



NBP Fullerton  
Asset Management Ltd.

A Subsidiary of  
National Bank of Pakistan

## NAFA MONEY MARKET FUND

# QUARTERLY REPORT

## MARCH 31

# 2015



*Your investments & "NAFA" grow together*



**NBP**

National Bank of Pakistan

**FULLERTON FUND  
MANAGEMENT**

*Joint - Venture Partners*

## MISSION STATEMENT



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

# NAFA MONEY MARKET FUND

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# NAFA MONEY MARKET FUND

## FUND'S INFORMATION

### Management Company

NBP Fullerton Asset Management Limited – Management Company

### Board of Directors of the Management Company

Mr. 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 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 Shahra-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**

Joona 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

## DIRECTORS' REPORT

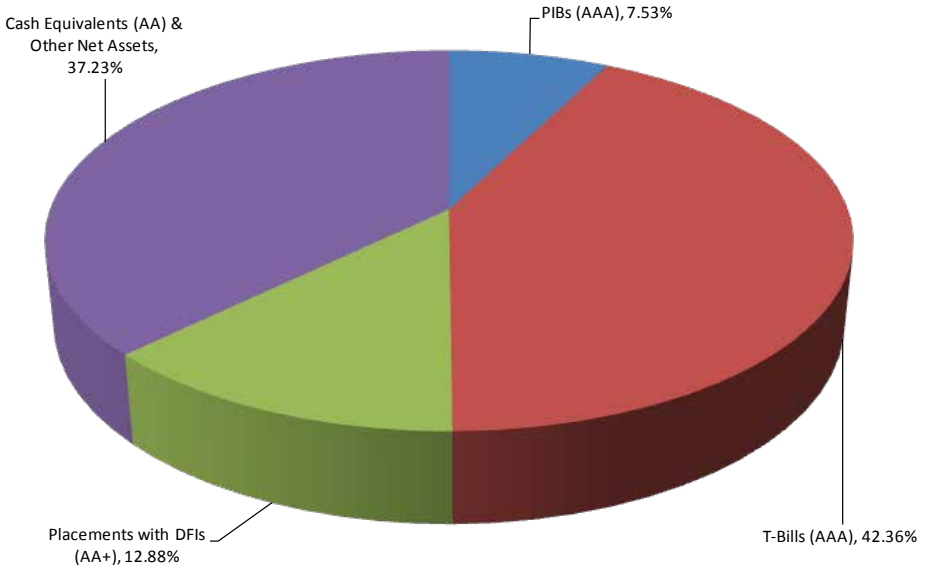
The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the unaudited financial statements of NAFA Money Market Fund (NMMF) for the period ended March 31, 2015.

### Fund's Performance

The size of NAFA Money Market Fund increased from Rs. 11,911 million to Rs. 14,749 million during the period, i.e. an increase of 23.8%. During the nine month period, the unit price of the Fund increased from Rs. 10.0132 on June 30, 2014 to Rs. 10.6744 on March 31, 2015, thus showing an annualized return of 8.80% as compared to its Benchmark (3-Month deposit rate of 'AA' & above rated banks) return of 7.05%. During the third quarter the size of the Fund increased by 2.8%. During the quarter, the unit price of the Fund has increased from Rs. 10.4565 on December 31, 2014 to Rs. 10.6744 on March 31, 2015, thus showing an annualized return of 8.45% as compared to its Benchmark return of 6.50% for the same period. The performance of the Fund is net of management fee and all other expenses.

During the period under review, the State Bank of Pakistan reduced the policy rate by 200 bps to 8.0% mainly due to sharp decline in inflation, build-up of FX reserves, largely contained fiscal deficit, and improved external account position. Sovereign securities responded to the beginning of loose monetary policy period with yields on the PIBs and T-bills declining sharply.

The Fund has earned total income of Rs.1,051.87 million during the period. After deducting expenses of Rs.173.78 million, the net income is Rs.878.09 million. The chart below presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NMMF.



# NAFA MONEY MARKET FUND

## Acknowledgement

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

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

On behalf of the Board of  
NBP Fullerton Asset Management Limited

Chief Executive

Director

Date: April 21, 2015  
Place: Karachi.

# NAFA MONEY MARKET FUND

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2015

	Note	Un-Audited March 31, 2015	Audited June 30, 2014
(Rupees in '000)			
<b>ASSETS</b>			
Cash & Bank Balances		5,405,630	10,790,444
Investments	4	9,257,756	2,053,083
Profit receivable		66,122	21,893
Receivable against transfer of units		195,390	824
Preliminary Expenses and floatation cost		436	607
Security deposit		100	100
Prepayments and other receivables		10	128
<b>Total assets</b>		<b>14,925,444</b>	<b>12,867,079</b>
<b>LIABILITIES</b>			
Payable to Management Company		48,693	19,401
Payable to Central Depository Company of Pakistan Limited - Trustee		934	692
Payable to Securities and Exchange Commission of Pakistan		7,752	8,834
Payable on redemption of units		29,811	858,082
Accrued expenses and other liabilities		89,651	68,695
<b>Total liabilities</b>		<b>176,841</b>	<b>955,704</b>
<b>Net Assets</b>		<b>14,748,603</b>	<b>11,911,375</b>
<b>Unit Holders' Funds (as per statement attached)</b>		<b>14,748,603</b>	<b>11,911,375</b>
<b>CONTINGENCIES &amp; COMMITMENTS</b>	6	-	-
(Number of units)			
<b>NUMBER OF UNITS IN ISSUE</b>		<b>1,381,682,131</b>	<b>1,189,572,985</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>10.6744</b>	<b>10.0132</b>
-----Rupees-----			

The annexed notes 1 to 10 form an integral part of these condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director



# NAFA MONEY MARKET FUND

## CONDENSED INTERIM INCOME STATEMENT FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015 (UN-AUDITED)

Note	Nine Month Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
<b>INCOME</b>				
(Rupees in '000)				
Net Gain / (loss) on sale of investments - net	10,209	(1,159)	8,719	(710)
Income from government securities	420,843	417,271	94,078	151,210
Income from term deposits receipt	192,904	253,062	151,474	57,140
Income from letter of placements	22,832	54,407	636	26,516
Income from certificate of investments	98,788	10,634	46,249	2,841
Income from commercial paper & sukuk certificates <sup>1</sup>	2,160	856	-	-
Profit on bank deposits	303,237	130,375	50,370	27,002
Net unrealised (diminution)/ appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss	894	(6,070)	894	(4,829)
<b>Total Income</b>	<b>1,051,867</b>	<b>859,376</b>	<b>352,420</b>	<b>259,170</b>
<b>EXPENSES</b>				
Remuneration of the Management Company	103,359	91,996	35,151	26,455
Sindh Sales Tax on Management Company Remuneration	17,984	17,347	6,116	4,910
Federal Excise Duty on Management Company Remuneration	16,537	14,719	5,624	4,232
Remuneration of Central Depository Company of Pakistan Ltd - Trustee	7,891	7,209	2,664	2,142
Annual fee - Securities and Exchange Commission of Pakistan	7,752	6,900	2,636	1,984
Securities transaction cost	785	696	204	180
Bank charges	569	362	135	180
Listing fee	30	32	10	12
Auditors' remuneration	464	355	115	120
Legal Fee	38	79	12	12
Printing Charges	91	67	18	45
Rating Fee	188	274	60	54
Amortisation of preliminary expenses and floatation costs	171	171	56	56
<b>Total Expenses</b>	<b>155,859</b>	<b>140,207</b>	<b>52,801</b>	<b>40,382</b>
<b>Net Income from Operating activities</b>	<b>896,008</b>	<b>719,169</b>	<b>299,619</b>	<b>218,788</b>
Provision for workers' welfare fund	5 (17,920)	(14,383)	(5,992)	(4,375)
<b>Net income for the period before taxation</b>	<b>878,088</b>	<b>704,786</b>	<b>293,627</b>	<b>214,413</b>
Taxation	7 -	-	-	-
<b>Net income for the period after taxation</b>	<b>878,088</b>	<b>704,786</b>	<b>293,627</b>	<b>214,413</b>
<b>Earnings per unit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The annexed notes 1 to 10 form an integral part of these condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015 (UN-AUDITED)

Note	Nine Month Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	(Rupees in '000)			
Net income for the period after taxation	878,088	704,786	293,627	214,413
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>878,088</b>	<b>704,786</b>	<b>293,627</b>	<b>214,413</b>

The annexed notes 1 to 10 form an integral part of these condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## CONDENSED INTERIM DISTRIBUTION STATEMENT FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015 (UN-AUDITED)

	Nine Month Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	(Rupees in '000)			
Undistributed income brought forward comprising :				
- Realised income	32,278	37,645	639,243	30,264
- Unrealised (loss) / income	(1,279)	-	-	-
	<u>30,999</u>	<u>37,645</u>	<u>639,243</u>	<u>30,264</u>
<b>Net income for the period</b>	<b>878,088</b>	<b>704,786</b>	<b>293,627</b>	<b>214,413</b>
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	35,478	15,149	11,695	27,840
<b>Less: Interim Distribution</b>				
- Bonus Units	-	(700,903)	-	(215,840)
- Cash Distribution	-	(26)	-	(26)
	<u><b>944,565</b></u>	<u><b>56,651</b></u>	<u><b>944,565</b></u>	<u><b>56,651</b></u>
<b>Undistributed income comprising</b>				
- Realised Income	943,671	62,721	949,394	61,480
- Unrealised Income / (loss)	894	(6,070)	(4,829)	(4,829)
	<u><b>944,565</b></u>	<u><b>56,651</b></u>	<u><b>944,565</b></u>	<u><b>56,651</b></u>

The annexed notes 1 to 10 form an integral part of these condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015 (UN-AUDITED)

	Nine Month Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	(Rupees in '000)			
Net assets at the beginning of the period	11,911,375	15,677,342	14,347,534	10,658,311
Issue of 1,407,670,180 units (Mar 31, 2014:1,255,208,064 units - including 70,068,790 bonus units)	14,599,136	11,893,691	5,650,037	2,939,127
Redemption of 1,215,561,034 units (Mar 31, 2014 :1,753,463,915 units)	(12,639,996)	(17,601,668)	(5,542,595)	(3,137,700)
	1,959,140	(5,707,977)	107,442	(198,573)
Net Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed	(35,478)	(15,149)	(11,695)	(27,840)
- Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'at fair value through profit or loss'	894	(6,070)	894	(4,829)
Capital gain / (loss) on sale of investments - net	10,209	(1,159)	8,719	(710)
- other Income (net of expenses) for the period	866,985	712,015	284,014	219,952
	878,088	704,786	293,627	214,413
<b>Distribution of bonus units during the period</b>				
Interim Distribution	-	700,903	-	215,840
Interim distributions during Period ended March 31, 2015	-	-	-	-
Interim during quarter ended March 31, 2014:				
- Bonus Units	-	(700,903)	-	(215,840)
- Cash Distribution	-	(26)	-	(26)
	-	(700,929)	-	(215,866)
Net element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - transferred to distribution statement	35,478	15,149	11,695	27,840
<b>Net assets as at the end of the period</b>	<b>14,748,603</b>	<b>10,674,125</b>	<b>14,748,603</b>	<b>10,674,125</b>

The annexed notes 1 to 10 form an integral part of these condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## CONDENSED INTERIM CASH FLOW STATEMENT FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015 (UN-AUDITED)

	Nine Month Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	(Rupees in '000)			
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net income for the period before taxation	878,088	704,786	293,627	214,413
Adjustments for				
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'at fair value through profit or loss'	(894)	6,070	(894)	4,829
Amortisation of preliminary expenses and floatation costs	171	171	56	56
	877,365	711,027	292,789	219,298
<b>Decrease / (Increase) in assets</b>				
Investments - net	(7,203,779)	(5,918,389)	(7,706,862)	(6,835,972)
Profit receivables	(44,229)	211,004	(7,594)	22,618
Security deposits	-	-	-	-
Prepayments and other receivables	118	(115)	10	3,345
	(7,247,890)	(5,707,500)	(7,714,446)	(6,810,009)
<b>Increase / (decrease) in liabilities</b>				
Payable to the Management Company	29,292	2,211	4,920	3,042
Payable to Central Depository Company of Pakistan Ltd - Trustee	242	(514)	4	(32)
Payable to the Securities and Exchange Commission of Pakistan	(1,082)	(10,436)	2,636	1,984
Distribution Payable	-	11	-	11
Payable on redemption of units	(828,271)	(9,793,394)	(828,271)	(9,793,394)
Accrued expenses and other liabilities	20,956	1,259,902	6,298	1,250,313
	(778,863)	(8,542,220)	(814,413)	(8,538,077)
Net cash used in operating activities	(7,149,388)	(13,538,693)	(8,236,070)	(15,128,788)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Receipts from issue of units	14,404,570	11,893,691	5,454,892	2,939,127
Payments on redemption of units	(12,639,996)	(17,601,668)	(4,737,842)	6,680,152
Distributions paid	-	(26)	-	(26)
	1,764,574	(5,708,003)	717,050	9,619,253
Net increase in cash and cash equivalent during the period	(5,384,814)	(19,246,697)	(7,519,020)	(5,509,535)
Cash and cash equivalents at the beginning of the period	10,790,444	21,792,968	12,924,650	8,055,806
Cash and cash equivalents at the end of the period	5,405,630	2,546,271	5,405,630	2,546,271

The annexed notes 1 to 10 form an integral part of these condensed interim financial information.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA MONEY MARKET FUND

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2015 (UN-AUDITED)

### 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 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 (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The Registered and Principal office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is 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. Units are offered for public subscription on a continuous basis. The units are transferrable and can be redeemed by surrendering these to the Fund. The Fund is categorized as an Open-End "Money Market Scheme" as per the criteria laid down by SECP for categorization 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, term deposits receipt and bank deposits.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a stability rating of "AA(f)" to the Fund and an asset manager rating of AM2+ to the Management Company.

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

### 2 BASIS OF PREPARATION

#### 2.1 Statement Of Compliance

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprises of such International Financial Reporting Standards (IFRS) issued by International Accounting Standards Board 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 directives issued by Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by SECP prevail.

The condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2014.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2015.

### 3 Accounting Policies

The accounting policies adopted for the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements for the year ended June 30, 2014.

### 4 INVESTMENTS

Financial assets classified as 'at fair value through profit or loss'

Government securities - Market Treasury Bills

Government securities - Pakistan Investment Bonds

Loans & Receivables

Commercial paper

Certificate of investments

Note	March 31, 2015 (Un-audited)	June 30, 2014 (Audited)
	(Rupees in '000)	
4.1	6,247,572	1,798,058
4.2	1,110,184	207,184
4.3	1,900,000	-
	<u>9,257,756</u>	<u>2,053,083</u>

# NAFA MONEY MARKET FUND

## 4.1 Government securities - Market Treasury Bills

Issue date	Tenor	Face Value				Market Value as at March 31, 2015	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2014	Purchases during the period	Sales / matured during the period	As at March 31, 2015			
-----Rupees in '000----- % -----								
17-Apr-14	3 Months	5,000	-	5,000	-	-	-	-
17-Apr-14	6 Months	700,000	-	700,000	-	-	-	-
15-May-14	3 Months	850	-	850	-	-	-	-
15-May-14	6 Months	1,125,100	50,200	1,175,300	-	-	-	-
15-May-14	12 Months	-	30,000	30,000	-	-	-	-
6-Feb-14	6 Months	8,000	-	8,000	-	-	-	-
29-May-14	3 Months	-	50,000	50,000	-	-	-	-
12-Jun-14	3 Months	20,000	422,200	442,200	-	-	-	-
10-Jul-14	3 Months	-	1,442,500	1,442,500	-	-	-	-
10-Jul-14	6 Months	-	2,500,000	2,500,000	-	-	-	-
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	3 Months	-	3,114,800	3,114,800	-	-	-	-
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	4,000,000	500	497	-	0.01
2-May-14	12 Months	-	1,895,000	1,895,000	-	-	-	-
18-Sep-14	3 Months	-	100,000	100,000	-	-	-	-
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	-	-	-	-
20-Mar-14	12 Months	-	1,600,000	1,600,000	-	-	-	-
26-Dec-14	3 Months	-	3,000	3,000	-	-	-	-
8-Jan-15	6 Months	-	850,000	500,000	350,000	342,456	2.32	5.32
3-Apr-14	12 Months	-	3,000	-	3,000	2,999	0.02	0.05
4-Sep-14	6 Months	-	2,200	2,200	-	-	-	-
22-Jan-15	3 Months	-	400,000	400,000	-	-	-	-
22-Jan-15	6 Months	-	2,575,000	1,500,000	1,075,000	1,048,762	7.11	16.30
6-Feb-15	3 Months	-	250,000	250,000	-	-	-	-
6-Feb-15	6 Months	-	-	-	2,500,000	2,431,860	16.49	37.79
19-Feb-15	6 Months	-	-	-	295,000	286,107	1.94	4.45
5-Mar-15	6 Months	-	-	-	562,500	543,948	3.69	8.45
19-Mar-15	6 Months	-	-	-	1,650,000	1,590,943	10.79	24.72
		<b>1,858,950</b>	<b>38,638,700</b>	<b>39,069,150</b>	<b>6,436,000</b>	<b>6,247,372</b>		

Carrying value before fair value adjustment as at Mach 31, 2015

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

6,245,263

2,309

## 4.2 Pakistan Investment Bonds

Issue date	Tenor	Face Value				Market Value as at March 31, 2015	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2014	Purchases during the period	Sales / matured during the period	As at March 31, 2015			
-----Rupees in '000----- % -----								
19-Jul-12	3 Years	-	1,100,000	-	1,100,000	1,110,184	7.53	11.99
		<b>-</b>	<b>1,100,000</b>	<b>-</b>	<b>1,100,000</b>	<b>1,110,184</b>		

Carrying value before fair value adjustment as at Mach 31, 2015

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

1,111,599

(1,415)

## 4.3 Loans & Receivables

Sukuk certificates

Certificates of investment

Note March 31, 2015 (Un-audited) June 30, 2014 (Audited)  
(Rupees in '000)

- -  
4.3.1 1,900,000 -  
1,900,000 -

### 4.3.1 Certificate Of Investments

Name of issuer	Maturity date	Rate	As at March 31, 2015
			(Rupees in '000)
PAIR Investment Company Ltd	11-May-15	9.00%	300,000
Pak Brunei Investment Company Ltd	18-May-15	10.30%	400,000
PAIR Investment Company Ltd	25-Jun-15	9.00%	1,200,000
			<u>1,900,000</u>

## 5 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 regard, a constitutional petition has been led 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, 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 applicability of WWF to the CISs which is still pending before the Court. In a recent judgment of May 2014, the 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, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 85.124 million (including Rs 17.920 for the current period) in this condensed interim financial information. Had the same not been made, the net asset value per unit of the Fund as at March 31, 2015 would have been higher by Rs 0.0616 per unit.

## 6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2015 and June 30, 2014.

## 7 Taxation

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. No provision for taxation for the current period has been made in this financial information as the Management Company intends to distribute the required minimum percentage of the Fund's accounting income for the current year as reduced by capital gains (whether realised or unrealised) to its 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.

## 8 TRANSACTIONS WITH CONNECTED PERSONS

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

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

Remuneration to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Remuneration payable to the Trustee is determined in accordance with the provisions of the Trust Deed.



# NAFA MONEY MARKET FUND

Nine Month Ended		Quarter Ended	
March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014

(Rupees in '000)

## 8.1 Details of the transactions with connected persons are as follows:

### NBP Fullerton Asset Management Limited - Management Company

Remuneration of the Management Company	103,359	91,996	35,151	26,455
Sindh Sales Tax on Management Company's remuneration	17,984	17,347	6,116	4,910
Federal Excise Duty on Management Company's remuneration	16,537	14,719	5,624	4,232
Issue of 3,999,569 units (March 2014: Nil Units)	42,394	-	14,620	-
Redemption of 3,179,826 units (March 2014: Nil Units)	33,307	-	33,307	-

### National Bank of Pakistan - Sponsor

Issue of Nil units (March 2014: Nil Units)	-	-	-	-
Bonus of Nil units (March 2014: 16,087,962 Units)	-	-	-	-
Redemption of Nil units (March 2014: 517,325,759 Units)	-	5,200,000	-	-
Distributions paid & Pre IPO Profit	-	-	-	151,070
Purchase of Market Treasury Bills	-	11,322,500	-	1,020,000
Sale of Market Treasury Bills	-	5,790,000	(1,613,330)	-
TDR placed with the Bank	-	8,500,000	-	-
Profit on saving account	12	6,504	12	403
Profit on TDR	-	132,003	-	-

### Central Depository Company of Pakistan Limited - Trustee

Remuneration for the period	7,891	7,209	2,664	2,142
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### Employees of the Management Company

Issue of 22,291,921 units (March 2014: 4,408,628 Units)	22,928	44,223	2,515	25,039
Bonus of Nil units (March 2014: 62,616 Units)	-	-	-	-
Redemption of 2,686,206 units (March 2014: 3,457,973 Units)	27,717	34,692	5,414	18,611

### Chief Executive Officer

Issue of 13,237,520 units (March 2014: 1,646,554 Units)	136,056	16,500	18,056	-
Bonus of Nil units (March 2014: 13,543 Units)	-	-	-	-
Redemption of 13,212,613 units (March 2014: 1,684,434 Units)	136,816	16,895	29,601	2,446

### CFO / Company Secretary

Issue of 1,274,073 units (March 2014: Nil Units)	13,200	-	-	-
Bonus of Nil units (March 2014: 690 Units)	-	-	-	-
Redemption of 1,133,099 units (March 2014: 123,495 Units)	11,750	1,240	2,200	-

### International Industries Limited Employees' Provident Fund

Issue of 294,123 units (March 2014: 867,900 units)	2,978	8,708	-	4,892
Bonus of Nil (March 2014: 82,858 units)	-	-	-	-
Redemption of 2,002,901 units (March 2014: 199,257 units)	20,724	1,995	-	1,995
Purchase of Market Treasury Bills	-	20,500	-	-
Sale of Market Treasury Bills	-	64,600	-	-

### International Industries Limited Employees' Gratuity Fund

Purchase of Market Treasury Bills	-	26,000	-	-
Sale of Market Treasury Bills	-	26,000	-	-

### NBP Exchange Company Ltd. - Associated Companies

Bonus of 297,720 units (March 2014: 297,720 units)	-	-	-	-
Redemption of 15,449,905 units (March 2014: 15,449,905 units)	1,374	155,083	-	-

### National Fullerton Asset Management Ltd Employees' Provident Fund

Issue of 128,776 units (March 2014: Nil units)	-	-	-	-
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# NAFA MONEY MARKET FUND

	Nine Month Ended		Quarter Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	(Rupees in '000)			
<b>International Steels Limited Employees' Provident Fund</b>				
Issue of 85,009 units (March 2014: 261,919 units)	859	2,633	-	1,060
Bonus of Nil units (March 2014: 41 units)	-	-	-	-
Redemption of 519,618 units (March 2014: 80,522 units)	5,358	803	-	803
Purchase of Market Treasury Bills				
<b>NAFA Government Securities Liquid Fund</b>				
Purchase of Market Treasury Bills	-	1,800,000	(98,769)	
Sale of Market Treasury Bills	-	850,000	(2,022,447)	200,000
<b>NAFA Income Opportunity Fund</b>				
Sale of Market Treasury Bills	-	-	(122,267)	-
<b>NAFA Financial Sector Income Fund</b>				
Purchase of Market Treasury Bills	-	-	(186,275)	-
<b>NAFA Government Securities Savings Fund</b>				
Purchase of Market Treasury Bills	1,676,475	-	1,446,414	-
Sale of Market Treasury Bill	819,818	-	819,818	-
<b>NAFA Savings Plus Fund</b>				
Sale of Market Treasury Bill	-	90,000	-	-
<b>Summit Bank Limited</b>				
Profit on bank deposit	-	421	-	-
Purchase of Market Treasury Bills	-	500,000	-	-
<b>Pak Arab Refinery Ltd Supervisory Staff Gratuity Fund</b>				
Purchase of Market Treasury Bills	-	26,000	-	-
Sale of Market Treasury Bill	-	26,000	-	-
<b>Thal Limited Employees' Retirement Benevolent Fund</b>				
Purchase of Market Treasury Bills	-	2,000	-	-
Sale of Market Treasury Bill	1,497	18,500	1,497	-
<b>Thal Limited Employees' Provident Fund</b>				
Purchase of Market Treasury Bills	2,976	-	2,976	-
<b>Cherat Cement Company Limited</b>				
Issue of Nil units (Mar 2014: 14,967,323 units)	-	150,000	-	150,000
Bonus of Nil units (March 2014: 463,224 units)	-	-	-	-
Redemption of 15,751,083 units (March 2014: Nil units)	159,384	-	-	-
<b>KAPCO Employees Pension Fund</b>				
Purchase of Market Treasury Bills	-	120,000	-	120,000
<b>KAPCO Employees Provident Fund</b>				
Purchase of Market Treasury Bills	-	5,000	-	5,000
<b>Maple Leaf Cement Factory Limited Employees Provident Fund</b>				
Purchase of Market Treasury Bills	-	5,000	-	5,000
<b>Millat Tractor Limited Employees Pension Fund</b>				
Purchase of Market Treasury Bills	-	350,000	-	350,000
<b>BYCO Oil Pakistan Limited Employees' Provident Fund</b>				
Issue of 2,563,544 units (March 2014: Nil units)	26,603	-	26,603	-
Redemption of 2,238,770 units (March 2014: Nil units)	23,149	-	23,149	-
Sale of Market Treasury Bill	2,594	-	2,594	-
<b>BYCO Petroleum Pakistan Limited Employees' Provident Fund</b>				
Issue of 3,489,547 units (March 2014: Nil units)	36,402	-	36,402	-
Redemption of 5,290,944 units (March 2014: Nil units)	54,636	-	54,636	-

# NAFA MONEY MARKET FUND

	As at March 31, 2015 (Rupees in '000)	As at June 30, 2014 (Audited)
<b>8.2 Details of the transactions with connected persons are as follows:</b>		
<b>NBP Fullerton Asset Management Limited - Management Company</b>		
Remuneration of the Management Company	12,378	1,504
Sindh Sales Tax payable on remuneration of the Management Company	2,154	279
Federal Excise Duty payable on remuneration of the Management Company	33,602	17,065
Sales Load and front end load payable	212	313
Sales Tax and FED Payable on Sales Load	347	240
Units held: 1,291,945 units (June 30, 2014: 472,202 units)	13,791	4,728
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	934	692
Security deposit	100	100
<b>National Bank of Pakistan - Sponsor</b>		
Units held: 335,651,992 (June 30, 2014: 335,651,992, units)	3,582,884	3,360,951
Bank balances		
- in savings accounts	496	195
- in current accounts	2,174	1,837
<b>Employees of the Management Company</b>		
Units held: 298,624 units (June 2014: 755,709 units)	3,188	7,567
<b>Chief Executive Officer</b>		
Units held: 24,907 (June 30, 2014: Nil units)	266	-
<b>Chief Financial Officer / Company Secretary</b>		
Units held: 682,551 (June 30, 2014: 541,577 units)	7,286	5,423
<b>National Fullerton Asset Management Limited Employees' Provident Fund</b>		
Units held: 128,776 units (June 2014: Nil units)	1,375	-
<b>International Industries Ltd Employees' Provident Fund</b>		
Units held: Nil units (June 2014: 1,708,778 units)	-	17,110
<b>International Steels Ltd Employees' Provident Fund</b>		
Units held: Nil units (June 2014: 434,609 units)	-	4,352
<b>Cherat Cement Company Limited</b>		
Units held: Nil units (June 2014: 15,751,083 units)	-	157,719
<b>BYCO Oil Pakistan Ltd Employees' Provident Fund</b>		
Units held: 2,075,375 units (June 2014: Nil units)	22,153	-
<b>BYCO Petroleum Pakistan Ltd Employees' Provident Fund</b>		
Units held: 1,979,867 units (June 2014: Nil units)	21,134	-
<b>Summit Bank Limited</b>		
Bank balances - in current account	9,030	6,449

# NAFA MONEY MARKET FUND

## 9 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on April 21, 2015 by the Board of Directors of the Management Company.

## 10 GENERAL

- 10.1 Figures have been rounded off to the nearest thousand rupees.
- 10.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation. No significant reclassifications have been made during the current period

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director



NBP Fullerton  
Asset Management Ltd.

A Subsidiary of  
National Bank of Pakistan

## Head Office

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