



NBP Fullerton
Asset Management Ltd.

A Subsidiary of
National Bank of Pakistan

NAFA MULTI ASSET FUND

HALF YEARLY REPORT DECEMBER 31

2014



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 MULTI ASSET 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. Wah Geok Sum	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. Wah Geok Sum	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

Allied Bank Limited
Askari Bank Limited
Summit Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
National Bank of Pakistan
NIB Bank Limited
Silk Bank Limited
Soneri Bank Limited
The Bank of Punjab
United Bank Limited

NAFA MULTI ASSET FUND

Auditors

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

Legal Advisor

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

Head Office:

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

Lahore Office:

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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 MULTI ASSET FUND

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NAFA MULTI ASSET FUND

DIRECTORS' REPORT

The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the reviewed financial statements of **NAFA Multi Asset Fund (NMF)** for the half year ended December 31, 2014.

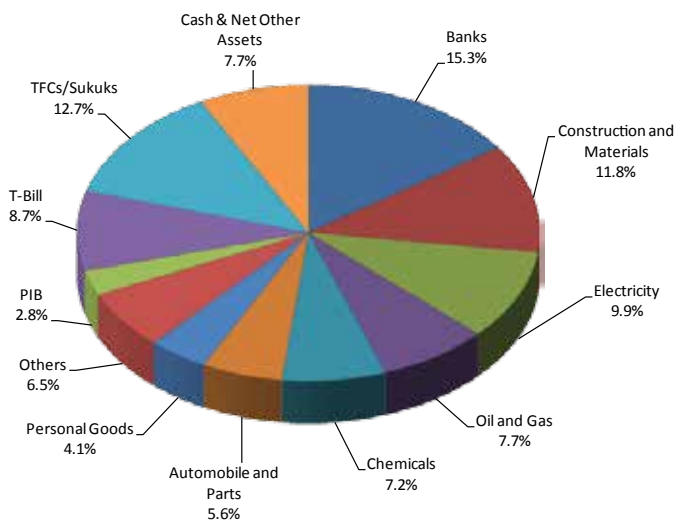
Fund's Performance

During the first half, the unit price of NAFA Multi Asset Fund (NMF) has increased from Rs. 12.4041 on June 30, 2014 to Rs. 14.1643 on December 31, 2014, thus showing a growth of 14.19%. The Benchmark (50% KSE-30 Index, 50% 3-Month KIBOR) return during the same period was 3.46%. Thus, the Fund has outperformed its Benchmark by 10.73% during the period under review. Since inception the NAV of the Fund has increased from Rs.4.3177 (Ex-Div) on January 19, 2007 to Rs.14.1643 on December 31, 2014, thus showing an increase of 228.05%. During the said period, the Benchmark increased by 100.26%, translating into outperformance of 127.79%. This performance is net of management fee and all other expenses. The size of NAFA Multi Asset Fund has increased from Rs.1,026 million to Rs.1,414 million during the period, i.e. an increase of 37.8%.

The stock market extended its bull-run in 1HFY15, despite initial hiccups caused by protests of PTI and PAT, as the market participants focused on improving macros driven primarily by the steep fall in global oil and commodity prices. The tragic incident at the Army Public School in Peshawar united the nation in its fight against terrorism and also resulted in end of the PTI protests, further consolidating Pakistan's re-rating theme. The combination of sovereign debt rating upgrade by Moodys, falling inflation amid declining oil prices, 50bps cut in discount rate, improving external account position, easy liquidity conditions, and healthy foreign investment activity perked up investors' sentiments. The index heavy Oil & Gas and Banking sectors underperformed the market whereas almost all the other sectors outperformed during the period under review.

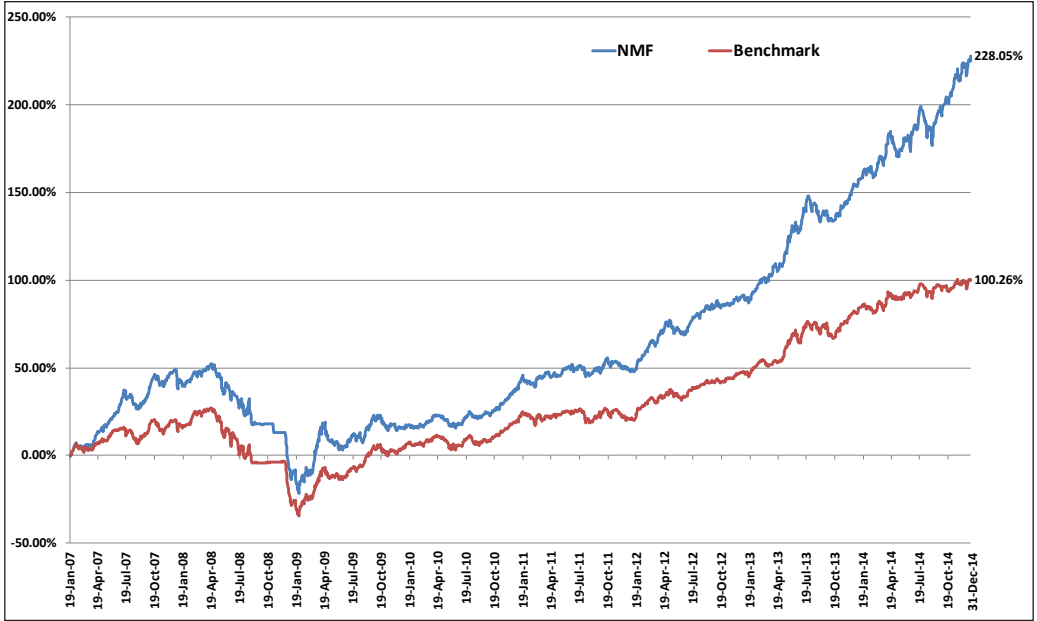
On the corporate debt sphere, trading activity in TFCs remained skewed towards high quality issues, especially those belonging to the financial sector. Hunt for yields and limited primary issuance kept the yield on the high credit quality corporate bonds depressed. Furthermore, we have seen recoveries from many non-performing corporate bonds with pick-up in economic activity and declining interest rate environment. During the period under review, the State Bank of Pakistan reduced the policy rate by 50bps to 9.5% due to sharp decline in inflation 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. All TFCs/Sukuks in the Fund are floating rate linked to KIBOR with three to six month coupon resetting period.

The Fund has earned total income of Rs.175.88 million during the period. After deducting expenses of Rs.21.95 million, the net income is Rs.153.93 million. The asset allocation of the Fund as on December 31, 2014 is as follows:



NAFA MULTI ASSET FUND

NMF Performance versus Benchmark (Since Inception)



Acknowledgement

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

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

On behalf of the Board of
NBP Fullerton Asset Management Limited

Chief Executive

Director

Date: February 17, 2015
Place: Karachi.

NAFA MULTI ASSET FUND

TRUSTEE REPORT TO THE UNIT HOLDERS

NAFA MULTI ASSET FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of NAFA Multi Asset Fund (the Fund) are of the opinion that NBP Fullerton Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2014 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: February 27, 2015

NAFA MULTI ASSET FUND

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

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of NAFA MULTI ASSET FUND (the Fund) as at December 31, 2014 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' fund and notes to the accounts for the six months period ended December 31, 2014 (here-in-after referred to as the 'interim financial information'). **NBP Fullerton Asset Management Limited** (the Management Company) is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim distribution statement and condensed interim statement of movement in unit holders' fund for the three months period ended December 31, 2014 and 2013 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2014.

Scope of Review

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

Conclusion

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

Chartered Accountants

Engagement Partner:
Nadeem Yousuf Adil

Date: February 17, 2015
Place: Karachi

NAFA MULTI ASSET FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2014

	Note	Unaudited December 31, 2014	Audited June 30, 2014
-----Rupees in '000-----			
ASSETS			
Balances with banks	4	122,750	227,228
Investments	5	1,305,326	847,235
Dividend and profit receivable	6	3,930	3,961
Receivable against sale of investments		8,542	-
Advances, deposits, prepayments and other receivables		3,633	7,646
Total assets		1,444,181	1,086,070
LIABILITIES			
Payable to the NBP Fullerton Asset Management Limited - Management Company	7	8,291	3,502
Payable to Central Depository Company of Pakistan Limited - Trustee		298	209
Payable to the Securities and Exchange Commission of Pakistan		498	749
Payable against redemption of units		2,074	-
Payable against purchase of investments		-	39,398
Accrued expenses and other liabilities	8	18,720	15,816
Total liabilities		29,881	59,674
NET ASSETS		1,414,300	1,026,396
		<u>1,414,300</u>	<u>1,026,396</u>
UNIT HOLDERS' FUND (As per statement attached)			
		<u>1,414,300</u>	<u>1,026,396</u>
Contingencies and commitments			
-----Number of Units-----			
Number of units in issue		<u>99,849,860</u>	<u>82,746,275</u>
-----Rupees-----			
Net asset value per unit		<u>14.1643</u>	<u>12.4041</u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA MULTI ASSET FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2014

Note	Six months ended		Three months ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
----- Rupees in '000 -----				
INCOME				
Profit on bank deposits	10,879	12,999	5,168	6,632
Capital gain on sale of investments - net	19,313	11,837	19,632	(47)
Income from term finance certificates and sukuk bonds	12,633	12,408	6,590	8,068
Income from government securities	1,500	2,606	1,500	1,973
Dividend income	16,293	11,608	10,201	6,726
Unrealised gain on re-measurement of investments				
'at fair value through profit or loss-held for trading' - net	5.6	115,259	93,910	50,479
Total Income	175,877	99,608	137,001	73,831
EXPENSES				
Remuneration of the NBP Fullerton Asset Management Limited - Management Company	7.1	11,721	8,235	6,348
Sindh sales tax on remuneration on the Management Company	7.2	2,040	1,549	1,043
Federal Excise Duty on remuneration of the Management Company	7.3	1,875	1,318	1,015
Remuneration to Central Depository Company of Pakistan Limited - Trustee		1,090	824	569
Annual fee - Securities and Exchange Commission of Pakistan		498	350	270
Annual listing fee		20	20	10
Securities transaction cost		848	1,399	435
Settlement and bank charges		266	336	89
Auditors' remuneration		313	299	187
Impairment loss / (reversal of impairment) on term finance certificates and sukuks		-	652	-
Legal and professional charges		25	37	25
Fund's rating fee		85	67	51
Printing expenses		20	12	20
Total Expenses		18,801	15,098	10,062
Net income from operating activities		157,076	84,510	67,457
Provision for Workers' Welfare Fund	10	(3,142)	(1,690)	(2,539)
Net income for the period before taxation		153,934	82,820	66,108
Taxation	11	-	-	-
Net income for the period after taxation		153,934	82,820	66,108

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA MULTI ASSET FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2014

	Note	Six months ended		Three months ended	
		December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
----- Rupees in '000 -----					
Net income for the period after taxation		153,934	82,820	124,400	66,108
Other comprehensive income for the period					
Items that may be reclassified subsequently to income statement:					
Net unrealised loss on the re-measurement of investments classified as 'available for sale'	5.7	6,371	(60)	1,752	(75)
Total comprehensive income for the period		<u>160,305</u>	<u>82,760</u>	<u>126,152</u>	<u>66,033</u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA MULTI ASSET FUND

CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2014

	Six months ended		Three months ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
----- Rupees in '000 -----				
Undistributed income brought forward	111,448	133,470	141,552	28,727
Final distribution for the year ended June 30, 2014: Nil (2013: 21.41%)				
- Bonus units	-	(117,607)	-	-
- Cash distribution	-	(9,446)	-	-
Net element of income and capital gains included in prices of units issued less those in units redeemed	15,445	10,652	14,875	5,054
Net income for the period	153,934	82,820	124,400	66,108
	<u>169,379</u>	<u>(33,581)</u>	<u>139,275</u>	<u>71,162</u>
Undistributed income carried forward	<u>280,827</u>	<u>99,889</u>	<u>280,827</u>	<u>99,889</u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA MULTI ASSET FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2014

	Six months ended		Three months ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
	----- Rupees in '000 -----			
Net assets at the beginning of the period	1,026,396	800,275	1,134,107	768,871
Issuance of 19,766,476 units (2013: 17,020,097 including 9,756,780 bonus units)	262,838	90,393	175,567	62,971
Redemption of 2,662,891 units (2013: 6,266,794 units)	(35,239)	(75,392)	(21,526)	(9,285)
	227,599	15,001	154,041	53,686
Final distribution of Nil (2013: 9,756,780) bonus units for the year ended June 30, 2014: Nil (2013: 21.411%)	-	117,607	-	-
Net element of income and capital gains included in prices of units issued less those in units redeemed - transferred to distribution statement	15,445	10,652	14,875	5,054
Total comprehensive income for the period	160,305	82,760	126,152	66,033
Distribution:				
Final distribution for the year ended June 30, 2014: Nil (2013: 21.41%)				
- Bonus units	-	(117,607)	-	-
- Cash distribution	-	(9,446)	-	-
Net element of income and capital gains included in prices of units issued less those in units redeemed - transferred to distribution statement	(15,445)	(10,652)	(14,875)	(5,054)
Net assets as at the end of the period	<u>1,414,300</u>	<u>888,590</u>	<u>1,414,300</u>	<u>888,590</u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA MULTI ASSET FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2014

	Six months ended		Three months ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
----- Rupees in '000 -----				
CASH FLOW FROM OPERATING ACTIVITIES				
Net income for the period before taxation	153,934	82,820	124,400	66,108
Adjustments				
Unrealised gain on re-measurement of investments at fair value through profit or loss -held-for-trading' - net	(115,259)	(48,150)	(93,910)	(50,479)
Impairment loss / (reversal of impairment) on term finance certificates and sukus	-	652	-	(593)
	<u>38,675</u>	<u>35,322</u>	<u>30,490</u>	<u>15,036</u>
Decrease / (increase) in assets				
Investments - net	(336,461)	(77,743)	(361,658)	(94,310)
Receivable against sale of investments	(8,542)	-	22,120	6,027
Dividend and profit receivable	31	1,334	3,997	5,902
Advances, deposits, prepayments and other receivables	4,013	(20,051)	4,856	(20,022)
	<u>(340,959)</u>	<u>(96,460)</u>	<u>(330,685)</u>	<u>(102,403)</u>
Increase / (decrease) in liabilities				
Payable to the NBP Fullerton Asset Management Limited - Management Company	4,789	1,448	2,242	702
Payable to Central Depository Company of Pakistan Limited - Trustee	89	15	123	49
Payable to the Securities and Exchange Commission of Pakistan	(251)	(243)	270	174
Payable against purchase of investments	(39,398)	-	-	-
Accrued expenses and other liabilities	2,904	1,181	1,881	1,062
	<u>(31,867)</u>	<u>2,401</u>	<u>4,516</u>	<u>1,987</u>
Net cash used in operating activities	<u>(334,151)</u>	<u>(58,737)</u>	<u>(295,679)</u>	<u>(85,380)</u>
CASH FLOW FROM FINANCING ACTIVITIES				
Amounts received from issuance of units	262,838	90,393	175,567	62,971
Amounts paid on redemption of units	(33,165)	(75,392)	(19,522)	(9,285)
Distribution paid	-	(9,446)	-	-
Net cash generated from financing activities	<u>229,673</u>	<u>5,555</u>	<u>156,045</u>	<u>53,686</u>
Net decrease in cash and cash equivalents during the period	<u>(104,478)</u>	<u>(53,182)</u>	<u>(139,634)</u>	<u>(31,694)</u>
Cash and cash equivalents at the beginning of the period	227,228	447,872	262,384	426,384
Cash and cash equivalents at the end of the period	<u><u>122,750</u></u>	<u><u>394,690</u></u>	<u><u>122,750</u></u>	<u><u>394,690</u></u>

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA MULTI ASSET FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE SIX MONTHS ENDED DECEMBER 31, 2014

1 LEGAL STATUS AND NATURE OF BUSINESS

The NAFA Multi Asset Fund (the Fund) was established under a Trust Deed executed between NBP Fullerton Asset Management Limited, a company incorporated under the Companies Ordinance, 1984, as Management Company and Central Depository Company of Pakistan Limited (CDC), also incorporated under the Companies Ordinance, 1984, as Trustee. The Trust Deed was executed on December 06, 2006 and was authorised by the Securities and Exchange Commission of Pakistan (SECP) on December 20, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of MUFAP.

The Fund is an open-ended mutual fund categorised as balanced scheme and its units are listed on the Lahore Stock Exchange. Units of the fund are offered for public subscription on a continuous basis. These units are transferable and can be redeemed by surrendering them to the Fund.

The core objective of the Fund is to provide its investors with a combination of capital growth and income. The Fund aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments etc.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM-2' to the Management Company. Based on performance of the Fund for the period ended December 31, 2014, it has been assigned short term and long term performance ranking of "4 Star".

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34 - "Interim Financial Reporting", provisions of and directives issued under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). In case, the requirements differ, the provisions or directives of the Companies Ordinance, 1984, the Rules and the Regulations shall prevail.

This condensed interim financial information comprises of condensed interim statement of assets and liabilities, condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of movement in unit holders' funds, condensed interim cash flow statement and the notes forming part thereof.

This 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.

This condensed interim financial information is unaudited. However, a limited scope review has been performed by the external auditors in accordance with the requirements of the Code of Corporate Governance. Accordingly, the Board of Directors of the Management Company declare that this condensed interim financial information gives a true and fair view of the state of affairs of the Fund.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for the investments which are stated at fair value.

NAFA MULTI ASSET FUND

2.3 Functional and presentation currency

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

2.4 Critical accounting estimates and judgments

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2014.

2.5 Financial Risk Management

The Fund's risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Fund as at and for the year ended June 30, 2014.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

	Note	Unaudited December 31, 2014	Audited June 30, 2014
Rupees in '000			
4 BALANCES WITH BANKS			
Current accounts		3,092	2,721
Savings accounts	4.1	119,658	224,507
		122,750	227,228

4.1 These carry a rate of return ranging from 6.50% to 10.10% (June 30, 2014: 6.00% to 10.10%) per annum.

	Note	Unaudited December 31, 2014	Audited June 30, 2014
Rupees in '000			
5 INVESTMENTS			
At fair value through profit or loss - held for trading			
Listed equity securities	5.1	962,896	695,756
Government securities	5.2	162,268	-
Term finance certificates - listed	5.3.1	82,800	82,360
Term finance certificates - unlisted	5.3.2	45,000	-
		1,252,964	778,116
Available for sale			
Term finance certificates - unlisted	5.4	9,950	18,318
Sukuk bonds - listed	5.5	42,412	50,801
		52,362	69,119
		1,305,326	847,235

NAFA MULTI ASSET FUND

5.1 Listed equity securities - at fair value through profit or loss - held for trading

All shares have a nominal face value of Rs 10 each except for shares of Thal Limited and K-Electric Limited which have a face value of Rs 5 and Rs. 3.5 each respectively.

Name of the investee company	Number of shares					Market value as at December 31, 2014	Investment as a percentage of		
	As at July 1, 2014	Purchases during the period	Bonus / right shares	Sales during the period	As at December 31, 2014		Net assets	Market value of total investments	Paid Up Capital of the investee company
						(Rupees in '000)	-----%		
Oil and Gas									
Attock Petroleum Limited	1	10,500	-	-	10,501	5,666	0.40	0.43	0.01
Oil and Gas Development Company Limited	87,896	10,500	-	45,000	53,396	10,993	0.78	0.84	0.00
Pakistan Oilfields Limited	65,519	33,400	-	37,250	61,669	23,395	1.65	1.79	0.03
Pakistan Petroleum Limited	179,483	95,000	-	79,000	195,483	34,507	2.44	2.64	0.01
Hascol Petroleum Limited	-	117,500	-	-	117,500	8,707	0.62	0.67	0.13
National Refinery Limited	-	14,300	-	-	14,300	2,643	0.19	0.20	0.02
Pakistan State Oil Company Limited	72,852	24,500	-	50,300	47,052	16,840	1.19	1.29	0.02
Shell Pakistan Limited	-	22,500	-	-	22,500	5,825	0.41	0.45	0.00
Chemicals									
Engro Corporation Limited	203,817	109,000	-	47,000	265,817	58,881	4.16	4.51	0.05
Fauji Fertilizer Bin Qasim Limited	900	-	-	900	-	-	-	-	-
Fauji Fertilizer Company Limited	211	89,500	-	25,000	64,711	7,578	0.54	0.58	0.01
Engro Fertilizers Limited	11,032	446,000	-	10,000	447,032	34,913	2.47	2.67	0.03
Dawood Hercules Corporation Limited	49,000	-	-	40,000	9,000	761	0.05	0.06	0.00
Construction and Materials									
Chehal Cement Company Limited	62	-	-	62	-	-	-	-	-
D.G. Khan Cement Pakistan Limited	222,000	429,000	-	221,500	429,500	47,474	3.36	3.64	0.10
Pioneer Cement Limited	654,000	55,000	-	415,000	294,000	25,169	1.78	1.93	0.13
Kohat Cement Company Limited	100	-	-	100	-	-	-	-	-
Lucky Cement Limited	93,364	37,000	-	50,100	80,264	40,154	2.84	3.08	0.02
Akzo Nobel Pakistan Limited	71,800	-	-	30,000	41,800	14,945	1.06	1.14	0.09
Maple Leaf Cement Factory Limited	887,000	291,000	-	283,500	894,500	39,582	2.80	3.03	0.17
General Industrials									
Thal Limited	157,136	-	-	-	157,136	42,274	2.99	3.24	0.39
Ghant Glass Limited	84,000	-	-	-	84,000	5,709	0.40	0.44	0.07
Personal Goods (Textile)									
Azzard Nine Limited (Non-voting shares)	807,000	-	-	-	807,000	5,649	0.40	0.43	14.61
Nishat (Chuman) Limited	50	-	-	50	-	-	-	-	-
Kohinoor Textile Mills Limited	-	657,000	-	90,000	567,000	19,873	1.41	1.52	0.23
Nishat Mills Limited	144,000	226,900	-	98,000	272,900	33,018	2.33	2.53	0.08
Forestry (Paper And Board)									
Century Paper and Board Mills Limited	150,000	-	-	146,500	3,500	190	0.01	0.01	0.00
Technology Hardware And Equipment									
TPL Trakker Limited	630,000	-	-	630,000	-	-	-	-	-
Industrial Transportation									
Pakistan National Shipping Corporation	109,000	-	-	13,000	96,000	15,394	1.09	1.18	0.04
Fixed Line Telecommunication									
Pakistan Telecommunication Company Limited	661,500	-	-	322,000	339,500	7,819	0.55	0.60	0.26
Industrial Metals And Mining									
Crescent Steel and Allied Products Limited	-	115,000	-	-	115,000	5,826	0.41	0.45	0.00
Electricity									
Kot Addu Power Company Limited	488,000	71,000	-	44,000	515,000	40,654	2.87	3.11	0.06
The Hub Power Company Limited	192,348	339,000	-	-	531,348	41,636	2.94	3.19	0.05
Lalpir Power Limited	-	499,500	-	-	499,500	14,935	1.06	1.14	0.13
Sait Power Limited	-	748,000	-	-	748,000	27,616	1.95	2.12	0.19
K-Electric Limited	1,240,000	-	-	360,000	880,000	8,114	0.57	0.62	0.01
Pakgen Power Limited	3,000	245,000	-	3,000	245,000	6,622	0.47	0.51	0.07
MULTIUTILITIES (GAS AND WATER)									
Sui Northern Gas Pipelines Limited	-	504,000	-	-	504,000	14,470	1.02	1.11	0.08
Banks									
Bank Alfalah Limited	769,000	191,000	-	487,500	472,500	16,481	1.17	1.26	0.04
Bank AlHabib Limited	689,900	134,000	-	245,500	578,400	28,081	1.99	2.15	0.05
MCB Bank Limited	78,124	-	-	27,500	50,624	15,473	1.09	1.19	0.00
Meezan Bank Limited	24,117	155,000	-	21,000	158,117	7,432	0.53	0.57	0.02
National Bank of Pakistan	777,071	22,000	-	635,000	164,071	11,396	0.81	0.87	0.01
Habib Bank Limited	50	-	-	50	-	-	-	-	-
United Bank Limited	356,191	115,400	-	196,700	274,891	48,576	3.43	3.72	0.02
Bank Islami Pakistan Limited	858,500	-	77,897	310,000	626,397	5,442	0.38	0.42	0.12
Faysal Bank Limited	575,000	1,823,500	-	177,500	2,221,000	40,422	2.86	3.10	0.21
Habib Metropolitan Bank Limited	33,500	336,000	-	-	369,500	13,782	0.97	1.06	0.04
Allied Bank Limited	2,200	253,700	-	2,200	253,700	28,815	2.04	2.21	0.02
Automobile And Parts									
Ghandhara Nissan Limited	165,000	-	-	15,000	150,000	7,869	0.56	0.60	0.33
Honda Atlas Cars (Pakistan) Limited	280,000	-	-	219,500	60,500	11,990	0.85	0.92	0.04
Pak Suzuki Motor Company Limited	53,000	42,500	-	17,300	78,200	29,022	2.05	2.22	0.10
Indus Motor Company Limited	-	34,400	-	-	34,400	30,283	2.14	2.32	0.04

Total as at December 31, 2014

962,896

Carrying value before mark to market as at December 31, 2014

848,700

NAFA MULTI ASSET FUND

5.1.1 Investments include shares with market value of Rs. 46.07 million (June 2014: Rs 47.39 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no.11 dated October 23, 2007 issued by the SECP.

Note Unaudited Audited
December 31, June 30,
2014 2014

5.2 Investment in government securities - at fair value through profit or loss - held for trading

Rupees in '000

Market Treasury Bills (T-Bills)	5.2.1	123,369	-
Pakistan Investment Bond (PIBs)	5.2.2	38,899	-
		<u>162,268</u>	<u>-</u>

5.2.1 Market Treasury Bills (T-Bills)

Issue date	Tenor	Face Value				Investment as a percentage of		
		As at July 01, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014	Net assets	Market value of total investments	Paid Up Capital of the investee company
(Rupees in '000)								
November 27, 2014	3 Months	-	175,000	50,000	125,000	123,369	0.09	0.09
Total as at December 31, 2014		-	175,000	50,000	125,000	123,369	0.09	0.09
Carrying value before mark to market as at December 31, 2014						<u>123,447</u>		

5.2.2 Pakistan Investment Bond (PIBs)

Issue date	Tenor	Face Value				Investment as a percentage of		
		As at July 01, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014	Net assets	Market value of total investments	Paid Up Capital of the investee company
(Rupees in '000)								
July 17, 2014	3 years	-	37,500	-	37,500	38,899	0.03	0.03
Total as at December 31, 2014		-	37,500	-	37,500	38,899	0.03	0.03
Carrying value before mark to market as at December 31, 2014						<u>38,198</u>		

5.3 Term finance certificates - at fair value through profit or loss (listed) - held for trading

5.3.1 Term Finance Certificates - listed

All term finance certificates have a face value of Rs 5,000 each unless stated otherwise

Name of the investee company	Number of certificates / bonds				Market value as at December 31, 2013	Investment as a percentage of		
	As at July 1, 2013	Purchases during the period	Sales / matured during the period	As at December 31, 2013		Net assets	Market value of total investments	Issue Size
(Rupees in '000)								
Saudi Pak Leasing Company Limited (note 5.3.3)	10,000	-	-	10,000	-	-	-	6.67
K - Electric AZM Sukuk	16,000	-	-	16,000	82,800	5.85	6.34	2.13
Total as at December 31, 2014		<u>26,000</u>	<u>-</u>	<u>-</u>	<u>26,000</u>	<u>5.85</u>	<u>6.34</u>	<u>8.80</u>
Carrying value before mark to market as at December 31, 2014						<u>109,907</u>		
Provision for impairment loss as at December 31, 2014 (note 5.8)						<u>27,547</u>		

NAFA MULTI ASSET FUND

5.3.2 Term Finance Certificates - unlisted

Name of the investee company	Number of certificates / bonds				Market value as at December 31, 2014	Investment as a percentage of		
	As at July 1, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014		Net assets	Market value of total investments	Issue Size
(Rupees in '000)						-----%-----		
Hascol Petroleum Limited	-	9,000	-	9,000	45,000	3.18	3.45	10.00
Total as at December 31, 2014	-	9,000	-	9,000	45,000	3.18	3.45	10.00
Carrying value before mark to market as at December 31, 2014						<u>45,000</u>		

5.3.3 This represents investment in term finance certificates with original term of nine years. On October 13, 2011 the investee company defaulted on its obligation on account of principal and profit payment. The investee company rescheduled its term on December 26, 2011 with a new maturity in March 2017. The said TFCs complied with repayment terms since it was rescheduled and had been reclassified as performing as per criteria defined in circular no. 1 of 2009. However, the investee company again defaulted on its obligation on account of principal and profit payment for the month of April 2014 and was therefore declared as Non-performing Asset (NPA) since April 30, 2014. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

5.4 Term Finance Certificates - unlisted (available for sale)

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

Name of the investee company	Number of certificates / bonds				Market value as at December 31, 2014	Investment as a percentage of		
	As at July 1, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014		Net assets	Market value of total investments	Issue Size
(Rupees in '000)						-----%-----		
Avari Hotel Limited	6,000	-	6,000	-	-	-	-	-
Engro Fertilizer Limited	2,000	-	-	2,000	9,950	0.70	0.76	0.25
Total as at December 31, 2014	8,000	-	6,000	2,000	9,950	0.70	0.76	0.25
Carrying value before mark to market as at December 31, 2014						<u>9,700</u>		

5.4.1 The term finance certificates held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.

5.5 Sukuks - available for sale

All sukuks have a face value of Rs. 5000 each except New Allied Electronics Industries (Private) limited which have a face value of Rs. 312.50 each.

Name of the investee company	Number of certificates / bonds				Market value as at December 31, 2014	Investment as a percentage of		
	As at July 1, 2014	Purchases during the period	Sales / matured during the period	As at December 31, 2014		Net assets	Market value of total investments	Issue Size
(Rupees in '000)						-----%-----		
Maple Leaf Cement Factory Limited (note 5.5.1)	17,688	-	-	17,688	42,412	3.00	3.25	1.11
New Allied Electronics Industries (Private) Limited (note 5.5.2)	32,000	-	-	32,000	-	-	-	1.33
Pak Electron Limited (note 5.5.3)	8,000	-	-	8,000	-	-	-	3.33
Eden Housing Limited (note 5.5.4)	10,000	-	-	10,000	-	-	-	6.85
Total as at December 31, 2014	67,688	-	-	67,688	42,412	3.00	3.25	12.62
Carrying value before mark to market as at December 31, 2014						<u>73,278</u>		
Provision for impairment loss as at December 31, 2014 (note 5.9)						<u>36,987</u>		

NAFA MULTI ASSET FUND

- 5.5.1 This represents investment in privately placed sukuk bonds with a term of six years. On September 03, 2011, the borrower has defaulted its scheduled principal and profit payment and therefore it was classified as NPA by MUFAP. On October 2, 2012, the Sukuk holders have stopped additional provisioning from mentioned date on above sukus in following the advice provided by Securities & Exchange Commission of Pakistan (SECP). The investee company was classified under the performing category on June 23, 2014 by MUFAP. Carrying value of sukus as at December 31, 2014 after reversal of provision is Rs. 53.84 million.
- 5.5.2 This represents investment in privately placed sukus with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as NPA by MUFAP since January 9, 2009. The amount of provision as per circular 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 5.5.3 This represents investment in privately placed sukuk bonds with a term of seven years. The issuer defaulted on payment of principal and profit to certain sukuk holders due to which it was classified as NPA by MUFAP. The amount of provision as per circular no 1 of 2009 and circular 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 5.5.4 This represents investment in privately placed sukuk bonds with a term of five years. On May 06, 2011, the issuer defaulted on payment of principal and profit to certain sukuk holders due to which it was classified as NPA by MUFAP. The amount of provision as per circular no 1 of 2009 and circular 33 of 2012 has been maintained by valuing the investment in terms of the said circular.
- 5.5.5 The sukus held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.

	Note	Unaudited December 31, 2014	Audited June 30, 2014
-----Rupees in '000-----			
5.6 Unrealised gain in fair value of investments at fair value through profit or loss' - net			
Market value of investments	5.1, 5.2 & 5.3	1,252,964	778,116
Less: Carrying value of investments before mark to market	5.1, 5.2 & 5.3	(1,165,252)	(745,455)
		87,712	32,661
Add: Reversal of unrealised loss		-	15,174
Add: Provision against non-performing term finance certificates and sukus	5.8	27,547	27,547
		115,259	75,382
5.7 Unrealised gain / (loss) in fair value of investments classified as available for sale - net			
Market value of investments	5.4	52,362	69,119
Less: Carrying value of investments before mark to market	5.4	82,978	123,287
		(30,616)	(54,168)
Add: Provision against non-performing term finance certificates and sukus	5.9	36,987	36,987
		6,371	(17,181)
5.8 Movement in provision against debt securities - held-for-trading			
Opening Balance		27,547	-
Charge for the year		-	27,547
Closing Balance		27,547	27,547
5.9 Movement in provision against debt securities - available-for-sale			
Opening balance		36,987	76,058
Charge for the year		-	10,698
Reversals during the year		-	(49,769)
Less: Reversals / write offs		-	(39,071)
Closing Balance		36,987	36,987

NAFA MULTI ASSET FUND

	Note	Unaudited December 31, 2014	Audited June 30, 2014
6 DIVIDEND AND PROFIT RECEIVABLE		-----Rupees in '000-----	
Dividend receivable on equity shares		134	1,753
Profit on savings and term deposits		98	62
Profit on Government Securities		1,942	-
Income accrued on term finance certificates and sukus		15,641	14,775
Less: Income suspended over non-performing debt securities		(13,885)	(12,629)
		1,756	2,146
		3,930	3,961
7 PAYABLE TO NBP FULLERTON ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management remuneration payable to Management Company	7.1	2,315	268
Sindh sales tax payable on management remuneration	7.1	527	148
Federal Excise Duty payable to Management Company	7.2	4,759	2,685
Front end load payable		690	401
		8,291	3,502
7.1			
Under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 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 of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets of the Fund. On January 22, 2012, the Fund has completed its five years and accordingly Management fee is currently being charged at the rate of 2 percent of the average annual net assets of the Fund from that date. Prior to January 22, 2012, Management fee was being charged at the rate of 2.5 percent of the average net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.			
7.2			
This represents amount payable in respect of Sindh Sales Tax at the rate of 15% (June 30, 2014: 16%) on the services provided by the Management Company as required by Sindh Sales Tax on Services Act, 2011.			
7.3			
As per the requirement of Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the services provided by the Management Company has been levied effective from June 13, 2013. During the year demand notices were received by some asset management companies for collection of FED. Mutual Fund Association of Pakistan (MUFAP) has taken up the matter collectively and filed a petition with the Honorable Sindh High Court and has been granted stay in this regard. In prior year, the Management Company has also received a notice under section 14 of the Federal Excise Act, 2005 regarding payment of FED on management remuneration. The Management Company is of the view that since the services are already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law. Therefore, the Management Company has also filed a petition against the demand notice in the Honorable High Court of Sindh and has been granted stay on the basis of the pending constitutional petition from MUFAP in the said court as referred above. However, as a matter of abundant caution, the Fund has made the provision against FED.			
8 ACCRUED EXPENSES AND OTHER LIABILITIES		-----Rupees in '000-----	
Auditors' remuneration		296	357
Settlement charges		25	48
Payable to brokers		176	176
Dividend payable to brokers		493	493
Provision for Workers' Welfare Fund	10	17,252	14,110
Legal and professional charges		75	50
Others		403	582
		18,720	15,816

NAFA MULTI ASSET FUND

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2014.

10 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 filed by certain CISs through their trustees in the Honourable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

Subsequently, the Ministry of Labour and Manpower (the Ministry) vide its letter dated 15 July 2010 clarified that "Mutual Fund(s) is a product which is being managed / sold by the Asset Management Companies which are liable to contribute towards Workers Welfare Fund under Section-4 of WWF Ordinance 1971. However, the income on Mutual Fund(s), the product being sold, is exempted under the law *ibid*".

Further, the Secretary (Income Tax Policy) Federal Board of Revenue (FBR) issued a letter dated October 06, 2010 to the Members (Domestic Operation) North and South FBR. In the letter, reference was made to the clarification issued by the Ministry of Labour and Manpower stating that mutual funds are a product and their income are exempted under the law *ibid*. The Secretary (Income Tax Policy) Federal Board of Revenue directed that the Ministry's letter may be circulated amongst field formations for necessary action. Following the issuance of FBR Letter, show cause notice which had been issued by taxation office to certain mutual funds for payment of levy under WWF were withdrawn. However, the Secretary (Income Tax Policy) Federal Board of Revenue vide letter January 04, 2011 has cancelled ab-initio clarificatory letter dated October 06, 2010 on applicability of WWF on mutual funds and issued show cause notices to certain mutual funds for collecting WWF. In respect of such show cause notices, certain mutual funds have been granted stay by Honorable High Court of Sindh on the basis of the pending constitutional petition in the said court as referred above.

Furthermore, in 2011 the Honourable Lahore High Court in a Constitutional Petition relating to the amendments brought in WWF Ordinance through the Finance Act 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. The Management Company is hopeful that the decision of the Honourable Lahore High Court, will lend further support to the Constitutional Petition which is pending in the Honourable High Court of Sindh.

During the year ended June 30, 2013, the Larger Bench of the Sindh High Court (SHC) issued a judgment in response to a petition in another similar case in which it is held that the amendments introduced in the WWF Ordinance through Finance Acts, 2006 and 2008 do not suffer from any constitutional or legal infirmity.

During the year ended June 30, 2014, the Honourable Peshawar High Court on a petition filed by certain aggrieved parties (other than the mutual funds) have adjudicated that the amendments introduced in the Workers Welfare Fund Ordinance, 1971 through the Finance Acts of 1996 and 2009 lacks the essential mandate to be introduced and passed through the money bill under the Constitution of Pakistan and hence have been declared as ultra vires the Constitution.

However, without prejudice to the above, the Management Company, as a matter of abundant caution, has decided to continue to maintain the provision for WWF amounting to Rs. 17.252 million in aggregate including Rs. 3.142 million for the six months ended December 31, 2014. Had the same not been made the net asset value per unit / return of the Fund would have been higher by Rs. 0.173 / 1.220% (2014: Rs. 0.171 / 1.375%) per unit respectively.

11 TAXATION

The Fund's income is exempt from Income Tax as per clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders (excluding distribution made by issuance of bonus units). Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Fund is required to distribute 90% of the net accounting income other than unrealised capital gains to the unit holders. The Fund intends to distribute such accounting income for the year ending June 30, 2015 to its unit holders. Accordingly, no liability has been recorded in the current period.

NAFA MULTI ASSET FUND

12 DETAILS OF NON-COMPLIANT INVESTMENT WITH THE INVESTMENT CRITERIA OF ASSIGNED CATEGORY

The Securities and Exchange Commission of Pakistan (SECP) vide circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the circular. The Board has approved the category of the fund as 'Balanced Scheme'.

The SECP vide circular no. 16 dated July 07, 2010, prescribed specific disclosures for the scheme holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with investment requirements of their constitutive documents.

The following are the details of non-compliant investments:

Name of non-compliant investment	Non-compliance of clause	Type of Investment	Value of investment before provision	Provision held	Value of investment after provision	% of net assets	% of gross assets
----- Rupees in '000 -----							
Maple Leaf Cement Factory Limited I	Rating is below A- (A minus) as prescribed in clause (iv) of circular 7 of 2009	Sukuk Bonds (12.1)	53,843	-	42,412	3.00%	2.94%
New Allied Electronic Industries (Private) Limited	Rating is below A- (A minus) as prescribed in clause (iv) of circular 7 of 2009	Term finance certificates (12.1)	10,000	(10,000)	-	-	-
Saudi Pak Leasing Company	Rating is below A- (A minus) as prescribed in clause (iv) of circular 7 of 2009	Term finance certificates (12.1)	27,547	(27,547)	-	-	-
Eden Housing Limited	Rating is below A- (A minus) as prescribed in clause (iv) of circular 7 of 2009	Sukuk Bonds (12.1)	9,844	(9,844)	-	-	-
Pak Electron Limited	Rating is below A- (A minus) as prescribed in clause (iv) of circular 7 of 2009	Sukuk Bonds (12.1)	17,143	(17,143)	-	-	-

- 12.1 At the time of purchase, these term finance certificates and sukuk bonds were in compliance with the aforementioned circular. However, they subsequently defaulted or were downgraded to non investment grade.
- 12.2 The fund maintained balances with above mentioned banks for the purpose of sales and redemptions of the Fund.
- 12.3 The management is taking steps to ensure compliance with the above requirements.

13 TRANSACTIONS WITH CONNECTED PERSONS

- 13.1 Connected persons include NBP Fullerton Asset Management Limited, being the Management Company, Central Depository Company of Pakistan Limited, being the Trustee, National Bank of Pakistan (NBP) and Alexandra Fund Management Pte. Limited, being the sponsors of the Fund / Management Company, Taurus Securities, Fauji Fertilizer Company limited, The Hub Power Company Limited, Summit bank limited being an entity having the directorship common with that of the Management company, other collective investment schemes managed by the Management Company, directors and officers of the Management Company and employee benefit funds of the Management Company.
- 13.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 13.3 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.
- 13.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

NAFA MULTI ASSET FUND

13.5 Details of Transactions with connected persons are as follows:

	----- (Un-audited) -----			
	Six months ended		Three months ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
----- Rupees in '000 -----				
Transactions during the period				
NBP Fullerton Asset Management Limited - Management Company				
Remuneration of the Management Company	11,721	8,235	6,348	4,085
Front-end load	1,240	479	510	-
Sindh sales tax on remuneration of the Management Company	2,040	1,549	1,043	885
Federal Excise Duty on remuneration of Management Company	1,875	1,318	1,015	654
National Bank of Pakistan				
Cash dividend paid	-	9,444	-	-
Shares purchased: 22,000 shares (December 31, 2013: 467,000 shares)	1,303	24,901	-	8,806
Shares sold: 635,000 shares (December 31, 2013: 467,500 shares)	37,979	23,026	16,190	19,061
T-bills purchased	-	129,000	-	129,000
Alexandra Fund Management Pte. Limited - Sponsor				
Bonus units issued: Nil (December 2013: 17,246 units)	-	-	-	-
Units redeemed / transferred out: Nil (December 31, 2013: 114,338 units)	-	1,377	-	1,377
Central Depository Company of Pakistan Limited - Trustee				
Remuneration	1,090	824	569	409
CDS charges	92	92	18	28
NBP Employees Pension Fund				
Bonus units issued: Nil (December 31, 2013: 3,107,671 units)	-	-	-	-
Employees of Management Company				
Units redeemed / transferred out: 44,910 units December 31, 2013: NIL)	538	-	-	-
Units issued / transferred in 3,602 units (December 31, 2013: 17,722 units)	49	219	49	219
National Fullerton Asset Management Limited - Employee Provident Fund				
Units issued / transferred in: 126,518 units December 31, 2013: NIL units)	1,572	-	-	-
Units redeemed / transferred out: 124,396 units December 31, 2013: NIL units)	1,567	-	-	-
Taurus Securities Limited				
Brokerage charges	83	96	40	29
Cherat Cement Pakistan Limited				
Shares sold: 62 shares (December 31, 2013: Nil)	4	-	-	-
Summit Bank Limited				
Bank Profit	-	24	-	-

NAFA MULTI ASSET FUND

	Unaudited December 31, 2014	Audited June 30, 2014
	-----Rupees in '000-----	
13.6 Amounts outstanding as at period end are as follows:		
NBP Fullerton Asset Management Limited - Management Company		
Remuneration payable to Management Company	2,315	268
Sindh sales tax payable on management remuneration	527	148
Federal Excise Duty payable to Management Company	4,759	2,685
Others	690	401
National Bank of Pakistan - Sponsor		
Investment held in the Fund: 5,106,088 units (June 30, 2014: 5,106,088 units)	72,324	63,336
Balance in current account	2,188	2,042
Ordinary shares held: 164,071 shares (June 30, 2014: 777,072 shares)	11,396	48,357
NBP Employees Pension Fund		
Investment held in the Fund: 23,160,397 units (June 30, 2014: 23,160,397 units)	328,050	287,284
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	203	160
CDC charges payable	95	48
Security deposit	100	100
National Fullerton Asset Management Limited - Employee Provident Fund		
Investment held in the Fund: 460,135 units (June 30, 2014: 458,013 units)	6,517	5,681
The Trustees- Karachi Electric Provident Fund		
Investment held in the Fund: 33,312,370 units (June 30, 2014: 33,312,370 units)	471,845	413,210
Employees of Management Company		
Investment held in the Fund: 27,037 units (June 30, 2014: 68,345 units)	383	848
Summit Bank of Pakistan		
Bank balance	945	719
Cherat Cement Company Limited		
Ordinary shares held: Nil (June 30, 2014: 62 shares)	-	4
Taurus Securities Limited		
Brokerage Payable	9	-

14 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 17, 2015 by the Board of Directors of the Management Company.

15 GENERAL

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

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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