Fullerton Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2015 in accordance with the provisions of the following:

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

**Muhammad Hanif Jakhura**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: October 13, 2015

# NAFA MONEY MARKET FUND

## STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE FOR THE YEAR ENDED JUNE 30, 2015

This statement is being presented by the Board of Directors of NBP Fullerton Asset Management Limited (Company), the Management Company of **NAFA Money Market Fund** (the Fund) to comply with the Best Practices of Code of Corporate Governance (CCG) contained in Regulation No. 35, Chapter XI of Listing Regulations of Lahore Stock Exchange for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

NBP Fullerton Asset Management Limited, though an un-listed Public Limited Company complies with the CCG as the Fund under its management is listed on Lahore Stock Exchange.

The Company has applied the principles contained in the CCG in the following manner:

1. The Company encourages representation of independent non-executive directors on its Board of Directors. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2015, the Board included:

Category	Names
Independent Directors	1. Mr. Kamal Amir Chinoy 2. Mr. Shehryar Faruque
Executive Directors	Dr. Amjad Waheed (Chief Executive Officer)
Non- Executive Directors	1. Mr. Nausherwan Adil (Chairman) 2. Mr. Aamir Sattar 3. Mr. Abdul Hadi Palekar 4. Mr. Nigel Poh Cheng 5. Mr. Koh Boon San

The independent directors meet the criteria of independence under clause i (b) of the CCG.

2. The directors have confirmed that none of them is serving as a director of more than seven listed companies, including this Company (excluding the listed subsidiaries of listed holding companies where applicable).
3. All the resident directors of the Company are registered as taxpayers and none of them has defaulted in payment of any loan to a banking company, a DFI or an NBFIs, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
4. One casual vacancy occurred on the board on February 17, 2015 which was filled up on the same date.
5. The Management Company has prepared a "Code of Conduct" and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.

# NAFA MONEY MARKET FUND

6. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Fund. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
7. All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the CEO have been taken by the Board. There is no other executive-director of the Company besides CEO.
8. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose and the Board met at least once in every quarter. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. In order to apprise the directors on their duties and responsibilities the Code requires every listed company to conduct formal orientation for directors. As per the Code, by June 30, 2015 a minimum of three directors should have attended director training program. As at year end, three of the directors have attended the director's training program offered by Pakistan Institute of Corporate Governance. Other directors are also conversant with the relevant laws applicable to the Company, its policies and procedures and provisions of memorandum and articles of association and are aware of their duties and responsibilities.
10. There was no new appointment of the Chief Financial Officer (CFO), Company Secretary, or Head of Internal Audit during the year.
11. The Directors' report for this year has been prepared in compliance with the requirements of the CCG and fully describes the salient matters required to be disclosed.
12. The financial statements of the Fund were duly endorsed by CEO and CFO before approval of the Board.
13. The Directors, CEO and executives do not hold any interest in the units of the Fund other than that disclosed in note 20 to the financial statements "Transactions with Connected Persons".
14. The Company has complied with all the corporate and financial reporting requirements of the CCG.
15. The Board has formed an Audit Committee. It comprises of three members, of whom all are non-executive directors and the chairman of the committee is an independent director.
16. The meetings of the audit committee were held at least once every quarter prior to approval of interim and final results of the Fund and as required by the CCG. The committee has formed the terms of reference for compliance.
17. The Board has formed a Human Resource and Remuneration Committee. It comprises of three members. All the members are non-executive directors including an independent director and the chairman of the committee is a non-independent director.

# NAFA MONEY MARKET FUND

18. The Board has set up an effective internal audit function.
19. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the Quality Control Review Program of the Institute of Chartered Accountants of Pakistan (ICAP), that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by ICAP.
20. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.
21. Since there is no practical implication of closed period on the announcement of interim and final results of open end Fund. Therefore, there was no 'closed period' prior to the announcement of interim/final results.
22. Material / price sensitive information has been disseminated amongst all market participants at once through stock exchange.
23. We confirm that all other material principles contained in the CCG have been complied with. While the Code of Corporate Governance requires that a mechanism shall be put in place for the annual evaluation of the Board's own performance by April 2014, the Management Company has prepared a framework for this purpose and eventual approval by the Board of Directors of the Management Company will be obtained in forthcoming Board of Directors meeting, subsequent to year end.

For and behalf of the board

Karachi  
September 30, 2015

Dr. Amjad Waheed  
Chief Executive Officer



# NAFA MONEY MARKET FUND

## FUND MANAGER REPORT

### NAFA Money Market Fund

NAFA Money Market Fund (NMMF) is an open-end Money Market Scheme.

### Investment Objective of the Fund

The objective of NAFA Money Market Fund is to provide stable income stream with preservation of capital by investing in AA and above rated banks and money market instruments.

### Benchmark

3-Month deposit rates of AA and above rated banks.

### Fund Performance Review

This is the fourth Annual report since the launch of the Fund on February 23, 2012. The Fund size decreased by 75.16% during FY15 and stands at Rs 2,959 million as on June 30, 2015. The Fund's return since its inception is 8.96% versus the benchmark return of 6.91%. This translates into an out-performance of 2.05% p.a. The Fund posted is 8.91% return during FY 2014-15 versus the benchmark return of 6.75%, thus registering an out-performance of 2.16%. This out-performance is net of management fee and all other expenses. Thus the Fund has achieved its investment objectives.

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

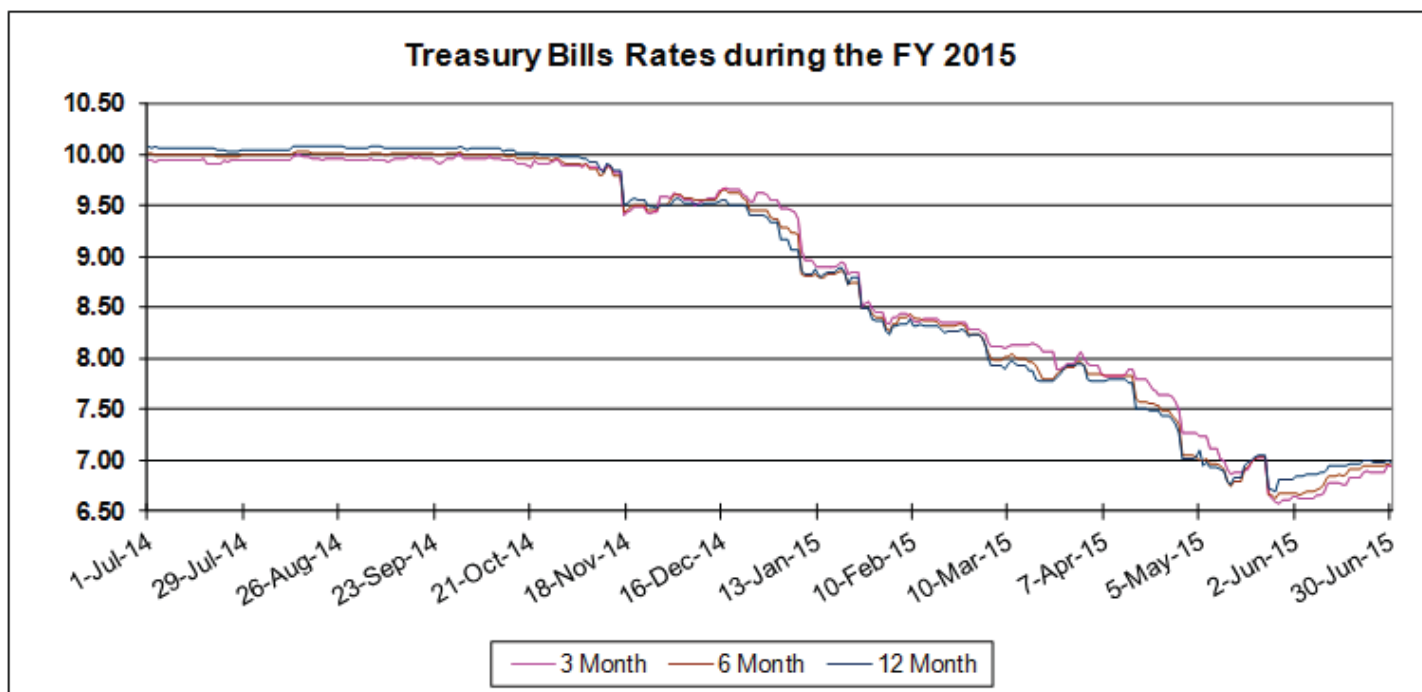
During the period under review, the State Bank of Pakistan reduced the discount rate by 300 bps bringing it to a 42 year low of 7.0%. SBP highlighted i) improving external account position; ii) benign inflation reading and anchored near-term inflation expectation; and iii) continued increase in FX reserves as the key drivers for the expansionary monetary policy decision during the year. Sovereign securities responded to the loose monetary policy stance with yields on the PIBs and T-bills declining sharply.

### Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-15	30-Jun-14
T-Bills	-	15.10%
PIBs	-	1.74%
Placements with DFIs	32.11%	-
Money Market Placements	-	0.40%
Cash, Bank Placements & Other Assets	67.89%	82.76%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

# NAFA MONEY MARKET FUND

T-Bills yields during the year are shown in below graph:



Distribution for the Financial Year 2015

Interim / Final	Dividend as a % of Par Value (Rs.10)	Cumulative Div. Price / Unit	Ex- Div. Price
Interim	5.087%	10.8710	10.3623
Final	5.711%	10.3953	9.8242

Unit Holding Pattern of NAFA Money Market Fund as on 30th June 2015

Size of Unit Holding (Units)		No. of Unit Holders
1	1,000	197
1,001	5,000	132
5,001	10,000	63
10,001	50,000	240
50,001	100,000	83
100,001	500,000	100
500,001	1,000,000	10
1,000,001	5,000,000	22
5,000,001	10,000,000	10
10,000,001	100,000,000	6

**Total: 863**

# NAFA MONEY MARKET FUND

## **During the period under question:**

There has been no significant change in the state of affairs of the Fund. NAFA Money Market Fund does not have any soft commission arrangement with any broker in the industry.

## **Workers' Welfare Fund (WWF)**

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 69.38 millions, if the same were not made the NAV per unit/ FY 2015 return of scheme would be higher by Rs.0.2438/2.55%. For details investors are advised to read note 18 of the Financial Statement of the Scheme for the period ended June 30, 2015.

# NAFA MONEY MARKET FUND

## REVIEW REPORT TO THE UNIT HOLDERS ON THE STATEMENT OF COMPLIANCE WITH THE BEST PRACTICES OF THE CODE OF CORPORATE GOVERNANCE

We have reviewed the enclosed Statement of Compliance with the best practices contained in the Code of Corporate Governance (the Code) prepared by the Board of Directors of NBP Fullerton Asset Management Limited, the Management Company of **NAFA Money Market Fund** (the Fund) for the year ended June 30, 2015 to comply with the Listing Regulation No.35 (Chapter XI) of the Lahore Stock Exchange where the Fund is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the Management Company (**NBP Fullerton Asset Management Limited**) of the Fund. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Fund's compliance with the provisions of the Code of Corporate Governance and report if it does not and to highlight any non-compliance with the requirements of the Code. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Code.

As part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls, or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Code requires the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval of the Fund's related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length prices and recording proper justification for using such alternate pricing mechanism. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out any procedures to determine whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance for and on behalf of the Fund, in all material respects, with the best practices contained in the Code of Corporate Governance as applicable to the Fund for the year ended June 30, 2015.

Further, we highlight below the instances of non-compliance with the requirements of the Code as reflected in the paragraph references where these have been stated in the Statement of Compliance:

Paragraph reference	Description
21	No closed period was determined prior to the announcement of interim / final results.
23	The Management Company has not set up a mechanism for the annual evaluation of the Board's own performance.

**A.F. Ferguson & Co.**  
Chartered Accountants  
Dated: September 30, 2015  
Karachi

# NAFA MONEY MARKET FUND

## INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

### REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **NAFA Money Market Fund** (hereinafter referred to as the 'Fund'), which comprise the statement of assets and liabilities as at June 30, 2015, and the related income statement, statement of comprehensive income, distribution statement, statement of movement in unit holders' fund and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

### Management Company's responsibility for the financial statements

The Management Company (NBP Fullerton Asset Management Limited) of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with approved accounting standards as applicable in Pakistan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the International Standards on Auditing as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements give a true and fair view of the state of the financial position of the Fund as at June 30, 2015 and of its financial performance, cash flows and transactions for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

### REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In our opinion, the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

**A.F. Ferguson & Co.**

Chartered Accountants  
Engagement Partner: **Noman Abbas Sheikh**  
Dated: September 30, 2015  
Karachi

# NAFA MONEY MARKET FUND

## STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2015

	Note	2015 -----Rupees in '000-----	2014
<b>ASSETS</b>			
Cash and balances with banks	4	5,144,234	10,790,444
Investments	5	950,000	2,053,083
Receivable against issue of units	6	51,347	824
Profit receivable	7	14,797	21,893
Deposits and prepayments	8	251	228
Preliminary expenses and floatation costs	9	379	607
<b>Total assets</b>		<b>6,161,008</b>	<b>12,867,079</b>
<b>LIABILITIES</b>			
Payable to NBP Fullerton Asset Management Limited - Management Company	10	50,726	19,401
Payable to the Central Depository Company of Pakistan Limited - Trustee	11	734	692
Payable to the Securities and Exchange Commission of Pakistan	12	10,180	8,834
Payable against redemption of units	13	3,042,428	858,082
Accrued expenses and other liabilities	14	98,247	68,695
<b>Total liabilities</b>		<b>3,202,315</b>	<b>955,704</b>
<b>NET ASSETS</b>		<b>2,958,693</b>	<b>11,911,375</b>
<b>UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)</b>		<b>2,958,693</b>	<b>11,911,375</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	15		
		(Number of units)	
<b>NUMBER OF UNITS IN ISSUE</b>	16	284,618,261	1,189,572,985
		(Rupees)	
<b>NET ASSET VALUE PER UNIT</b>	3.11	10.3953	10.0132

The annexed notes 1 to 31 form an integral part of these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director



# NAFA MONEY MARKET FUND

## INCOME STATEMENT FOR THE YEAR ENDED JUNE 30, 2015

	Note	2015 -----Rupees in '000-----	2014
<b>INCOME</b>			
Capital gain / (loss) on sale of investments - net		24,261	(4,024)
Income from investment in government securities		506,716	618,652
Income from certificates of investments		146,077	40,466
Income from term deposit receipts		192,904	254,157
Income from letters of placements		22,832	57,635
Income from sukuk certificates		-	856
Income from commercial paper		2,160	617
Profit on bank deposits		432,919	153,329
		1,327,869	1,121,688
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.4	-	(1,279)
<b>Total income</b>		<u>1,327,869</u>	<u>1,120,409</u>
<b>EXPENSES</b>			
Remuneration to NBP Fullerton Asset Management Limited - Management Company	10.1	135,732	117,788
Sindh sales tax on the Management Company's remuneration	10.2	23,617	22,134
Federal excise duty on the Management Company's remuneration	10.3	21,717	18,846
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	11.1	10,389	9,316
Annual fee to the Securities and Exchange Commission of Pakistan	12.1	10,180	8,834
Securities transaction cost		1,015	914
Bank charges		748	499
Annual listing fee		40	40
Amortisation of preliminary expenses and floatation costs	9	228	228
Auditors' remuneration	17	610	504
Legal and professional charges		125	140
Printing charges		149	149
Rating fee		279	334
<b>Total expenses</b>		<u>204,829</u>	<u>179,726</u>
<b>Net income from operating activities</b>		<u>1,123,040</u>	<u>940,683</u>
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net	3.9	(1,014,209)	-
<b>Net income for the year</b>		<u>108,831</u>	<u>940,683</u>
Provision for Workers' Welfare Fund	18.1	(2,177)	(18,814)
<b>Net income for the year before taxation</b>		<u>106,654</u>	<u>921,869</u>
Taxation	3.7	-	-
<b>Net income for the year after taxation</b>		<u><u>106,654</u></u>	<u><u>921,869</u></u>
<b>Earnings per unit</b>	3.12		

The annexed notes 1 to 31 form an integral part of these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2015

	2015	2014
	-----Rupees in '000-----	
Net income for the year after taxation	106,654	921,869
Other comprehensive income for the year	-	-
<b>Total comprehensive income for the year</b>	<u>106,654</u>	<u>921,869</u>

The annexed notes 1 to 31 form an integral part of these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## DISTRIBUTION STATEMENT FOR THE YEAR ENDED JUNE 30, 2015

	2015	2014
	-----Rupees in '000-----	
<b>Undistributed income at the beginning of the year comprising of:</b>		
- realised income	32,278	37,700
- unrealised loss	<u>(1,279)</u>	<u>(55)</u>
	30,999	37,645
Net income for the year after taxation	106,654	921,869
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net	35,468	(25,521)
Interim distributions during the year		
- Nil (2014 : Re 0.0701 per unit declared on July 29, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(96,888)
- Nil (2014 : Re 0.0651 per unit declared on August 28, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(97,026)
- Nil (2014 : Re 0.0601 per unit declared on September 26, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(77,432)
- Nil (2014 : Re 0.0601 per unit declared on October 28, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(62,655)
- Nil (2014 : Re 0.0651 per unit declared on November 27, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(75,607)
- Nil (2014 : Re 0.0661 per unit declared on December 26, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(75,454)
- Nil (2014 : Re 0.0721 per unit declared on January 29, 2014)		
- Cash distribution	-	-
- Issue of bonus units	-	(75,481)
- Nil (2014 : Re 0.0701 per unit declared on February 28, 2014)		
- Cash distribution	-	(14)
- Issue of bonus units	-	(74,447)
- Nil (2014 : Re 0.0621 per unit declared on March 28, 2014)		
- Cash distribution	-	(12)
- Issue of bonus units	-	(65,913)
- Nil (2014 : Re 0.0721 per unit declared on April 29, 2014)		
- Cash distribution	-	(14)
- Issue of bonus units	-	(73,033)
- Nil (2014 : Re 0.0661 per unit declared on May 28, 2014)		
- Cash distribution	-	(13)
- Issue of bonus units	-	(68,815)
- Re 0.5087 per unit declared on June 30, 2015 (2014 : Re 0.0681 per unit declared on June 26, 2014)		
- Cash distribution	(33,356)	(13)
- Issue of bonus units	-	(60,177)
<b>Undistributed income carried forward</b>	<u>139,765</u>	<u>30,999</u>
<b>Undistributed income at the end of the year comprising of:</b>		
- realised income	139,765	32,278
- unrealised loss	<u>-</u>	<u>(1,279)</u>
	<u>139,765</u>	<u>30,999</u>

The annexed notes 1 to 31 form an integral part of these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	2015	2014
	-----Rupees in '000-----	
Net assets at the beginning of the year	11,911,375	15,677,342
Issue of 2,515,434,583 units including Nil bonus units (2014: 2,012,859,099 units including 90,271,181 bonus units)	26,496,541	19,283,409
Redemption of 3,420,389,307 units (2014 : 2,388,081,536 units)	(36,536,730)	(23,971,179)
Element of (income) / loss and capital (gains) / losses included in the prices of units issued less those in units redeemed - net	(10,040,189)	(4,687,770)
- transferred to income statement	1,014,209	-
- transferred to distribution statement	(35,468)	25,521
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss - net	978,741	25,521
Capital gain / (loss) on sale of investments - net	-	(1,279)
Other income (net of expenses)	24,261	(4,024)
	82,393	927,172
	106,654	921,869
<b>Distribution of bonus units during the year</b>		
Interim distribution	-	902,928
<b>Interim distribution made during the year</b>		
- Nil (2014 : Re 0.0701 per unit declared on July 29, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(96,888)
- Nil (2014 : Re 0.0651 per unit declared on August 28, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(97,026)
- Nil (2014 : Re 0.0601 per unit declared on September 26, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(77,432)
- Nil (2014 : Re 0.0601 per unit declared on October 28, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(62,655)
- Nil (2014 : Re 0.0651 per unit declared on November 27, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(75,607)
- Nil (2014 : Re 0.0661 per unit declared on December 26, 2013)		
- Cash distribution	-	-
- Issue of bonus units	-	(75,454)
- Nil (2014 : Re 0.0721 per unit declared on January 29, 2014)		
- Cash distribution	-	-
- Issue of bonus units	-	(75,481)
- Nil (2014 : Re 0.0701 per unit declared on February 28, 2014)		
- Cash distribution	-	(14)
- Issue of bonus units	-	(74,447)
- Nil (2014 : Re 0.0621 per unit declared on March 28, 2014)		
- Cash distribution	-	(12)
- Issue of bonus units	-	(65,913)
- Nil (2014 : Re 0.0721 per unit declared on April 29, 2014)		
- Cash distribution	-	(14)
- Issue of bonus units	-	(73,033)
- Nil (2014 : Re 0.0661 per unit declared on May 28, 2014)		
- Cash distribution	-	(13)
- Issue of bonus units	-	(68,815)
- Re 0.5087 per unit declared on June 30, 2015 (2014 : Re 0.0681 per unit declared on June 26, 2014)		
- Cash distribution	(33,356)	(13)
- Issue of bonus units	-	(60,177)
	(33,356)	(902,994)
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - transferred to distribution statement	35,468	(25,521)
<b>Net assets at the end of the year</b>	<u>2,958,693</u>	<u>11,911,375</u>

The annexed notes 1 to 31 form an integral part of these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2015

	Note	2015	2014
		-----Rupees in '000-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income for the year		106,654	921,869
<b>Adjustments for:</b>			
Profit on bank balances		(432,919)	(153,329)
Income from government and debt securities		(870,689)	(972,383)
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss - net		-	1,279
Amortisation of preliminary expenses and floatation costs		228	228
Element of loss and capital losses included in prices of units issued less those in units redeemed - net		1,014,209	-
Federal excise duty on the Management Company's remuneration		21,717	18,846
Provision for Workers' Welfare Fund		2,177	18,814
		<u>(158,623)</u>	<u>(164,676)</u>
<b>Decrease / (increase) in assets</b>			
Investments - net		1,103,083	1,501,905
Prepayments and other receivables		(23)	108
		<u>1,103,060</u>	<u>1,502,013</u>
<b>(Decrease) / increase in liabilities</b>			
Payable to NBP Fullerton Asset Management Limited - Management Company		9,608	(21,985)
Payable to the Central Depository Company of Pakistan Limited - Trustee		42	(566)
Payable to the Securities and Exchange Commission of Pakistan		1,346	(8,502)
Accrued expenses and other liabilities		25,676	658
		<u>36,672</u>	<u>(30,395)</u>
Profit received on bank balances		442,444	144,620
Income received from investment in government and debt securities		868,260	1,196,654
<b>Net cash generated from operating activities</b>		<u>2,291,813</u>	<u>2,648,216</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts from issuance of units		26,414,361	19,282,585
Payments against redemption of units		(34,352,384)	(32,933,259)
Distributions paid		-	(66)
<b>Net cash used in financing activities</b>		<u>(7,938,023)</u>	<u>(13,650,740)</u>
<b>Net decrease in cash and cash equivalents during the year</b>		<u>(5,646,210)</u>	<u>(11,002,524)</u>
Cash and cash equivalents at the beginning of the year		10,790,444	21,792,968
<b>Cash and cash equivalents at the end of the year</b>	4	<u>5,144,234</u>	<u>10,790,444</u>

The annexed notes 1 to 31 form an integral part of these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2015

### 1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Money Market Fund (the Fund) was established under a Trust Deed executed between NBP Fullerton Asset Management Limited (NAFA) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on May 4, 2011 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 18, 2011 under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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 4, Scheme no. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and is listed on the Lahore Stock Exchange. The units of the Fund are offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund. The Fund is categorised as an Open-End "Money Market Scheme" as per the criteria laid down by the Securities and Exchange Commission of Pakistan (SECP) for categorisation of Collective Investment Schemes (CIS).

The objective of the Fund is to generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term government securities.

The Pakistan Credit Rating Agency (PACRA) has assigned Management Quality Rating of 'AM2+' to the Management Company as at April 6, 2015 and Fund stability rating of 'AA(f)' to the Fund as at March 19, 2015.

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

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. The approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

#### 2.2 Standards, interpretations and amendments to published approved accounting standards that are effective in the current year

The following amendments to existing standards have been published and are mandatory for the Fund's accounting period beginning on or after July 1, 2014:

- Amendment to IAS 32, "Financial Instruments: Presentation" on offsetting financial assets and financial liabilities. This amendment clarifies that the right of set-off must not be contingent on a future event. It must also be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy. The amendment also considers settlement mechanism. The amendment did not have significant effect on the financial statements of the Fund.
- IFRIC 21, "Levies", sets out the accounting for an obligation to pay a levy if that liability is within the scope of IAS 37 "Provisions." The interpretation addresses the obligating event that gives rise to pay a levy and when a liability should be recognised. The Fund has incorporated the impact of this amendment in the financial statements.

There are other amendments to the standards and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2014 but are considered not to be relevant or do not have any significant effect on the Fund's financial statements and are, therefore, not detailed in these financial statements.



# NAFA MONEY MARKET FUND

## 2.3 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain new and amended standards and interpretations to published approved accounting standards that are mandatory for accounting periods beginning on or after July 1, 2015 but are considered not to be relevant or will not have any significant effect on the Fund's financial statements and are therefore not detailed in these financial statements.

Further, the following new standards have been issued by the IASB which is yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB effective date (annual periods beginning on or after)
IFRS 9 – Financial Instruments: Classification and Measurement	January 01, 2018
IFRS 14 – Regulatory Deferral Accounts	January 01, 2016
IFRS 15 – Revenue from Contracts with Customers	January 01, 2017

## 2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the approved accounting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in the application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgment or complexity, or areas where estimates and assumptions are significant to the financial statements relate to classification, impairment and valuation of investments (note 3.2 and 5).

## 2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which have been carried at fair value.

## 2.6 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied unless otherwise stated.

### 3.1 Cash and cash equivalents

Cash and cash equivalents comprise of balances with banks and short-term highly liquid investments with original maturities of three months or less.

### 3.2 Financial assets

#### 3.2.1 Classification

The Fund classifies its financial assets in the following categories: Financial assets at fair value through profit or loss, loans and receivables and available for sale. The classification depends on the purpose for which the financial assets were acquired. The management determines the appropriate classification of its financial assets at initial recognition and re-evaluates this classification on a regular basis.

Investments are categorised as follows:

#### a) Financial assets 'at fair value through profit or loss'

Financial assets that are acquired principally for the purpose of generating profits from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category. These include held for trading instruments and such other instruments that upon initial recognition are designated under this category.

# NAFA MONEY MARKET FUND

## b) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

## c) Available for sale

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (a) financial assets at fair value through profit or loss or (b) loans and receivables. These are intended to be held for an indefinite period of time which may be sold in response to the needs for liquidity or change in price.

### 3.2.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

### 3.2.3 Initial recognition and measurement

Financial assets are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed out in the income statement.

### 3.2.4 Subsequent measurement

#### a) Financial assets at fair value through profit or loss and available for sale

Subsequent to initial recognition, financial assets designated by the management 'as at fair value through profit or loss' and 'available for sale' are valued as follows:

The investment of the Fund in debt securities (comprising any security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital and includes term finance certificates, bonds, debentures, certificates of investments, sukus and commercial papers etc.) is valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP for valuation of debt securities. In the determination of the rates MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The methodology also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

Net gains and losses arising from changes in the fair values of financial assets carried as 'at fair value through profit or loss' are taken to the income statement.

Net gains and losses arising from changes in fair value of available for sale financial assets are taken to other comprehensive income until these are derecognised or impaired. At this time, the cumulative gain or loss previously recognised in other comprehensive income is shown as part of net income for the year.

#### b) Loans and receivables

Subsequent to initial recognition financial assets classified as 'loans and receivables' are carried at amortised cost using the effective interest method.

Gain or loss is also recognised in the Income Statement when financial assets carried at amortised cost are derecognised or impaired.

### 3.2.5 Impairment

The Fund assesses at each reporting date whether there is an objective evidence that the financial asset or a group of financial assets is impaired. The carrying amounts of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment in any asset or group of assets. If any such indication exists, the recoverable amount of the assets is estimated and impairment losses are recognised immediately as an expense in the income statement. If any impairment evidence exists for available for sale financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in the statement of comprehensive income is reclassified from other comprehensive income and recognised in the income statement.

The amount of provision for certain debt securities is determined based on the provisioning criteria specified by the SECP.

For certain other financial assets, a provision for impairment is established when there is an objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against these amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the Securities and Exchange Commission of Pakistan.

### 3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

# NAFA MONEY MARKET FUND

## 3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost. A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

## 3.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amounts are reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net a basis, or realise the assets and settle the liabilities simultaneously.

## 3.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

## 3.6 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

## 3.7 Taxation

### Current

The income of the Fund is exempt from Income Tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders.

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.

### Deferred

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to avail the tax exemption under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders every year.

## 3.8 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours on that day. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. Sales load collected, if any, is payable to the Management Company.

Units redeemed are recorded at the redemption price, as per the constitutive documents, applicable to units for which the distributors receive redemption requests during business hours of that day. The redemption price represents daily Net Asset Value (NAV) announced as of the close of the dealing day less any back end load, provisions for transaction costs and any provision for duties and charges, if applicable.

## 3.9 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' (the 'element') is created in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The element is determined based on the income / (loss) incurred during the year including income / (loss) arising as a result of unrealised appreciation / (diminution) on available for sale securities.

Uptill March 31, 2015, the element so determined was recognised in the distribution statement. From April 1, 2015, the Fund has revised its methodology for the allocation of element. As per the revised methodology, element arising as a result of unrealised appreciation / (diminution) on available for sale securities is recognised in the distribution statement. The remaining portion of the element is recognised in the income statement. The revised methodology in the opinion of the management reflects more appropriate manner for allocation of element.

The revision has been accounted for as a change in accounting estimate in accordance with the requirements of International Accounting Standard 8, "Accounting Policies, Changes in Accounting Estimates and Errors". Had the Fund not revised its methodology, income for the year would have been higher by Rs 993.925 million and the amount of element of loss taken to distribution statement would have been higher by Rs 1,014.209 million. Further, the Net Asset Value (NAV) per unit of the Fund as at June 30, 2015 would have been lower by Re 0.0713.

## 3.10 Proposed distributions

Distributions declared subsequent to the year end are considered as non-adjusting events and are recognised in the year in which such distributions are declared.

## 3.11 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

## 3.12 Earnings per unit (EPU)

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

# NAFA MONEY MARKET FUND

## 3.13 Revenue recognition

- Realised capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the income statement in the year in which they arise.
- Income from government securities, debt securities, certificate of deposits and investments, reverse repurchase transactions, commercial papers and placements is recognised on a time proportionate basis, using the effective interest rate.
- Discount on purchase of Market Treasury Bills is amortised to income statement using the effective interest rate method.
- Profit on bank deposits and term deposit receipts is recognised on an accrual basis.

4	CASH AND BALANCES WITH BANKS	Note	2015	2014
			-----Rupees in '000-----	
	Current accounts		8,596	9,941,042
	Saving accounts	4.1 & 4.2	5,135,638	847,583
	Pay orders in hand		-	1,819
			<u>5,144,234</u>	<u>10,790,444</u>

4.1 These carry rate of return ranging from 4.50% to 10.75% per annum (2014: 6.50% to 10.75% per annum).

4.2 These include deposit of Rs 0.490 million (2014 : 0.195 million), which is maintained with National Bank of Pakistan Limited, a related party, and carries profit at the rate of 5.00% (2014 : 7.65%) per annum.

5	INVESTMENTS	Note	2015	2014
			-----Rupees in '000-----	
<b>Financial assets at fair value through profit or loss - net</b>				
	Government securities - Market Treasury Bills	5.1	-	1,798,058
	Government securities - Pakistan Investment Bonds	5.2	-	207,184
<b>Loans and receivables</b>				
	Commercial paper		-	47,841
	Certificates of investments	5.3	<u>950,000</u>	<u>-</u>
			<u>950,000</u>	<u>2,053,083</u>

### 5.1 Government securities - Market Treasury Bills

Issue date	Tenor	Face value				Market value as at June 30, 2015	Market value as a percentage of net assets	Market value as a percentage of total investments	
		As at July 1, 2014	Purchased during the year	Sale / matured during the year	As at June 30, 2015				
-----Rupees in '000-----									
6-Feb-14	6 Months	8,000	-	8,000	-	-	-	-	
20-Mar-14	12 Months	-	1,600,000	1,600,000	-	-	-	-	
3-Apr-14	12 Months	-	3,000	3,000	-	-	-	-	
17-Apr-14	6 Months	700,000	-	700,000	-	-	-	-	
17-Apr-14	3 Months	5,000	-	5,000	-	-	-	-	
2-May-14	12 Months	-	1,895,000	1,895,000	-	-	-	-	
15-May-14	6 Months	1,125,100	50,200	1,175,300	-	-	-	-	
15-May-14	3 Months	850	-	850	-	-	-	-	
29-May-14	3 Months	-	50,000	50,000	-	-	-	-	
12-Jun-14	3 Months	20,000	422,200	442,200	-	-	-	-	
10-Jul-14	6 Months	-	2,500,000	2,500,000	-	-	-	-	
10-Jul-14	3 Months	-	1,442,500	1,442,500	-	-	-	-	
24-Jul-14	3 Months	-	3,800,000	3,800,000	-	-	-	-	
7-Aug-14	3 Months	-	6,180,000	6,180,000	-	-	-	-	
21-Aug-14	3 Months	-	1,000,000	1,000,000	-	-	-	-	
4-Sep-14	6 Months	-	2,200	2,200	-	-	-	-	
4-Sep-14	3 Months	-	3,114,800	3,114,800	-	-	-	-	
18-Sep-14	3 Months	-	100,000	100,000	-	-	-	-	
2-Oct-14	3 Months	-	218,500	218,500	-	-	-	-	
16-Oct-14	3 Months	-	1,475,500	1,475,500	-	-	-	-	
30-Oct-14	3 Months	-	1,753,500	1,753,500	-	-	-	-	
30-Oct-14	6 Months	-	4,000,500	4,000,500	-	-	-	-	
13-Nov-14	3 Months	-	1,587,700	1,587,700	-	-	-	-	
13-Nov-14	6 Months	-	250,000	250,000	-	-	-	-	
27-Nov-14	3 Months	-	1,150,000	1,150,000	-	-	-	-	
27-Nov-14	6 Months	-	1,935,100	1,935,100	-	-	-	-	
26-Dec-14	3 Months	-	3,000	3,000	-	-	-	-	
8-Jan-15	6 Months	-	1,107,000	1,107,000	-	-	-	-	
22-Jan-15	6 Months	-	2,575,000	2,575,000	-	-	-	-	
22-Jan-15	3 Months	-	400,000	400,000	-	-	-	-	
6-Feb-15	6 Months	-	2,500,000	2,500,000	-	-	-	-	
6-Feb-15	3 Months	-	250,000	250,000	-	-	-	-	
19-Feb-15	6 Months	-	295,000	295,000	-	-	-	-	
5-Mar-15	6 Months	-	562,500	562,500	-	-	-	-	
19-Mar-15	6 Months	-	1,650,000	1,650,000	-	-	-	-	
20-Mar-15	12 Months	-	30,000	30,000	-	-	-	-	
16-Apr-15	6 Months	-	250,000	250,000	-	-	-	-	
16-Apr-15	3 Months	-	250,000	250,000	-	-	-	-	
28-May-15	3 Months	-	187,500	187,500	-	-	-	-	
Total as at June 30, 2015						-	-	-	
Total as at June 30, 2014						1,858,950	1,798,058	15.10	87.58

# NAFA MONEY MARKET FUND

## 5.2 Government securities - Pakistan Investment Bonds

Issue date	Tenor	Face value				Market value as at June 30, 2015	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2014	Purchased during the year	Sale / matured during the year	As at June 30, 2015			
-----Rupees in '000-----								
18 August, 2011	11.25 / 3 Years	206,900	-	206,900	-	-	-	-
19 July, 2012	11.25 / 3 Years	-	1,100,000	1,100,000	-	-	-	-
Total as at June 30, 2015					-	-	-	-
Total as at June 30, 2014					206,900	207,184	1.74	10.09

## 5.3 Certificates of Investment

Name of issuer	Maturity date	Rate (%)	Price	As at June 30, 2015
PAIR Investment Company Limited	30-Jul-15	8.5%		250,000
PAIR Investment Company Limited	11-Aug-15	8.1%		300,000
PAIR Investment Company Limited	18-Aug-15	8.1%		400,000
				950,000

5.3.1 These certificates of investments carry rate of return ranging from 8.10% to 8.50% per annum. These certificates will mature by August 2015

Note  
2015  
2014  
-----Rupees in '000-----

## 5.4 Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

Market value of investments	5.1 & 5.2	-	2,005,242
Less: carrying value of investments	5.1 & 5.2	-	(2,006,521)
		-	(1,279)

## 6 RECEIVABLE AGAINST ISSUE OF UNITS

This represents receivable against units issued to the unit holders based on their request for transfer of units from other collective investment schemes managed by the Management Company of the Fund. The Fund has received an amount of Rs 51.347 million in respect of these transactions subsequent to the year ended June 30, 2015.

Note  
2015  
2014  
-----Rupees in '000-----

## 7 PROFIT RECEIVABLE

Profit accrued on saving deposits	3,887	13,412
Profit accrued on Certificates of Investments	10,910	-
Profit accrued on Pakistan Investment Bonds	-	8,481
		14,797
		21,893

## 8 DEPOSITS AND PREPAYMENTS

Security deposit with the Central Depository Company of Pakistan Limited	100	100
Prepaid rating fee	151	128
		251
		228

## 9 PRELIMINARY EXPENSES AND FLOATATION COSTS

Opening balance	9.1	607	835
Less: amortisation for the year		(228)	(228)
Closing balance		379	607



# NAFA MONEY MARKET FUND

9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. As per the requirements of the Trust Deed, these costs are being amortised over a period not exceeding five years.

2015                      2014  
-----Rupees in '000-----

## 10 PAYABLE TO NBP FULLERTON ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Remuneration of the Management Company	10.1	9,222	1,504
Sindh sales tax on remuneration of the Management Company	10.2	1,605	279
Federal excise duty on remuneration of the Management Company	10.3	38,782	17,065
Front end load and transfer load payable to the Management Company		1,117	553
		50,726	19,401

10.1 Under the provisions of the Non Banking Finance Companies and Notified Entities Regulation, 2008, the Management Company of the Fund is entitled to a remuneration during the first five years of the Fund, of an amount not exceeding three percent per annum of the average annual net assets of the Fund and thereafter of an amount equal to 2 percent per annum of such assets of the Fund. In the current year, remuneration of the Management company has been charged at the rate of 1% (2014 : 1%) of the average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

10.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 15% (2014 : 16%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

10.3 As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company has been applied effective June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax as explained in note 10.2 above, further levy of FED may result in double taxation, which does not appear to be the spirit of the law.

The matter has been collectively taken up by the Management Company jointly with other Asset Management Companies together with their respective Collective Investment Schemes through their trustees, through a Constitutional Petition filed in the Honourable Sindh High Court (SHC) during September 2013 challenging the levy of FED. In this respect, the SHC has issued a stay order against the recovery of FED and the hearing of the petition is still pending.

Pending decision of the SHC, the Fund is not making payments for FED from August 1, 2013. However, the Fund, as a matter of abundant caution, has made full provision in respect of FED from August 1, 2013, amounting to Rs 38.782 million (including Rs 21.717 million for the current year). Had the provision for the period from June 13, 2013 to June 30, 2015, amounting to Rs 42.269 million, not been made the net asset value per unit of the Fund as at June 30, 2015 would have been higher by Re 0.149 (2014 : Re 0.017) per unit.

	Note	2015	2014
-----Rupees in '000-----			
11 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	11.1	734	692

11.1 The Trustee is entitled to a monthly remuneration for the services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund. The fee is paid on a monthly basis in arrears.

Based on the Trust Deed, the tariff structure applicable to the Fund during the year ended June 30, 2015 was as follows:

<b>Net Assets</b>	<b>Tariff per annum</b>
Upto Rs 1,000 million	0.15% p.a. of Net asset value
On an amount exceeding Rs 1,000 million to 10,000 million	Rs 1.5 million plus 0.075% p.a. of Net asset value exceeding Rs 1,000 million
On an amount exceeding Rs 10,000 million	Rs 8.25 million plus 0.06% p.a. of Net asset value exceeding Rs 10,000 million.

There is no change in tariff structure in the current year.

	Note	2015	2014
-----Rupees in '000-----			
12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee	12.1	10,180	8,834

# NAFA MONEY MARKET FUND

12.1 Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, a collective investment scheme categorised as a Money Market Scheme is required to pay an annual fee to the SECP at an amount equal to 0.075% (2014 : 0.075%) of the average annual net assets of the Fund.

## 13 PAYABLE AGAINST REDEMPTION OF UNITS

This includes payable against units redeemed to the unit holders based on their request for transfer of units from the Fund to other collective investment schemes managed by the Management Company of the Fund. The Fund has paid an amount of Rs 3,040.326 million in respect of these transfer requests subsequent to the year ended June 30, 2015.

	Note	2015	2014
-----Rupees in '000-----			
<b>14 ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Auditors' remuneration payable		427	342
Provision for Workers' Welfare Fund	18	69,380	67,204
Brokerage payable		331	209
Printing charges		166	147
Withholding tax payable		27,814	716
Legal and professional charges		125	49
Bank charges		4	28
		<u>98,247</u>	<u>68,695</u>

## 15 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2015 and June 30, 2014.

	Note	2015	2014
-----Number of units-----			
<b>16 NUMBER OF UNITS IN ISSUE</b>			
Total units in issue at the beginning of the year		1,189,572,985	1,564,795,422
Add: units issued during the year		2,515,434,583	1,922,587,918
Add: bonus units issued during the year		-	90,271,181
Less: units redeemed during the year		(3,420,389,307)	(2,388,081,536)
Total units in issue at the end of the year		<u>284,618,261</u>	<u>1,189,572,985</u>
<b>17 AUDITORS' REMUNERATION</b>			
Annual audit fee and other certification		404	308
Half yearly review		136	123
Out of pocket expenses		<u>70</u>	<u>73</u>
		<u>610</u>	<u>504</u>

## 18 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this connection, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending adjudication.

During the year ended June 30, 2011, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. However, on December 14, 2010, the Ministry filed its response against the constitutional petition requesting the Court to dismiss the petition. According to the legal counsel who is handling the case there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in the Court.

During the year ended June 30, 2012, the Honourable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006 and the Finance Act, 2008, had declared the said amendments as unlawful and unconstitutional. In March 2013, a larger bench of the Honourable Sindh High Court (SHC) passed an order declaring that the amendments introduced in the WWF Ordinance, 1971 through the Finance Act, 2006 and the Finance Act, 2008 do not suffer from any constitutional or legal infirmity. However, the Honourable High Court of Sindh has not addressed the other amendments made in the WWF Ordinance, 1971 about the applicability of WWF to the CISs which is still pending before the Court.



# NAFA MONEY MARKET FUND

In a judgment of May 2014, the Honourable Peshawar High Court (PHC) has also held these amendments to be ultra vires as they lacked the essential mandate to be introduced and passed through the Money Bill under the Constitution.

Without prejudice to the above, the Management Company of the Fund, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 69.38 million (including Rs 2.177 million for the current year) in these financial statements. Had the provision not been made the net asset value per unit of the Fund as at June 30, 2015 would have been higher by Re 0.2438 per unit. (2014 : Re 0.056 per unit).

- 18.2 The Finance Act, 2015 has excluded Mutual Funds and Collective Investment Schemes from the definition of 'Industrial establishment' subject to WWF under the WWF Ordinance, 1971. The provision made till June 30, 2015 has not been reversed as the above petition is still pending in the SHC. This amendment is however applicable prospectively i.e. from tax year 2016.

## 19 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 year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders. The Fund has not recorded provision for taxation as the Management Company has distributed, subsequent to the year end, ninety percent of the Fund's accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

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

## 20 TRANSACTIONS WITH CONNECTED PERSONS

- 20.1 Connected persons include NBP Fullerton Asset Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP), and Alexandra Fund Management Pte. Limited being the sponsors, other collective investment schemes managed by the Management Company, entities having common directorship with the Management Company, retirement funds of group companies, directors and officers of the Management Company and any person or company beneficially owns directly or indirectly 10% or more of the units in issue / net assets of the Fund.

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

- 20.3 Remuneration and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

- 20.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

20.5 Details of transactions with connected persons are as follows:	Note	2015	2014
		-----Rupees in '000-----	
<b>NBP Fullerton Asset Management Limited (Management Company)</b>			
Remuneration for the year		135,732	117,788
Sindh sales tax on the Management Company's remuneration		23,617	22,134
Federal excise duty on the Management Company's remuneration		21,717	18,846
Front-end load paid to the Management Company		998	920
Issue of 12,618,428 units (2014 : 465,776 units)		134,876	4,674
Redemption of 13,090,630 units (2014 : Nil units)		141,048	-
Bonus of Nil units (2014 : 6,426 units)		-	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration for the year		10,389	9,316
<b>National Bank of Pakistan</b>			
Purchase of Market Treasury bills		-	12,031,226
Sale of Market Treasury bills		67,260	6,657,833
Placement in term deposit receipts		-	8,500,000
Profit on saving account		16	6,546
Profit on term deposit receipts		-	132,003
Issue of Nil units (2014 : 317,492,354 units)		-	3,176,765
Redemption of 335,651,992 units (2014 : 600,967,737 units)		3,648,873	6,037,524
Bonus of Nil units (2014 : 18,159,637 units)		-	-
<b>NBP Exchange Company Limited</b>			
Issue of 19,108,408 units (2014 : Nil units)		207,462	-
Redemption of 19,108,408 units (2014 : 15,449,905 units)		207,728	155,083
Bonus of Nil units (2014 : 297,720 units)		-	-

# NAFA MONEY MARKET FUND

	Note	2015	2014
		-----Rupees in '000-----	
<b>Cherat Cement Company Limited</b>			
Issue of 10,303,659 units (2014 : 14,967,323 units)		111,475	150,000
Redemption of 26,054,742 units (2014 : Nil units)		271,395	
Bonus of Nil units (2014 : 783,760 units)		-	-
<b>Summit Bank Limited</b>			
Bank Profit on Saving Account	20.7	-	421
<b>Nagina Cotton Mills Limited</b>			
Issue of 33,016,947 units (2014 : N/A)	20.7	343,221	-
<b>Jubilee General Insurance Company Limited</b>			
Issue of 33,669,062 units (2014 : N/A)		350,000	-
<b>NAFA Government Securities Liquid Fund - NGSF</b>			
Purchase of Market Treasury bills		54,756	1,797,352
Sale of Market Treasury bills		39,035	847,030
<b>NAFA Savings Plus Fund - NSPF</b>			
Purchase of Market Treasury bills		-	630,594
Sale of Market Treasury bills		-	149,546
<b>NAFA Financial Sector Income Fund - NFSIF</b>			
Purchase of Market Treasury bills		3,725	48,949
<b>NAFA Income Opportunity Fund - NIOF</b>			
Sale of Market Treasury bills		2,733	-
<b>National Fullerton Asset Management Limited Employees' Provident Fund</b>			
Issue of 128,776 units (2014 : Nil units)		1,374	-
Redemption of 128,776 units (2014 : Nil units)		1,376	-
<b>International Industries Limited Employees' Gratuity Fund</b>			
Purchase of Market Treasury bills		-	47,673
Sale of Market Treasury bills		-	25,820
<b>International Industries Limited Employees' Provident Fund</b>			
Purchase of Market Treasury bills		-	39,160
Sale of Market Treasury bills		-	64,248
Issue of 294,123 units (2014 : 1,291,128 units)		2,978	12,964
Redemption of 2,002,901 units (2014 : 808,282 units)		20,724	8,117
Bonus of Nil units (2014 : 118,565 units)		-	-
<b>International Steels Limited Employees' Provident Fund</b>			
Purchased of Market Treasury bills		3	5,991
Issue of 85,009 units (2014 : 412,730 units)		859	4,147
Redemption of 519,618 units (2014 : 369,804 units)		5,358	3,712
Bonus of Nil units (2014 : 36,950 units)		-	-
<b>International Steels Limited Employees' Gratuity Fund</b>			
Purchase of Market Treasury bills		-	3,340
<b>Dr. Amjad Waheed - Chief Executive Officer</b>			
Issue of 13,237,557 units (2014 : 1,646,555 units)		136,056	16,500
Redemption of 13,236,672 units (2014 : 1,684,434 units)		137,076	16,895
Bonus of Nil units (2014 : 13,543 units)		-	-
<b>Murtaza Ali - Chief Financial Officer and Company Secretary</b>			
Issue of 1,284,653 units (2014 : 898,078 units)		13,310	9,000
Redemption of 1,575,421 units (2014 : 483,731 units)		16,526	4,866
Cash distribution for the year		122	-
Bonus of Nil units (2014 : 4,355 units)		-	-
<b>Employees of the Management Company</b>			
Issue of 3,856,009 units (2014 : 5,323,144 units)		40,528	53,414
Redemption of 4,605,971 units (2014 : 5,313,905 units)		48,570	53,313
Cash distribution for the year		3	-
Bonus of Nil units (2014 : 81,873 units)		-	-

# NAFA MONEY MARKET FUND

	Note	2015	2014
-----Rupees in '000-----			
<b>Discretionary portfolio managed by the Management Company:</b>			
<b>Byco Oil Pakistan Limited - Employees Provident Fund</b>			
Issue of 3,058,441 units (2014 : 2,759,796 units)		31,923	27,652
Redemption of 3,678,353 units (2014 : 1,624,089 units)		38,624	16,287
Cash distribution for the year		548	-
Bonus of Nil units (2014 : 103,023 units)		-	-
<b>Byco Petroleum Pakistan Limited - Employees Provident Fund</b>			
Issue of 4,278,907 units (2014 : 7,952,423 units)		44,905	79,804
Redemption of 8,060,172 units (2014 : 5,544,753 units)		84,377	55,605
Bonus of Nil units (2014 : 349,851 units)		-	-
<b>20.6 Amounts / balances outstanding as at year end</b>		<b>2015</b>	<b>2014</b>
-----Rupees in '000-----			
<b>NBP Fullerton Asset Management Limited (Management Company)</b>			
Remuneration payable		9,222	1,504
Sindh sales tax payable on remuneration		1,605	279
Federal excise duty payable on remuneration		38,782	17,065
Front end load and transfer load payable to the Management Company		1,117	553
Units held: Nil units (2014 : 472,202 units)		-	4,728
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration payable		734	692
Security deposit		100	100
<b>National Bank of Pakistan</b>			
Units held: Nil units (2014 : 335,651,992 units)		-	3,360,951
Bank balances			
- in saving accounts		490	195
- in current accounts		1,663	1,837
<b>Cherat Cement Company Limited</b>			
Units held: Nil units (2014 : 15,751,083 units)		-	157,719
<b>Summit Bank Limited</b>			
Bank balance in current account	20.7	6,933	6,449
<b>Nagina Cotton Mills Limited</b>			
Units held: 33,016,947 units (2014 : N/A)	20.7	343,221	-
<b>Jubilee General Insurance Company Limited</b>			
Units held: 33,669,062 units (2014 : N/A)		350,000	-
<b>International Industries Limited Employees' Provident Fund</b>			
Units held: Nil units (2014 : 1,708,778 units)		-	17,110
<b>International Steels Limited Employees' Provident Fund</b>			
Units held: Nil units (2014 : 434,609 units)		-	4,352
<b>Dr. Amjad Waheed - Chief Executive Officer</b>			
Units held: 885 units (2014 : Nil units)		9	-
<b>Murtaza Ali - Chief Financial Officer and Company Secretary</b>			
Units held: 250,809 units (2014 : 541,577 units)		2,607	5,423
<b>Employees of the Management Company</b>			
Units held: 5,747 units (2014 : 755,709 units)		60	7,567
<b>Discretionary portfolio managed by the Management Company:</b>			
<b>Byco Oil Pakistan Limited - Employees Provident Fund</b>			
Units held: 1,130,689 units (2014 : 1,750,601 units)		11,754	17,529
<b>Byco Petroleum Pakistan Limited - Employees Provident Fund</b>			
Units held: Nil units (2014 : 3,781,265 units)		-	37,862
<b>Amount receivable against issue of units from:</b>			
NAFA Asset Allocation Fund		22,990	-
NAFA Government Securities Savings Fund		21,037	-
NAFA Stock Fund		6,804	-
NAFA Islamic Stock Fund		67	-
NAFA Islamic Principal Preservation Fund		435	-
NAFA Income Fund		14	-
<b>Amount payable against redemption of units to:</b>			
NAFA Government Securities Liquid Fund		2,188,358	-
NAFA Income Opportunity Fund		823,009	-
NAFA Islamic Asset Allocation Fund		14,574	-
NAFA Islamic Aggressive Income Fund		8,777	-
NAFA Multi Asset Fund		5,551	-
NAFA Savings Plus Fund		57	-

# NAFA MONEY MARKET FUND

20.7 Prior year figures have not been presented as the entity was not classified as a connected person of the Fund as at June 30, 2014 on account of having less than 10% of the unit holding of the Fund.

## 21 PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER

Details of the members of the investment committee of the Fund as at June 30, 2015 are as follows:

----- As on June 30, 2015 -----

S. No.	Name	Qualification	Experience in years
1	Dr. Amjad Waheed	MBA / Doctorate in Business Administration / CFA	27
2	Mr. Sajjad Anwar	CFA / MBA Finance	15
3	Mr. Muhammad Ali Bhaba	CFA / MBA / FRM	20
4	Mr. Syed Suleman Akhtar	CFA / MBA Finance	15
5	Mr. Salman Ahmed *	MBA	9.5

\* Mr. Salman Ahmed is the manager of the Fund. He is also the fund manager of NAFA Riba Free Savings Fund and NAFA Financial Sector Income Fund.

## 22 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION CHARGED DURING THE YEAR

2015

1	Next Capital Limited	25.71%
2	Invest & Finance Securities (Private) Limited	17.30%
3	Invest Capital Markets Limited	13.99%
4	Vector Capital (Private) Limited	13.71%
5	Invest One Markets Limited	7.87%
6	J.S. Global Capital Limited	6.04%
7	BMA Capital Management Limited	5.63%
8	KASB Securities Limited	3.56%
9	C & M Management (Private) Limited	1.69%
10	Icon Securities (Private) Limited	1.10%

2014

1	J.S. Global Capital Limited	16.93%
2	Invest Capital Markets Limited	15.24%
3	Icon Securities (Private) Limited	8.53%
4	BMA Capital Management Limited	7.63%
5	Invest & Finance Securities (Private) Limited	7.13%
6	Vector Capital (Private) Limited	6.61%
7	KASB Securities Limited	6.20%
8	First Capital Securities Corporation Limited	5.39%
9	Magenta Capital (Private) Limited	5.39%
10	Pearl Securities (Private) Limited	4.46%

## 23 DETAILS OF PATTERN OF UNIT HOLDING

----- As on June 30, 2015 -----

Category	Number of unit holders	"Investment amount	Percentage of investment
(Rupees in '000)			
Individuals*	793	506,862	17.13%
Associated companies and directors	3	693,230	23.43%
Insurance companies	2	158,361	5.35%
Retirement funds**	27	669,199	22.62%
Public limited companies	6	629,978	21.29%
Others	32	301,062	10.18%
	863	2,958,692	100.00%

\* This includes investment amount of Rs 2.667 million by the related parties.

\*\* This includes investment amount of Rs 11.754 million by the related parties.

# NAFA MONEY MARKET FUND

----- As at June 30, 2014 -----

Category	Number of unit holders	"Investment amount	Percentage of investment
(Rupees in '000)			
Individuals*	1,079	875,542	7.35%
Associated companies and directors	3	3,523,398	29.58%
Insurance companies	3	374,707	3.15%
Banks / DFIs	4	1,278,605	10.73%
Retirement funds**	23	331,800	2.79%
Public limited companies	6	2,315,570	19.44%
Others	42	3,211,753	26.96%
	<u>1,160</u>	<u>11,911,375</u>	<u>100.00%</u>

\* This includes 1,297,286 units amounting to Rs 12.990 million pertaining to the related parties.

\*\* This includes 7,675,253 units amounting to Rs 76.853 million pertaining to the related parties.

## 24 ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS

The 48th, 49th, 50th, 51st, 52nd and 53rd Board meetings were held on September 16, 2014, October 30, 2014, February 17, 2015, April 21, 2015, June 29, 2015 and June 30, 2015 respectively. Information in respect of attendance by directors in the meetings is given below:

Name of Director	Number of meetings			Meetings not attended
	Held	Attended	Leave granted	
Mr. Nausherwan Adil	6	3	3	50th, 52nd and 53rd
Mr. Aamir Sattar	6	5	1	51st
Mr. Abdul Hadi Palekar	6	5	1	49th
Mr. Wah Geok Sum*	3	-	3	48th, 49th and 50th
Mr. Koh Boon San	6	4	2	52nd and 53rd
Mr. Nigel Poh Cheng**	2	2	-	-
Mr. Shehryar Faruque	6	5	1	52nd
Mr. Kamal Amir Chinoy	6	4	2	50th and 51st
Dr. Amjad Waheed	6	6	-	-

\* Mr. Wah Geok Sum retired from the Board with effect from February 17, 2015.

\*\* Mr. Nigel Poh Cheng was appointed on the Board with effect from February 17, 2015.

## 25 FINANCIAL INSTRUMENTS BY CATEGORY

-----June 30, 2015-----

Particulars	Loans and receivables	Financial assets at fair value through profit or loss	Total
-----Rupees in '000-----			
<b>Financial assets</b>			
Cash and balances with banks	5,144,234	-	5,144,234
Investments	950,000	-	950,000
Receivable against issue of units	51,347	-	51,347
Profit receivable	14,797	-	14,797
Deposit	100	-	100
	<u>6,160,478</u>	<u>-</u>	<u>6,160,478</u>

# NAFA MONEY MARKET FUND

-----June 30, 2015-----

Particulars	Financial liabilities at fair value through profit or loss	Other financial liabilities at amortised cost	Total
-------------	--	---	-------

-----Rupees in '000-----

## Financial liabilities

Payable to NBP Fullerton Asset Management Limited - Management Company	-	50,726	50,726
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	734	734
Payable against redemption of units	-	3,042,428	3,042,428
Accrued expenses and other liabilities	-	1,053	1,053
	<u>-</u>	<u>3,094,941</u>	<u>3,094,941</u>

-----June 30, 2014-----

Particulars	Loans and receivables	Financial assets at fair value through profit or loss	Total
-------------	-----------------------	---	-------

-----Rupees in '000-----

## Financial assets

Cash and balances with banks	10,790,444	-	10,790,444
Investments	47,841	2,005,242	2,053,083
Receivable against transfer of units	824	-	824
Profit receivable	21,893	-	21,893
Deposit	100	-	100
	<u>10,861,102</u>	<u>2,005,242</u>	<u>12,866,344</u>

-----June 30, 2014-----

Particulars	Financial liabilities at fair value through profit or loss	Other financial liabilities at amortised cost	Total
-------------	--	---	-------

-----Rupees in '000-----

## Financial liabilities

Payable to NBP Fullerton Asset Management Limited - Management Company	-	19,401	19,401
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	692	692
Payable against redemption of units	-	858,082	858,082
Accrued expenses and other liabilities	-	775	775
	<u>-</u>	<u>878,950</u>	<u>878,950</u>

## 26 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

### 26.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages the market risk by monitoring exposure on marketable securities by following internal risk management policies and investment guidelines approved by the investment committee and regulations laid down by SECP.

Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk.

# NAFA MONEY MARKET FUND

## 26.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as all transactions are carried out in Pak Rupees.

## 26.1.2 Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Fund is mainly exposed to interest rate risk on balances held with banks and certificates of investments with DFIs.

### a) Sensitivity analysis for variable rate instruments

Presently, the Fund does not hold any variable rate instrument and is not exposed to cash flow interest rate risk except for balances in certain saving accounts. The interest rate of these bank accounts ranges from 4.50% to 10.75%.

### b) Sensitivity analysis for fixed rate instruments

As at June 30, 2015, the Fund did not hold any fixed rate instruments that may exposed the Fund to any material cash flow interest rate risk.

-----As at June 30, 2015-----

Particulars	Effective/Yield interest rate %	Total	Exposed to yield/interest rate risk			Not exposed to Yield/ Interest rate risk
			Upto three months	More than three months and upto one year	More than one year	

(Rupees in '000)

### On-balance sheet financial instruments

#### Financial assets

Cash and balances with banks	4.50 - 10.75	5,144,234	5,135,638	-	-	8,596
Investments	8.10 - 8.50	950,000	950,000	-	-	-
Receivable against issue of units		51,347	-	-	-	51,347
Profit receivable		14,797	-	-	-	14,797
Deposit		100	-	-	-	100
		6,160,478	6,085,638	-	-	74,840

#### Financial liabilities

Payable to NBP Fullerton Asset Management Limited - Management Company		50,726	-	-	-	50,726
Payable to the Central Depository Company of Pakistan Limited - Trustee		734	-	-	-	734
Payable against redemption of units		3,042,428	-	-	-	3,042,428
Accrued expenses and other liabilities		1,053	-	-	-	1,053
		3,094,941	-	-	-	3,094,941

On-balance sheet gap (a)		3,065,537	6,085,638	-	-	(3,020,101)
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### Off-balance sheet financial instruments

Off-balance sheet gap (b)		-	-	-	-	-
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Total yield / interest rate sensitivity gap (a+b)		3,065,537	6,085,638	-	-	(3,020,101)
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Cumulative yield / interest rate sensitivity gap			6,085,638	6,085,638	6,085,638	
--	--	--	-----------	-----------	-----------	--



# NAFA MONEY MARKET FUND

-----As at June 30, 2014-----

Particulars	Effective/Yield interest rate %	Total	Exposed to yield/interest rate risk			Not exposed to Yield/ Interest rate risk
			Upto three months	More than three months and upto one year	More than one year	

(Rupees in '000)

## On-balance sheet financial instruments

### Financial assets

Cash and balances with banks	6.50 - 10.75	10,790,444	849,402	-	-	9,941,042
Investments	8.52 - 10.50	2,053,083	240,577	1,812,506	-	-
Receivable against transfer of units		824	-	-	-	824
Profit receivable		21,893	-	-	-	21,893
Deposit		100	-	-	-	100
		12,866,344	1,089,979	1,812,506	-	9,963,859

### Financial liabilities

Payable to NBP Fullerton Asset Management Limited - Management Company		19,401	-	-	-	19,401
Payable to the Central Depository Company of Pakistan Limited - Trustee		692	-	-	-	692
Payable against redemption of units		858,082	-	-	-	858,082
Accrued expenses and other liabilities		775	-	-	-	775
		878,950	-	-	-	878,950

## On-balance sheet gap

	11,987,394	1,089,979	1,812,506	-	9,084,909
--	------------	-----------	-----------	---	-----------

## Off-balance sheet financial instruments

### Off-balance sheet gap (b)

	-	-	-	-	-
--	---	---	---	---	---

## Total yield / interest rate sensitivity gap (a+b)

	11,987,394	1,089,979	1,812,506	-	9,084,909
--	------------	-----------	-----------	---	-----------

## Cumulative yield / interest rate sensitivity gap

	1,089,979	2,902,485	2,902,485
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## 26.1.3 Price Risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from yield / interest risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. Presently, the Fund is not exposed to any price risk.

## 26.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. The Fund's credit risk is primarily attributable to its investments in certificates with DFIs, balances with the banks, receivable against issue of units and profit receivable on balances with banks. The credit risk of the Fund is limited as the investments are made and balances are maintained with counter parties that have reasonably high credit ratings.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets.

### Credit quality of financial assets

The analysis below summarises the credit quality of the Fund's financial assets:

# NAFA MONEY MARKET FUND

## Balances with banks by rating category

Name of the Bank	Rating Agency	Latest available published rating	Percentage of Bank Balance
Allied Bank Limited	PACRA	AA+	90.90%
Askari Bank Limited	JCR-VIS	AA	0.03%
Bank Al Falah Limited	PACRA	AA	8.64%
Bank Al Habib Limited	PACRA	AA+	0.03%
Faysal Bank Limited	PACRA / JCR-VIS	AA	0.03%
Habib Bank Limited	JCR-VIS	AAA	0.03%
Habib Metropolitan Bank Limited	PACRA	AA+	0.02%
MCB Bank Limited	PACRA	AAA	0.01%
National Bank of Pakistan	PACRA / JCR-VIS	AAA	0.04%
NIB Bank Limited	PACRA	AA-	0.10%
Sindh Bank Limited	JCR-VIS	AA	- *
Summit Bank Limited	JCR-VIS	A	0.13%
United Bank Limited	JCR-VIS	AA+	0.04%

\* Nil value due to rounding off difference

## Certificates of Investments by rating category

PAIR Investment Company Limited	PACRA	AA	100.00%
---------------------------------	-------	----	---------

The management, after giving due consideration to their strong financial standing, does not expect non-performance by these counter parties on their obligations to the Fund. The maximum exposure to credit risk before any credit enhancement as at June 30, 2015 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

### 26.2.1 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure.

The Fund's major asset balances (99.54%) are held with two banks. The management believes that these are credit-worthy counterparties.

### 26.2.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions, if any, at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation. Its policy is therefore to invest the majority of its assets in securities that can be readily disposed of and are considered readily realisable. In addition when funds are placed in banks, it is ensured that such placements are made with banks having strong risk ratings.

The Fund has the ability to borrow in the short term to ensure settlement. However, during the current year, no borrowing was obtained by the Fund. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund has paid all amounts in respect of payable against redemption of units subsequent to year ended June 30, 2015.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the Statement of Assets and Liabilities to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

# NAFA MONEY MARKET FUND

----- As at June 30, 2015 -----

Particulars	Total	Upto three months	Over three months and upto one year	Over one year
<b>Financial liabilities</b>				
Payable to the Management company	50,726	50,726	-	-
Fee payable to the Central Depository Company of Pakistan Limited - Trustee	734	734	-	-
Payable against redemption of units	3,042,428	3,042,428	-	-
Accrued expenses and other liabilities	1,053	1,053	-	-
	3,094,941	3,094,941	-	-

----- As at June 30, 2014 -----

Particulars	Total	Upto three months	Over three months and upto one year	Over one year
<b>Financial liabilities</b>				
Payable to the Management company	19,401	19,401	-	-
Fee payable to the Central Depository Company of Pakistan Limited - Trustee	692	692	-	-
Payable against redemption of units	858,082	858,082	-	-
Accrued expenses and other liabilities	775	775	-	-
	878,950	878,950	-	-

## 27 UNIT HOLDERS' FUND RISK MANAGEMENT

The Unit Holders' Fund is represented by redeemable units. These units are entitled to distributions and to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit holders' Fund'.

The Fund has no restrictions on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has maintained and complied with the requirement of minimum fund size during the current year.

The Fund's objectives when managing unit holders' fund are to safeguard its ability to continue as a going concern so that it can continue to provide returns to unit holders and to maintain a strong base of assets under management.

In accordance with the risk management policies stated in note 26, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

## 28 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 fair values.

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 statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is not considered to be significantly different from book values as the items are either short term in nature or periodically repriced.

As per International Financial Reporting Standard 7, 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:

# NAFA MONEY MARKET FUND

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

-----As at June 30, 2015-----				
Level 1	Level 2	Level 3	Total	
------(Rupees in '000)-----				
<b>ASSETS</b>				
Financial assets classified as 'fair value through profit or loss'				
- Investments In Market Treasury Bills	-	-	-	-
- Investments In Pakistan Investment Bonds	-	-	-	-

-----As at June 30, 2014-----				
Level 1	Level 2	Level 3	Total	
------(Rupees in '000)-----				
<b>ASSETS</b>				
Financial assets classified as 'fair value through profit or loss'				
- Investments In Market Treasury Bills	-	1,798,058	-	1,798,058
- Investments In Pakistan Investment Bonds	-	207,184	-	207,184

## 29 NON-ADJUSTING EVENT AFTER JUNE 30, 2015

The Board of Directors of the Management Company in their meeting held on July 14, 2015 approved a final cash distribution of Rs 67.705 million (Re 0.5711 per unit) for the year ended 30 June 2015. The financial statements of the Fund for the year ended June 30, 2015 do not include the effect of the final distribution which will be accounted for in the financial statements of the Fund for the year ending June 30, 2016.

## 30 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on September 30, 2015.

## 31 GENERAL

31.1 Figures have been rounded off to the nearest thousand rupees.

31.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these financial statements.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## PERFORMANCE TABLE

Particulars	For the year ended June 30, 2015 (Rs. In '000')	For the year ended June 30, 2014 (Rs. In '000')	For the year ended June 30, 2013 (Rs. In '000')	For the year ended June 30, 2012 (Rs. In '000')
Net assets at the year / period ended (Rs. '000')	2,958,693	11,911,375	15,677,342	21,222,457
Net Income at the year / period ended (Rs. '000')	106,654	921,869	2,013,591	357,496
Net Asset Value per unit at the year / period ended (Rs.)	10.3953	10.0132	10.0188	10.0149
Offer price per unit	10.4646	10.0806	10.0689	10.0149
Redemption price per unit	10.3953	10.0132	10.0188	10.0149
Highest offer price per unit (Rs.)	9.8921	10.0139	10.0689	10.0149
Lowest offer price per unit (Rs.)	9.0848	9.2576	9.2251	9.6664
Highest redemption price per unit (Rs.)	9.8265	10.0132	10.0188	10.0149
Lowest redemption price per unit (Rs.)	9.0246	9.2570	9.1792	9.6664
Fiscal Year Opening Ex Nav	9.0224	9.2537	9.1767	9.6664
Total return of the fund	8.91%	8.21%	9.18%	3.61%
Capital growth	-3.06%	-0.41%	-0.39%	0.08%
Income distribution as a % of ex nav	11.97%	8.61%	9.57%	3.53%
Income distribution as a % of par value	10.80%	7.97%	8.78%	3.41%
<b>Distribution</b>				
Interim distribution per unit	0.5087	0.7972	0.8780	0.3410
Final distribution per unit	0.5711	-	-	-
<b>Distribution dates</b>				
Interim	-	29-Jul-13	30-Jul-12	
Interim	-	28-Aug-13	28-Aug-12	
Interim	-	26-Sep-13	28-Sep-12	
Interim	-	28-Oct-13	30-Oct-12	
Interim	-	27-Nov-13	28-Nov-12	
Interim	-	26-Dec-13	28-Dec-12	
Interim	-	29-Jan-14	29-Jan-13	
Interim	-	28-Feb-14	27-Feb-13	
Interim	-	28-Mar-14	28-Mar-13	29-Mar-12
Interim	-	29-Apr-14	29-Apr-13	27-Apr-12
Interim	-	28-May-14	29-May-13	30-May-12
Interim	30-Jun-15	26-Jun-14	28-Jun-13	27-Jun-12
Final	14-Jul-15	-	-	-
Average annual return of the Fund (launch date February 24' 2012)				
(Since inception to June 30, 2015)	9.00%			
(Since inception to June 30, 2014)		8.98%		
(Since inception to June 30, 2013)			9.55%	
(Since inception to June 30, 2012)				10.28%
Weighted average portfolio duration	13 Days	20 Days	14 Days	39.6 Days








*"Past performance is not necessarily indicative of future performance and that unit prices and investment return returns may go down, as well as up."*



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NBP Fullerton  
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National Bank of Pakistan

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