

NBP ISLAMIC MONEY MARKET FUND



ANNUAL REPORT
JUNE 2019



MISSION STATEMENT

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

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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of the Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Nasir Husain	Director
Mr. Abdul Hadi Palekar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Mr. Humayun Bashir	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Humayun Bashir	Member
Mr. Nasir Husain	Member
Mr. Imran Zaffar	Member

Human Resource and Remuneration Committee

Mr. Kamal Amir Chinoy	Chairman
Mr. Nasir Husain	Member
Mr. Humayun Bashir	Member
Mr. Ali Saigol	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Shehryar Faruque	Member
Mr. Abdul Hadi Palekar	Member
Mr. Ali Saigol	Member

Trustee

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

Bankers to the Fund

Allied Bank Limited
Bank Al Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
Summit Bank Limited
United Bank Limited



Auditors

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

Legal Advisor

Akhund Forbes
D-21, Block 4, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.nbpfunds.com

Lahore Office:

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

Islamabad Office:

1st Floor, Ranjha Arcade
Main Double Road, Gulberg Greens,
Islamabad.
UAN: 051-111-111-632
Fax: 051-4859031

Peshawar Office:

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

Multan Office:

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

Board of Directors



Dr. Amjad Waheed, CFA
Chief Executive Officer



Shaikh Muhammad Abdul Wahid Sethi
Chairman



Mr. Kamal Amir Chinoy
Director



Mr. Humayun Bashir
Director



Mr. Nasir Husain
Director



Mr. Ali Saigol
Director



Mr. Shehryar Faruque
Director



Mr. Imran Zaffar
Director

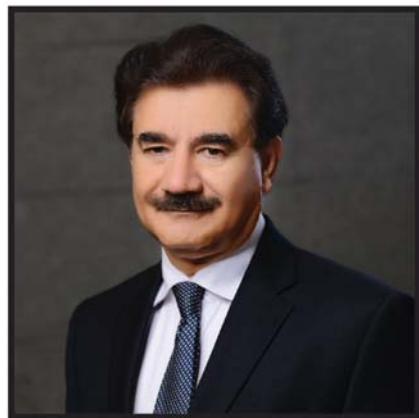


Mr. Abdul Hadi Palekar
Director

Senior Management



Mr. Sajjad Anwar, CFA
Chief Investment Officer



Dr. Amjad Waheed, CFA
Chief Executive Officer



Mr. Muhammad Murtaza Ali
Chief Operating Officer &
Company Secretary



Mr. Khalid Mehmood
Chief Financial Officer



Mr. Samiuddin Ahmed
Country Head Corporate Marketing



Mr. Ozair Khan
Chief Technology Officer



Mr. Salim S Mehdi
Chief Innovation & Strategy Officer



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



Mr. Taha Khan Javed, CFA
Head Of Equity



Mr. Hassan Raza, CFA
Head Of Research



Mr. Waheed Abidi
Head Of Internal Audit



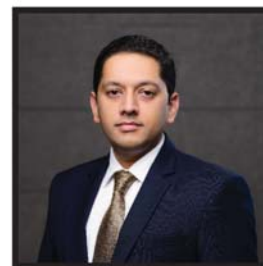
Mr. Salman Ahmed, CFA
Head Of Risk Management



Mr. Zaheer Iqbal, ACA, FPFA
Head Of Operations



Mr. Raheel Rehman, ACA
Head Of Compliance



Mr. Shahbaz Umer
Head Of Human Resource

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the Second Annual Report of NBP Islamic Money Market Fund (Formerly; NAFA Islamic Money Market Fund) for the year ended June 30, 2019.

Fund's Performance

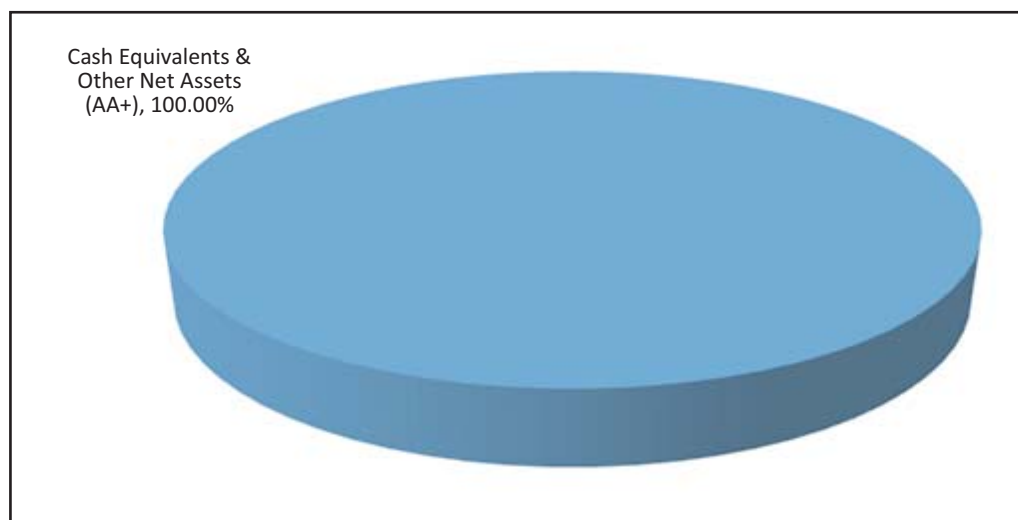
The size of NBP Islamic Money Market Fund has decreased from Rs. 1,519 million to Rs. 750 million during the period, i.e. a significant drop of 51%. During the said period, the unit price of the Fund has increased from Rs. 9.2673 (Ex-Div) on June 30, 2018 to Rs. 10.0226 on June 30, 2019 thus posting a return of 8.2% as compared to its Benchmark return of 3.4% for the same period. The return of the Fund is net of management fee and all other expenses.

NIMMF is categorized as a Shari'ah Compliant Money Market Fund. The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks/Islamic windows of commercial banks. Minimum eligible rating 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 while also providing easy liquidity along with a high quality credit profile.

During FY2019, the State Bank of Pakistan (SBP) held six bi-monthly monetary policy reviews. Aiming to curb the surging demand pressures to address the external account woes and addressing the underlying inflationary pressures, the SBP increased the policy rate from 6.50% to 12.25%. Inflation as measured by CPI increased from 5.2% in June 2018 to 8.9% in June 2019 due to upward adjustment in energy and fuel prices, higher imported inflation due to currency devaluation, and unabated government borrowing from the SBP. Inflation is expected to remain on the upward trajectory due to excessive government borrowings, significant increase in perishable food prices, volatility in international oil prices, currency devaluation, trickle down impact of expected upward adjustment in utility tariffs, pass-through of taxes, and second round impact of currency devaluation.

The Fund has earned a total income of Rs. 114.04 million during the year. After deducting total expenses of Rs. 20.25 million, the net income is Rs. 93.79 million.

The asset allocation of NAFA Islamic Money Market Fund as on June 30, 2019 is as follows:



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 7.702% of the opening ex-NAV (7.702% of the par value) for the period ended June 30, 2019.

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 Deloitte Yousuf Adil & Co., Chartered Accountants, retire and, being eligible, offer themselves for re-appointment for the year ending June 30, 2020.

Directors' Statement in Compliance with best practices contained in the Listed Companies (Code of Corporate Governance) Regulations, 2017

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.
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 four meetings during the year. The attendance of all directors is disclosed in the note 23 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 22 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.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Management Company, being an un-listed company, does not have any minority interest. As at June 30, 2019, the Board included:

Category	Names
Independent Directors	<ol style="list-style-type: none"> 1. Mr. Kamal Amir Chinoy 2. Mr. Shehryar Faruque 3. Mr. Humayun Bashir
Executive Director	Dr. Amjad Waheed - Chief Executive Officer
Non-Executive Directors	<ol style="list-style-type: none"> 1. Shaikh Muhammad Abdul Wahid Sethi (Chairman) 2. Mr. Nasir Husain 3. Mr. Abdul Hadi Palekar 4. Mr. Ali Saigol 5. Mr. Imran Zaffar



Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive

Director

Date: August 30, 2019

Place: Karachi.

ڈائریکٹرز رپورٹ

این بی پی فنڈ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز این بی پی اسلامک منی مارکیٹ فنڈ (سابقہ: NAFA اسلامک منی مارکیٹ فنڈ (NIMMF)) کی دوسری سالانہ رپورٹ برائے تختہ سال 30 جون 2019 پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

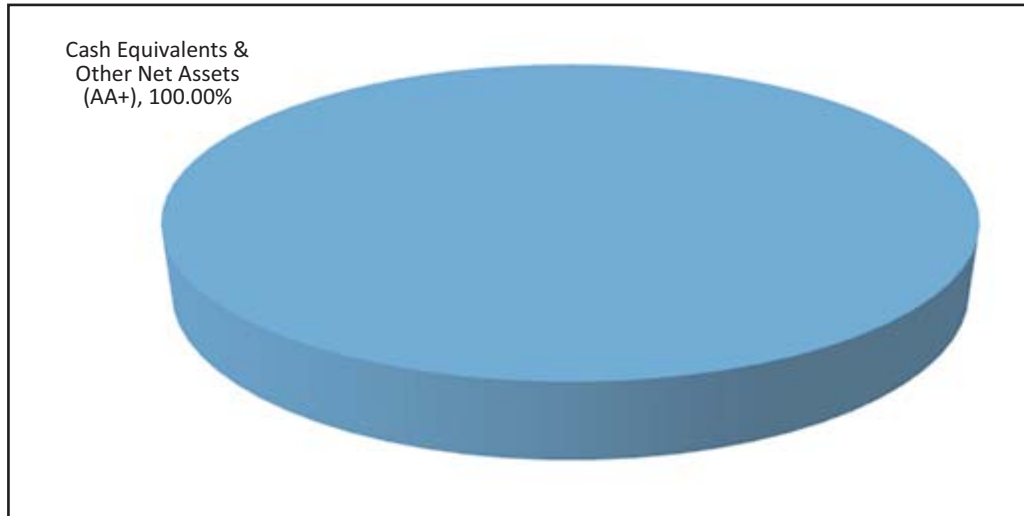
موجودہ مدت کے دوران این بی پی اسلامک منی مارکیٹ فنڈ (NIMMF) کا سائز 1,519 ملین روپے سے کم ہو کر 750 ملین روپے ہو گیا ہے یعنی 51% کی کمی ہوئی۔ زبرد جائزہ مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2018 کو 9.2673 روپے (EX-Div) سے بڑھ کر 30 جون 2019 کو 10.0226 روپے ہو گئی، لہذا اس مدت کے دوران فنڈ نے اپنے بیچ مارک 3.4% کے مقابلے میں 8.2% منافع درج کیا۔ فنڈ کی یہ کارکردگی میجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NIMMF کی درجہ بندی بطور شریعہ کیلائے منی مارکیٹ فنڈ کی گئی ہے۔ اس فنڈ کا مقصد اسلامی ٹیکوں / تجارتی ٹیکوں کی اسلامی ونڈوز کی پیش کردہ منافع کی شرحوں کے مقابلے میں تو اترا سے بہتر منافع فراہم کرنا ہے۔ ریٹنگ کم از کم تقاضا AA ہے، جب کہ فنڈ کو چھ ماہ سے زائد میچورٹی والی سیکورٹی میں انویسٹ کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کی بنی تلی اوسط مدت 90 دن سے زائد نہیں ہو سکتی۔

مالی سال 2019 کے دوران، بینک دولت پاکستان (SBP) نے دو ماہ کے وقفے سے چھ ماہی پالیسی جائزوں کا انعقاد کیا۔ بیرونی اکاؤنٹ کی مشکلات اور درپیش افراط زر کے دباؤ کو دور کرنے کے رجحان SBP نے پالیسی کی شرح 6.50% سے 12.25% تک بڑھادی۔ بجلی اور ایندھن کی قیمتوں میں اضافہ، کرنسی کی قدر کی کمی کے باعث درآمدی افراط زر اور SBP سے بلا تخفیف سرکاری قرضہ لینے کے رجحان کے باعث CPI سے پیکش کردہ افراط زر جون 2018 میں 5.2% سے بڑھ کر جون 2019 میں 8.9% ہو گیا۔ حکومت کی طرف سے ضرورت سے زائد قرضہ لینے، ایشیائے خورد و نوش کی قیمتوں میں نمایاں اضافے، بین الاقوامی تیل کی قیمتوں میں اتار چڑھاؤ، کرنسی کی قدر میں کمی، یوٹی لیبز کے نرخوں میں متوقع اضافی ایڈجسٹمنٹ، بیکسوں کا بڑھنا اور کرنسی کی قدر میں کمی کے دوسرے دوری سے اثرات کی وجہ سے افراط زر میں اضافہ متوقع ہے۔

فنڈ نے موجودہ مدت کے دوران 114.04 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 20.25 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 93.79 ملین روپے ہے۔

30 جون 2019 کو NIMMF کی ایسٹ ایلیکیشن حسب ذیل ہے:



آمدنی کی تقسیم

منیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2019 کو ختم ہونے والی مدت کے لئے اوپننگ ex-NAV کے 7.702% (بنیادی قدر کا 7.702%) عبوری نقد ڈیویڈنڈ منظور کیا ہے۔



تعمیر

درج بالا فائدہ منافع سال کے دوران حاصل ہونے والی آمدنی میں سے سرمایہ کاری پر حاصل ہونے والے محصول شدہ اور غیر محصول شدہ کیپٹل گین منہا کرنے کے بعد 90% ہے، اس لئے فنڈ پر آگے آگے آرڈیننس 2001 کے سیکنڈ شیڈول کی پارٹ 1 کی شق 99 کے تحت ٹیکس لاکھ نہیں ہے۔

آڈیٹرز

موجودہ آڈیٹرز، میسرز Deloitte ایسٹ ماڈل اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے ہیں اور اہل ہونے کی بناء پر 30 جون 2020 کو ختم ہونے والے سال کے لئے اپنے آپ کو دوبارہ تقرری کے لئے پیش کرتے ہیں۔

لسٹڈ کمپنیوں کے کوڈ آف کارپوریت گورننس ریگولیشنز 2017 ("CCG") کی بیرونی میں ڈائریکٹرز اسٹیٹمنٹ

- 1 مینجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلوا اور پونٹ ہولڈرز فنڈز میں تبدیلی کی منصفانہ عکاسی کرتے ہیں۔
- 2 فنڈ کے اکاؤنٹس کے کھاتے درست انداز میں رکھے ہوئے ہیں۔
- 3 مالی گوشواروں کی تیاری میں اکاؤنٹنگ کی مناسب پالیسیوں کی مسلسل پیروی کی گئی ہے۔ مالیاتی تخمینے مناسب اور معقول نظریات پر مبنی ہیں۔
- 4 ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
- 5 انٹرنل کنٹرول کا نظام مستحکم اور مؤثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
- 6 فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
- 7 کارپوریت گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
- 8 پرفارمنس ٹیبل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
- 9 ٹیکسوں، ڈیویڈنڈ، حصص اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
- 10 اس مدت کے دوران مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے چار اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 23 میں کی گئی ہے۔
- 11 پونٹ ہولڈنگ کا تفصیلی بیٹرن مالیاتی گوشواروں کے نوٹ 22 میں ظاہر کیا گیا ہے۔
- 12 ڈائریکٹرز ہی ای او، ایف او، کمپنی سیکرٹری اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے پونٹس کی تمام خرید و فروخت ان مالیاتی گوشواروں کے نوٹ 20 میں ظاہر کی گئی ہے۔
- 13 مینجمنٹ کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ مینجمنٹ کمپنی ایک غیر فہرست شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریٹ نہیں رکھتی۔

30 جون 2019 کو بورڈ آف ڈائریکٹرز درج ذیل ارکان پر مشتمل ہیں:

کیٹیگری	نام
غیر جانبدار ڈائریکٹرز	•1 جناب کمال عامر چٹائے
	•2 جناب شہریار فاروق
	•3 جناب ہمایوں بشیر
ایگزیکٹو ڈائریکٹر	ڈاکٹر امجد وحید (چیف ایگزیکٹو آفیسر)
نان ایگزیکٹو ڈائریکٹرز	•1 شیخ محمد عبدالواحد سیدھی (چیئرمین)
	•2 جناب ناصر حسین
	•3 جناب عبدالہادی پالیکر
	•4 جناب علی سیگل
	•5 جناب عمران ظفر



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے بینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ بیکورٹیز اینڈ ایگریمنٹ کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

بورڈ اپنے اسٹاف اور آرٹسٹس کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP بینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 30 اگست 2019

مقام: کراچی

TRUSTEE REPORT TO THE UNIT HOLDERS

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 NBP Islamic Money Market Fund (formerly NAFA Islamic Money Market Fund) (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2019 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.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, September 26, 2019

FUND MANAGER REPORT

NBP Islamic Money Market Fund (Formerly; NAFA Islamic Money Market Fund)

NBP Islamic Money Market Fund (Formerly; NAFA Islamic Money Market Fund) is an Open-End Shari'ah Compliant Money Market Fund.

Investment Objective of the Fund

To provide competitive return with maximum possible capital preservation by investing in low risk and liquid Shariah Compliant authorized instruments.

Benchmark

Three months average deposit rates of three (3) AA rated Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP.

Fund Performance Review

This is the Second Annual report since the launch of the Fund on February 28, 2018. The size of NBP Islamic Money Market Fund (Formerly: NAFA Islamic Money Market Fund) is Rs. 750 million as at June 30, 2019. Since its inception, the Fund has earned an annualized return of 7.3% versus the benchmark return of 3.2%, thus registering an outperformance of 4.1% p.a. During FY19, the Fund posted 8.2% return versus the benchmark return of 3.4%, thus registering an outperformance of 4.8% p.a. This outperformance is net of management fee and other expenses.

NIMMF is an Islamic Money Market Scheme with no direct or indirect exposure to stock market. The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks/Islamic windows of commercial banks. Minimum eligible rating 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 while also providing easy liquidity along with a high quality credit profile.

During FY2019, the State Bank of Pakistan (SBP) held six bi-monthly monetary policy reviews. Aiming to curb the surging demand pressures to address the external account woes and addressing the underlying inflationary pressures, the SBP increased the policy rate from 6.50% to 12.25%. Inflation as measured by CPI increased from 5.2% in June 2018 to 8.9% in June 2019 due to upward adjustment in energy and fuel prices, higher imported inflation due to currency devaluation, and unabated government borrowing from the SBP. Inflation is expected to remain on the upward trajectory due to excessive government borrowings, significant increase in perishable food prices, volatility in international oil prices, currency devaluation, trickle down impact of expected upward adjustment in utility tariffs, pass-through of taxes, and second round impact of currency devaluation.

Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-19	30-Jun-18
Placements with Banks & DFIs	-	-
Money Market Placements	-	-
Cash, Bank Placements & Other Assets	100%	100%
Total	100%	100%

Distribution for the Financial Year 2019

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
January 2019	0.4028	10.4028	10
February 2019	0.0677	10.0677	10
March 2019	0.0732	10.0732	10
April 2019	0.0699	10.0699	10
May 2019	0.0865	10.0865	10
June 2019	0.0701	10.0701	10

Unit Holding Pattern of NAFA Islamic Money Market Fund as on June 30, 2019

Size of Unit Holding (Units)	# of Unit Holders
0-0.99	55
1-1000	223
1001-5000	75
5001-10000	7
10001-50000	31
50001-100000	13
100001-500000	18
500001-1000000	1
1000001-5000000	1
10000001-100000000	1
Total	425

During the period under question

There has been no significant change in the state of affairs of the Fund, other than stated above. NBP Islamic Money Market Fund (Formerly: NAFA Islamic Money Market Fund) does not have any soft commission arrangement with any broker in the industry.

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 2.42 Million. If the same were not made the NAV per unit/FY19 return of scheme would be higher by Re 0.0323/0.35%. For details investors are advised to read note 14 of the Financial Statement of the Scheme for the year ended June 30, 2019.

STATEMENT OF COMPLIANCE WITH THE SHARI'AH PRINCIPLES

NBP Islamic Money Market Fund (Formerly; NAFA Islamic Money Market Fund) (the Fund) has fully complied with the Shari'ah principles specified in the Trust Deed and in the guidelines issued by the Shari'ah Advisor for its operations, investments and placements made during the year ended June 30, 2019. This has been duly confirmed by the Shari'ah Supervisory Board of the Fund.

For and behalf of the board

Date: August 30, 2019
Karachi

Dr. Amjad Waheed, CFA
Chief Executive Officer

Report of the Shari'ah Supervisory Board - NBP Islamic Money Market Fund.

(Formerly NAFA Islamic Money Market Fund)

August 26, 2019/ Dhu Al-Hijjah 24, 1440

Alhamdulillah, the period from July 01, 2018 to June 30, 2019 was the Second year of the operations of NBP Islamic Money Market Fund (NIMMF). This report is being issued in accordance with clause 3.7 of the Offering Document of the Fund. The scope of the report is to express an opinion on the Shari'ah Compliance of the Fund's activity.

In the capacity of Shari'ah Supervisory Board, we have prescribed criteria and procedure to be followed in ensuring Shari'ah Compliance in every investment.

It is the responsibility of the management company of the fund to establish and maintain a system of internal controls to ensure Shari'ah compliance with the Shari'ah policies & guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. 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 prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of NIMMF in light of Shari'ah guidelines.
- ii. All the provisions of the scheme and investments made on account of NIMMF by NBP Funds are Shari'ah Compliant and are in accordance with the criteria established.

On the basis of information provided by the management, nothing has come to our attention that causes us to believe that all the operations of NIMMF for the year ended June 30, 2019 are not in compliance with the Shari'ah principles.

May Allah bless us with best Tawfeeq to accomplish His cherished tasks, make us successful in this world and in the Hereafter, and forgive our mistakes.

For and On Behalf of Meezan Bank Limited
Shari'ah Technical Services and Support Provider

Mufti Muhammad Naveed Alam
Member
Shariah Supervisory Board

Mufti Ehsan Waqar
Shariah Advisor & Member
Shariah Supervisory Board

Dr. Imran Ashraf Usmani
Chairman
Shariah Supervisory Board

INDEPENDENT ASSURANCE REPORT

To the Unit Holders of NBP Islamic Money Market Fund (Formerly; NAFA Islamic Money Market Fund)

Report on Statement of Compliance with the Shari'ah Principles

We have performed an independent assurance engagement of NBP Islamic Money Market Fund (Formerly; NAFA Islamic Money Market Fund) (the Fund), to express an opinion on the annexed Statement of Compliance with the Shariah Principles (the Statement) for the year ended June 30, 2019.

Management Company's responsibility

Management Company (NBP Fund Management Limited) of the Fund is responsible for the preparation of the Statement (the subject matter) and for compliance with the Shariah Principles specified in the Trust Deed and Offering Document of the Fund. This responsibility includes designing, implementing and maintaining internal control to ensure that operations of the Fund and the investments made by the Fund are in compliance with the Shariah Principles.

Responsibility of an independent assurance provider

Our responsibility is to express our conclusion on the Statement based on our independent assurance engagement, performed in accordance with the International Standard on Assurance Engagement (ISAE 3000) 'Assurance Engagements other than Audits or Reviews of Historical Financial Information'. This standard requires that we comply with ethical requirements, including independence requirements, and plan and perform the engagement to obtain reasonable assurance whether the Statement reflects the status of the Fund's compliance with the Shariah Principles specified in the Trust Deed and Offering Document of the Fund.

The procedures selected depend on our judgment, including the assessment of the risks of material non-compliances with the Shariah Principles whether due to fraud or error. In making those risk assessments, we have considered internal controls relevant to the Fund's compliance with the Shariah Principles in order to design procedures that are appropriate in the circumstances, for gathering sufficient appropriate evidence to determine that the Fund was not materially non-compliant with the Shariah Principles. Our engagement was not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

The procedures performed include:

- checked compliance of specific guidelines relating to maintaining of bank accounts and for making investments (on test basis) by the Fund; and
- checked that the Shariah Advisor has certified that the operations of the Fund and investments made by the Fund during the year ended June 30, 2019 are in compliance with the Shariah Principles and where required, purification of income from non-compliant sources has been made in consultation with the Shariah Advisor.

Conclusion

Based on our review, the Statement, in all material respects, presents fairly the status of the Fund's compliance with the Shariah principles for the year ended June 30, 2019.

Deloitte Yousuf Adil
Chartered Accountants

Dated: September 29, 2019
Place: Karachi

INDEPENDENT AUDITOR'S REPORT

To the unit holders of NBP Islamic Money Market Fund (formerly NAFA Islamic Money Market Fund)

Report on the audit of the financial statements

Opinion

We have audited the financial statements of NBP Islamic Money Market Fund (formerly NAFA Islamic Money Market Fund) (the Fund), which comprise the statement of assets and liabilities as at June 30, 2019, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2019, and of its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund and Management Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matter

We have determined that there are no key audit matters to communicate in our report.

Information other than the financial statements and auditor's report thereon

Management Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Responsibilities of Management Company and Those Charged with Governance for the financial statements

Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those Charged with Governance of the Management Company are responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Company.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Those Charged with Governance of Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide Those Charged with Governance of Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with Those Charged with Governance of Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on other legal and regulatory requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Naresh Kumar.

Deloitte Yousuf Adil
Chartered Accountants

Date: September 29, 2019
Place: Karachi

STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2019

	Note	2019 ----- Rupees in '000 -----	2018 ----- Rupees in '000 -----
ASSETS			
Bank Balances	4	747,089	1,513,430
Preliminary and floatation costs	5	802	1,026
Mark-up accrued	6	8,878	9,065
Deposits, Prepayments and other receivables	7	198	202
Total assets		756,967	1,523,723
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company	8	2,233	3,227
Payable to Central Depository Company of Pakistan Limited - Trustee	9	107	211
Payable to the Securities and Exchange Commission of Pakistan	10	928	414
Accrued expenses and other liabilities	11	3,206	1,217
Total liabilities		6,474	5,069
NET ASSETS		750,493	1,518,654
UNIT HOLDERS' FUND (as per statement attached)		750,493	1,518,654
Contingencies and commitments	12		
		Number of units	
Number of units in issue	18	74,880,236	149,594,218
		-----Rupees-----	
Net asset value per unit	19	10.0226	10.1518

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2019

	2019	For the period from February 28, 2018 to June 30, 2018
Note	----- Rupees in '000 -----	
INCOME		
Return / mark-up on bank balances	114,044	33,950
EXPENSES		
Remuneration of NBP Asset Management Limited - Management Company	8.1 11,485	5,519
Sindh Sales Tax on remuneration of the Management Company	8.2 1,493	717
Reimbursement of operational expenses to the Management Company	1,238	552
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	9 1,575	751
Sindh Sales Tax on remuneration of the Trustee	9.2 205	98
Annual fee to the Securities and Exchange Commission of Pakistan	928	414
Settlement and bank charges	127	46
Auditors' remuneration	13 539	297
Preliminary and floatation cost	224	74
Fund rating fee	192	68
Legal and professional charges	68	20
Annual listing fee	27	20
Printing charges	15	35
Shariah advisor fee	224	173
Total expenses	18,340	8,784
Net income from operating activities	95,704	25,166
Provision for Sindh Workers' Welfare Fund	14 (1,914)	(503)
Net income for the year / period before taxation	93,790	24,663
Taxation	15 -	-
Net income for the year / period after taxation	93,790	24,663
Earnings per unit	16	
Allocation of net income for the year / period		
Net income for the year after taxation	93,790	24,663
Income already paid on units redeemed	(28,272)	(4,659)
	65,518	20,004
Accounting income available for distribution:		
- Relating to capital gain	-	-
- Excluding capital gain	65,518	20,004
	65,518	20,004

The annexed notes from 1 to 29 form an integral part of these financial statements.

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director



STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2019

	2019	For the period from February 28, 2018 to June 30, 2018
	----- Rupees in '000 -----	
Net income for the year after taxation	93,790	24,663
Other comprehensive income	-	-
Total comprehensive income for the year / period	93,790	24,663

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Year Ended June 30, 2019			For the period from February 28, 2018 to June 30, 2018		
	(Rupees in '000)			(Rupees in '000)		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Net assets at beginning of the year	1,498,650	20,004	1,518,654	-	-	-
Issue 104,401,421 (2018: 217,224,128 units)						
- Capital value	1,044,014	-	1,044,014	2,172,240	-	2,172,240
- Element of income	22,334	-	22,334	2,946	-	2,946
Total proceeds on issuance of units	1,066,348	-	1,066,348	2,175,186	-	2,175,186
Redemption of 179,115,403 units (2018: 67,629,910 units)						
- Capital value	(1,791,154)	-	(1,791,154)	(676,299)	-	(676,299)
- Element of loss	(1,297)	(28,272)	(29,569)	(237)	(4,659)	(4,896)
Total payments on redemption of units	(1,792,451)	(28,272)	(1,820,723)	(676,536)	(4,659)	(681,195)
Final distribution for the year ended June 30, 2018						
@ Re. 0.1518 / unit declared on July 04, 2018						
- Cash distribution	-	(20,001)	(20,001)	-	-	-
- Refund of capital	(2,707)	-	(2,707)	-	-	-
	(2,707)	(20,001)	(22,708)	-	-	-
Interim distribution for the year ended June 30, 2019						
@ Re. 0.4028 / unit declared on January 29, 2019						
- Cash distribution	-	(28,975)	(28,975)	-	-	-
- Refund of capital	(20,376)	-	(20,376)	-	-	-
@ Re. 0.0677 / unit declared on February 27, 2019						
- Cash distribution	-	(8,079)	(8,079)	-	-	-
- Refund of capital	(202)	-	(202)	-	-	-
@ Re. 0.0732 / unit declared on March 29, 2019						
- Cash distribution	-	(7,752)	(7,752)	-	-	-
- Refund of capital	(14)	-	(14)	-	-	-
@ Re. 0.0699 / unit declared on April 26, 2019						
- Cash distribution	-	(7,283)	(7,283)	-	-	-
- Refund of capital	(247)	-	(247)	-	-	-
@ Re. 0.0865 / unit declared on May 30, 2019						
- Cash distribution	-	(6,525)	(6,525)	-	-	-
- Refund of capital	(98)	-	(98)	-	-	-
@ Re. 0.0701 / unit declared on June 24, 2019						
- Cash distribution	-	(5,222)	(5,222)	-	-	-
- Refund of capital	(95)	-	(95)	-	-	-
	(21,032)	(63,836)	(84,868)	-	-	-
Total distribution for the year	(23,739)	(83,837)	(107,576)	-	-	-
Total comprehensive income for the year / period	-	93,790	93,790	-	24,663	24,663
Net assets at end of the year / period	748,808	1,685	750,493	1,498,650	20,004	1,518,654

NBP ISLAMIC MONEY MARKET FUND (FORMERLY ; NAFA ISLAMIC MONEY MARKET FUND)



STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND FOR THE YEAR ENDED JUNE 30, 2019

	Year Ended June 30, 2019			For the period from February 28, 2018 to June 30, 2018		
	(Rupees in '000)			(Rupees in '000)		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Undistributed income brought forward						
- Realised		20,004			-	
- Unrealised		-			-	
		<u>20,004</u>			<u>-</u>	
Accounting income available for distribution						
- Relating to capital gain		-			-	
- Excluding capital gain		65,518			20,004	
		<u>65,518</u>			<u>20,004</u>	
Distribution during the year		(83,837)			-	
Undistributed income carried forward		<u><u>1,685</u></u>			<u><u>20,004</u></u>	
Undistributed income carried forward						
- Realised		1,685			20,004	
- Unrealised		-			-	
		<u><u>1,685</u></u>			<u><u>20,004</u></u>	
			- (Rupees) -			- (Rupees) -
Net assets value per unit at beginning of the year / period			<u><u>10.1518</u></u>			<u><u>10.0000</u></u>
Net assets value per unit at end of the year / period			<u><u>10.0226</u></u>			<u><u>10.1518</u></u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

	2019	For the period from February 28, 2018 to June 30, 2018
Note	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	93,790	24,663
Adjustments:		
Return / mark-up on - bank balances	(114,044)	(33,950)
Amortization of preliminary expenses and floatation cost	224	74
Provision for Sindh Workers' Welfare Fund	1,914	503
	<u>(111,906)</u>	<u>(33,373)</u>
	(18,116)	(8,710)
(Increase) / decrease in assets		
Preliminary expenses and floatation costs	-	(1,100)
Deposits, prepayments and other receivables	4	(202)
	<u>4</u>	<u>(1,302)</u>
Increase / (decrease) in liabilities		
Payable to the Management Company	(994)	3,227
Payable to the Trustee	(104)	211
Payable to the Securities and Exchange Commission of Pakistan	514	414
Accrued expenses and other liabilities	75	714
	<u>(509)</u>	<u>4,566</u>
Return on bank balances received	114,231	24,885
	<u>95,610</u>	<u>19,439</u>
Net cash generated from operating activities	95,610	19,439
CASH FLOWS FROM INVESTING ACTIVITIES	-	-
Net cash generated from investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	1,042,609	2,175,186
Amounts paid on redemption of units	(1,820,723)	(681,195)
Dividend paid	(83,837)	-
	<u>(861,951)</u>	<u>1,493,991</u>
Net cash generated from financing activities	(861,951)	1,493,991
Net increase in cash and cash equivalents during the year / period	<u>(766,341)</u>	<u>1,513,430</u>
Cash and cash equivalents at the beginning of the year / period	1,513,430	-
Cash and cash equivalents at the end of the year / period	4 <u>747,089</u>	<u>1,513,430</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Money Market Fund (Formerly ; NAFA Islamic Money Market Fund) (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited (formally; NBP Fullerton Asset Management Limited) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on January 09, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on February 07, 2018 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

During the year on June 03, 2019, the name of the Fund has been changed from NAFA Islamic Money Market Fund to NBP Islamic Money Market Fund. The change of name was made effective vide Fund's first supplement Offering document which was approved by SECP vide its letter no. SCD/AMCW/NAFA/438/2019 dated June 03, 2019.

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 SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of Mutual Fund Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and classified as sharia compliant "money market" scheme by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

The objective of the Fund is to provide competitive return with maximum possible capital preservation by investing in low risk and liquid Shariah Compliant authorized instruments.

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

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

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

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

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.

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is the functional and presentation currency of the Fund.

2.4 Adoption of new standards, amendments and interpretations to the published approved accounting standards:

2.4.1 New accounting standards / amendments and IFRS interpretations that are effective for the year ended June 30, 2018

The following standards, amendments and interpretations are effective for the year ended June 30, 2019. These standards, interpretations and the amendments are either not relevant to the Company's operations or are not expected to have significant impact, other than IFRS 9 on the Fund's financial statements other than certain additional disclosures.

**Effective from accounting period
beginning on or after:**

Amendments to IFRS 2 'Share-based Payment' - Clarification on the classification and measurement of share-based payment transactions	January 01, 2018
IFRS 4 'Insurance Contracts': Amendments regarding the interaction of IFRS 4 and IFRS 9.	January 01, 2018
IFRS 9 'Financial Instruments' - This standard will supersede IAS 39 Financial Instruments: Recognition and Measurement upon its effective date. (refer note no. 3.2)	July 01, 2018
IFRS 15 'Revenue' - This standard will supersede IAS 18, IAS 11, IFRIC 13, 15 and 18 and SIC 31 upon its effective date.	July 01, 2018
Amendments to IAS 40 'Investment Property': Clarification on transfers of property to or from investment property.	January 01, 2018
IFRIC 22 'Foreign Currency Transactions and Advance Consideration': Provides guidance on transactions where consideration against non-monetary prepaid asset / deferred income is denominated in foreign currency.	January 01, 2018

Certain annual improvements have also been made to a number of IFRSs, which are also not relevant to the Fund.

2.4.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

Amendments to IFRS 3 'Business Combinations' - Amendments regarding the definition of business	January 01, 2020
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities	January 01, 2019

Effective from accounting period beginning on or after:

Amendments to IFRS 10 'Consolidated Financial Statements' and IAS 28 'Investments in Associates and Joint Ventures' - Sale or contribution of assets between an investor and its associate or joint venture	Effective from accounting period beginning on or after a date to be determined. Earlier application is permitted.
IFRS 16 'Leases': This standard will supersede IAS 17 'Leases', IFRIC 4, SIC 15 and SIC 27 upon its effective date.	January 01, 2019
Amendments to References to the Conceptual Framework in IFRS Standards	January 01, 2020
Amendments to IAS 1 'Presentation of Financial Statements' and IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Amendments regarding the definition of material	January 01, 2020
Amendments to IAS 19 'Employee Benefits' - Amendments regarding plan amendments, curtailments or settlements.	January 01, 2019
Amendments to IAS 28 'Investments in Associates and Joint Ventures' - Amendments regarding long-term interests in an associate or joint venture that form part of the net investment in the associate or joint venture but to which the equity method is not applied.	January 01, 2019
IFRIC 23 'Uncertainty over Income Tax Treatments': Clarifies the accounting treatment in relation to determination of taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under IAS 12 'Income Taxes'.	January 01, 2019

Certain annual improvements have also been made to a number of IFRSs.

Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 14 – Regulatory Deferral Accounts
- IFRS 17 – Insurance Contracts

2.5 Critical accounting estimates and judgments

The preparation of 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 its judgment in the process of applying Fund's accounting policies. Estimates, judgments and assumptions are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from those estimates.

In the process of applying Fund's accounting policies, management has made the following estimates and judgments which are significant to the financial statements:"

- (a) classification of financial assets (note 3.2.1 & 3.19.1)
- (b) impairment of financial assets (note 3.2.1 & 3.19.1)
- (c) provisions (note 3.12)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied are consistent in preparation of the financial statements with those of the previous year except for the application of IFRS - 9 'Financial Instruments' disclosed in note 3.2.

3.1 Cash and cash equivalents

Cash comprises current and saving accounts with banks . Cash equivalents are short term highly liquid investments that are readily convertible to known amounts of cash, are subject to insignificant change in value, and are held for the purpose of meeting short term cash commitments rather than for investment or other purposes.

3.2 Adoption of IFRS 9 - Financial Instruments

IFRS 9 'Financial Instruments' was issued on July 24, 2017. This standard is adopted locally by the Securities and Exchange Commission of Pakistan and is effective from accounting periods beginning on or after July 1, 2018, and consequently has been adopted by the Fund. Accordingly, the Fund has applied the requirements of IFRS 9 to instruments that continue to be recognised as at July 01, 2018 and has not applied the requirements to instruments that have already been derecognised as at July 01, 2018. Comparative amounts in relation to instruments that continue to be recognised as at July 01, 2018 have not been restated as allowed by IFRS 9.

IFRS 9 introduces new requirements for:

- 1) The classification and measurement of financial assets and financial liabilities,
- 2) Impairment of financial assets, and
- 3) General hedge accounting.

Details of these new requirements as well as their impact on the Fund's financial statements are described below except the General Hedge Accounting which the Fund does not apply. The Fund has applied IFRS 9 in accordance with the transition provisions set out in IFRS 9.

3.2.1 Classification and measurement

IFRS 9 contains three principal classification categories for financial assets:

- Measured at amortized cost ("AC"),
- Fair value through other comprehensive income ("FVOCI") and
- Fair value through profit or loss ("FVTPL").

Financial asset at amortised cost

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- 1) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- 2) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset at FVOCI

A financial asset is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- 1) the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- 2) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI, only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

FVOCI financial assets are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI.

Financial asset at FVTPL

All other financial assets are classified as measured at FVTPL (for example: equity held for trading and debt securities not classified either as AC or FVOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Fund changes its business model for managing financial assets.

Financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the profit or loss

Business Model Assessment

The business model is determined under IFRS 9 at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. It is not an instrument-by-instrument analysis; rather it can be performed at a higher level aggregation. It is typically observable through the activities that the entity undertakes to achieve the objective of the business model; all relevant evidence that is available at the date of the assessment (including history of sales of the financial assets) are considered. Following three business models are defined under the IFRS 9:

- 1) Hold to collect business model
- 2) Hold to collect and sell business model
- 3) FVTPL business model

Considering above, the Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The evaluation of the performance of the Fund has been performed on fair value basis for the entire portfolio, as reporting to the key management personnel and to the investors in the form of net asset value (NAV). The investment portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Consequently, all the investments are measured at fair value through profit or loss. For other financial assets which are held for collection continue to be measured at amortised cost.

Classification and measurement of financial liabilities

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in profit or loss.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss. Under IAS 39, the entire amount of the change in the fair value of the financial liability designated as fair value through profit or loss is presented in profit or loss.

The adoption of IFRS 9 does not have any impact on the Fund's accounting policies related to financial liabilities.

Impairment of financial assets

The SECP has, through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017, deferred the applicability of the impairment requirements of IFRS 9 for debt securities on mutual funds. Therefore the Fund will not be subject to the impairment provisions of IFRS 9. Meanwhile, asset management companies shall continue to follow the requirements of Circular 33 of 2012.

For financial assets other than debt securities measured at amortised cost, IFRS 9 requires recognition of impairment based on expected credit loss (ECL) model rather than incurred credit loss model as previously required under IAS 39. Under IFRS 9, the Fund is required to measure loss allowance equal to an amount equal to lifetime ECL or 12 months ECL based on credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

However, majority of the assets of the Fund exposed to credit risk pertain to counter parties which have high credit rating or where credit risk has not been increased since initial recognition. Therefore, management believes that the impact of ECL would be very minimal and hence, the same has not been accounted for in these financial statements.

Impact of change in accounting policies due to adoption of IFRS 9

Financial assets and financial liabilities	Original classification as per old framework	New classification as per IFRS 9	Original carrying value as per old framework	New carrying as per IFRS 9
			Rupees in '000	Rupees in '000
Financial assets				
Bank balances	LR	AC	1,513,430	1,513,430
Financial liabilities				
Payable to NBP Fund Management Limited -	OFL	AC	3,227	3,227
Payable to Central Depository Company of Pakistan Limited - Trustee	OFL	AC	211	211
Payable to Securities and Exchange Commission of Pakistan	OFL	AC	414	414
Accrued expenses and other liabilities	OFL	AC	696	696
Net assets attributable to redeemable units	OFL	AC	1,518,654	1,518,654

"LR" is loans and receivables

"AC" is amortised cost

"FVTPL" is fair value through profit or loss

"OFL" is other financial liabilities

3.3 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of debt securities:

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP). 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 aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

Basis of valuation of government securities:

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKIRSV rates) which are based on the remaining tenor of the securities.

3.4 Impairment of non financial assets

The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the income statement. If in a subsequent period, the amount of an impairment loss recognised decreases, the impairment is reversed through the Income Statement.

3.5 Recognition

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

All financial liabilities are recognized at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognized at fair value and subsequently stated at amortized cost. Financial liabilities are not recognised unless one of the parties has performed its part of the contract or the contract is a derivative contract.

3.6 Derecognition

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

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

3.7 Offsetting of financial instruments

Financial assets and financial liabilities are set off and the net amount is reported in the statement of assets and liabilities if the Fund has a legal right to set off the transaction and also intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

3.8 Regular way contracts

Regular purchases and sales of financial assets are recognized on the trade date i.e. the date that the Fund commits to purchase / sell the assets.

3.9 Financial liabilities

All financial liabilities are recognized 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.

3.10 Issuance 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 date. 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, applicable to units for which the distributors receive redemption applications during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

3.11 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) included in prices of units sold less those in units redeemed is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption.

Element of income / (loss) represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period.

Further, the element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net assets value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

On redemption of units, element of income is paid on units redeemed from element of income contributed by unit holders on issue of units (i.e. return of capital) or the element of income is paid from the income earned by the fund or the element of income is partly paid out of element of income contributed by unit holders (i.e. return of capital) and partly from the income earned by the Fund.

3.12 Provisions

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

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.
- Markup / return on government securities, sukuk certificates, bank balances and term deposits are recognized on a time proportion basis using the effective interest method.

3.14 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 among the unit holders (excluding distribution made by issuance of bonus units).

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.

3.15 Distributions to the unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

3.16 Expenses

All expenses including remuneration of the Fund Manager, Trustee and annual fee to the Securities and Exchange Commission of Pakistan fee are recognized in the Income Statement as and when incurred.

3.17 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 Non-Banking Finance Companies and Notified Entities Regulations, 2008.

3.18 Earnings per unit

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

3.19 Transition to IFRS 9 Financial Instruments

Accounting policies applied to financial instruments prior to July 01, 2018.

Financial assets

3.19.1 Classification

The management of the Fund determines appropriate classification of investments at the time of purchase and classifies these investments at fair value through profit or loss - held-for-trading, loans and receivables or available for-sale.

- Loans and receivables

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

The fund did not have any investments in the fair value through profit or loss - held-for-trading and available for sale categories as at June 30, 2019.

3.19.2 Initial recognition and measurement

Financial assets are initially recognized 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 recognized at fair value and transaction costs are recognized in the 'income statement'.

3.19.3 Subsequent measurement

- Loans and receivables

Subsequent to initial recognition, financial assets classified as 'loans and receivables' are carried at amortized cost using the effective interest method. Gains or losses are also recognized in the 'income statement' when financial assets carried at amortized cost are derecognised or impaired, and through the amortization process.

3.19.4 Impairment of financial assets

The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognized whenever, the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in the 'income statement'.

- Loans and receivables

For financial assets classified as 'loans and receivables', 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 amount of the impairment is the difference between the assets carrying value and present value of estimated future cash outflows, discounted at the original effective interest rate.

	Note	2019	2018
		-----Rupees in '000-----	
4. BALANCE WITH BANKS			
Current accounts	4.1	2,125	3,384
Savings accounts	4.2	744,964	1,510,046
		<u>747,089</u>	<u>1,513,430</u>
4.1	These include bank balances in current accounts amounting to Rs. 1.041 million (June 30, 2018: Rs. 1.580 million), maintained with Summit Bank Limited (related party), respectively.		
4.2	These savings accounts carry mark-up at rates ranging from 2.50% to 13.85% per annum (June 30, 2018: 2.50% to 6.60% per annum).		
5. PRELIMINARY AND FLOATATION COSTS			
Preliminary expenses and floatation costs incurred	5.1	1,026	1,100
Less: amortisation during the period		(224)	(74)
Closing balance		<u>802</u>	<u>1,026</u>
5.1	Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from March 01, 2018 as per the requirements set out in the Trust Deed of the Fund.		
6. MARK-UP ACCRUED			
Mark-up accrued on bank balances		<u>8,878</u>	<u>9,065</u>
7. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Security deposit with Central Depository Company of Pakistan		100	100
Mutual fund rating fee		98	102
		<u>198</u>	<u>202</u>

		2019	2018
	Note	-----Rupees in '000-----	
8. PAYABLE TO NBP FUND MANAGEMENT LIMITED			
Remuneration of the Management Company	8.1	317	1,377
Sindh Sales Tax on remuneration of the Management Company	8.2	41	179
Sales load		78	17
Sindh Sales Tax on sales load	8.2	10	2
Operational charges	8.3	536	552
Other payable		1,251	1,100
		2,233	3,227

8.1 Under the provisions of the NBFC Regulations, the Management Company of the Fund was entitled to a remuneration during the first five years of a Fund, of an amount not exceeding 3% of the average annual net assets of the Fund and thereafter of an amount equal to 2% of such assets provided that Management Company may charge performance based or fixed fee or the combination of both which shall not exceed the limit prescribed in the NBFC Regulations and such fee structure shall be disclosed in the offering document.

On November 25, 2015 SECP has made certain amendments in the NBFC Regulations through S.R.O 1160(1)/2015. As per the provisions of amended NBFC Regulations, the applicable rate has been changed from 2% to 1.5%.

The Management Company has charged management remuneration at the rate of 1% per annum (determined on a daily basis) until April 22, 2019. Thereafter from April 23, 2019, the Management Company has charged management remuneration at the rate of 0.5% per annum (determined on a daily basis). The fee is payable to the Management Company on a monthly basis in arrears.

8.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 13% on remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

8.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3)(s) of the NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

		2019	2018
	Note	-----Rupees in '000-----	
9. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration of the Trustee	9.1	95	187
Sindh Sales Tax on remuneration of the Trustee	9.2	12	24
		107	211

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

Tariff structure applicable to the Fund as at June 30, 2019 is as follows:

Net asset value	Tariff per annum
Upto Rs. 1 Billion	0.15% per annum of net asset value.
1 Billion Upto 10 Billion	"Rs. 1.5 million plus 0.075% per annum of net asset value exceeding Rs. 1 Billion."
Over 10 Billion	"Rs. 8.25 million plus 0.06% per annum of net asset value exceeding Rs. 10 Billion."

9.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 13% on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

10. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

10.1 Under the provisions of the NBFC Regulations, a collective investment scheme categorised as "shariah compliant money market scheme" is required to pay as annual fee to the Securities and Exchange Commission of Pakistan, an amount equal to 0.075 percent of the average annual net assets of the Fund. The fee is paid annually in arrears.

	Note	2019	2018
-----Rupees in '000-----			
11. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		392	297
Provision for Sindh Workers' Welfare Fund	14.	2,417	503
Withholding tax		92	17
Capital gain tax		17	1
Legal and professional charges		12	20
Bank charges		12	19
Printing charges		10	35
Settlement Charges		4	1
Shariah advisor fee		222	173
Others		28	151
		3,206	1,217

12. CONTINGENCIES AND COMMITMENTS

There were no contingencies outstanding as at June 30, 2019 and as at June 30, 2018.

	2019	For the period from February 28, 2018 to June 30, 2018
-----Rupees in '000-----		
13. AUDITORS' REMUNERATION		
Annual audit fee	300	145
Review Fee	120	-
Out of pocket expenses and others including government levies	119	152
	539	297

14. PROVISION FOR WORKERS' WELFARE FUND AND SINDH WORKERS' WELFARE FUND

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs/mutual funds, the MUFAP recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on asset management companies and not on mutual funds.

As at June 30, 2019, the provision in relation to SWWF amounted to Rs. 2.417 million (2018: 0.503 million). Had the provision not being made, the Net Asset Value per unit as at June 30, 2019 would have been higher by Rs. 0.0323 (June 30, 2018: Rs. 0.0034) per unit.

15. 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 ninety % of its 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 ninety percent of accounting income other than capital gains whether realised or unrealised to the unit holders. The Fund has distributed such accounting income for the year ended June 30, 2019 to its unit holders. Accordingly, no provision in respect of taxation has been made in these financial statements.

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.

16. EARNINGS PER UNIT

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

17. TOTAL EXPENSE RATIO

Total expense ratio (all the expenses incurred during the year divided by average net asset value for the year) is 1.64% per annum including 0.37% representing government levies on Collective Investment Schemes such as sales tax and Securities and Exchange Commission of Pakistan fee for the year.

	2019	2018
	-----No. of Units-----	
18. NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the year / period	149,594,218	-
Add: units issued during the year / period	104,401,421	217,224,128
Less: units redeemed during the year / period	(179,115,403)	(67,629,910)
Total units in issue at the end of the year / period	74,880,236	149,594,218

19. NET ASSET VALUE PER UNIT

The net asset value 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 issue at the year end.

20. TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

20.1 Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Baltoro Growth Fund being the sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.

20.2 The transactions with connected persons and related parties are carried at agreed terms.

20.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.

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

20.5 Details of transactions with connected persons are as follows:

2019 2018
----- Rupees in '000 -----

NBP FUND Management Company

Remuneration of the Management Company	11,485	5,519
Sindh Sales Tax on Management Company's remuneration	1,493	717
Operational expenses	1,238	552
Sales load paid to the Management Company	69	19

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	1,575	751
Sindh Sales Tax on Remuneration of the Trustee	205	98
CDS charges	7	3

Employees of the Management Company

Units issued / transferred in 388,826 units (2018: 8,917)	3,907	90,000
Units redeemed / transferred out 388,282 units (2018: 8,917)	3,908	90,134

**CDC Trustee NAFA Islamic Capital Preservation Plan-1 -
(Common Management)**

Units issued / transferred in 37,459,679 units (2018: 201,315,660)	372,011	2,015,879
Unit redeemed / transferred out 117,630,431 units (2018: 53,582,060)	1,200,611	540,560

2019 2018
----- Rupees in '000 -----

20.6 Amounts outstanding as at year end are as follows:

NBP FUND Management Limited

Remuneration of the Management Company	317	1,377
Sindh Sales Tax payable on remuneration of the Management Company	41	179
Operational expenses	536	552
Sales load	78	17
Sindh Sales Tax and Federal Excise Duty on sales load	10	2
Other Payable	1,251	1,100

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable	95	187
Sindh Sales tax Remuneration payable	12	24
CDC Charges	-	1
Security deposit	100	100

Employees of Management Company

Investment held in the Fund: 573 Units (2018: Nil)	6	-
--	---	---

Summit Bank (Common Directorship with the Management Company)

Bank balance	1,041	1,580
--------------	-------	-------

**CDC Trustee NAFA Islamic Capital Preservation Plan-1 -
(Common Management)**

Investment held in the Fund: 67,562,848 units (2018:147,733,600 units)	677,155	1,499,762
--	---------	-----------

21. PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER

Details of members of the investment committee of the Fund are as follows:

S.No.	Name	Designation	Qualification	Experience in years
1	Dr. Amjad Waheed	Chief Executive	Doctorate in Business Administration, MBA & CFA	31
2	Mr. Sajjad Anwar	Chief Investment Officer	MBA & CFA	19
3	Mr. 'Muhammad Ali Bhabha	Fund Manager	CFA, FRM, MBA & MS(CS)	24
4	Mr. Hassan Raza		ACCA, BSC, CFA	8
5	Mr. Taha Khan Javed		MBA & CFA	13

21.1 Mr. Muhammad Ali Bhabha is the manager of the Fund. Other Funds being managed by the Fund manager are as follows:

- NBP Mahana Amdani Fund (Formerly NAFA Savings Plus Fund)
- NBP Savings Fund (Formerly NAFA Income Fund)
- NBP Islamic Savings Fund (Formerly NAFA Islamic Income Fund)
- NBP Islamic Mahana Amdani Fund (Formerly NBP Aitemaad Mahana Amdani Fund)
- NBP Riba Free Savings Fund
- NBP Income Opportunity Fund
- NBP Financial Sector Income Fund
- NBP Government Securities Liquid Fund
- NBP Money Market Fund
- NBP Islamic Money Market Fund
- NBP Active Allocation Riba Free Savings Fund
- NAFA Government Securities Savings Fund
- NBP Government Securities Fund-I

22. PATTERN OF UNIT HOLDING

Category	As at June 30, 2019		
	Number of unit holders	Net asset value of the amount invested	Percentage of total investment
	Rupees in '000		
Individuals	410	68,725	9.16%
NBFC's	1	677,155	90.23%
Retirement Funds	2	2,204	0.29%
Public Listed Companies	1	150	0.02%
Others	11	2,259	0.30%
	425	750,493	100%

Category	As at June 30, 2018		
	Number of unit holders	Net asset value of the amount invested	Percentage of total investment
	(Rupees in '000)		
Individuals	34	18,892	1.24%
Others	1	1,499,762	98.76%
	35	1,518,654	100%

23. ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

The 68th, 69th, 70th, and 71th Board meetings were held on September 05, 2018, October 30, 2018, February 25, 2019 and April 26, 2019, respectively. Information in respect of attendance by directors in the meetings is given below:

Name of the Director	Number of meetings			Meetings not attended
	Held	Attended	Leave granted	
Mr. Mudassir H. Khan	2	1	1	69th
Mr. Tariq Jamali	2	-	2	68th & 69th
Mr. Abdul Hadi Palekar	4	3	1	70th
Foo Chiah Chinug (Dr. Kelvin Foo)	2	1	1	69th
Mr. Kamal Amir Chinoy	4	3	1	70th
Mr. Shehryar Faruque	4	3	1	68th
Mr. Humayun Bashir	4	4	-	-
Mr. Wajahat Rasul Khan	2	2*	-	-
Mr. Amjad waheed	4	4	-	-
Mr. Shaikh Muhammad Abdul Wahid Sethi	2	2*	-	-
Mr. Nasir Husain	2	2*	-	-
Mr. Ali Saigol	2	2*	-	-
Mr. Imran Zaffar	2	2*	-	-

23.1 Mr. Shaikh Muhammad Abdul Wahid Sethi, Mr. Nasir Husain, Mr. Ali Saigol and Mr. Imran Zaffar were appointed as directors on Board with effect from December 17, 2018.

23.2 Mr. Foo Chiah Chiung (Dr. Kelvin Foo), Mr. Wajahat Rasul Khan, Mr. Mudassir H. Khan and Mr. Tariq Jamali resigned from the Board October with effect from 17, 2018, however, their resignations were approved by the SECP on January 18, 2019.

*These directors were appointed and retired/resigned during the year, therefore the number of meetings held in respect of these directors is less than the total number of meetings held during the year.

24. FINANCIAL INSTRUMENTS BY CATEGORY

As at June 30, 2019

	At amortised cost	At fair value through profit or loss	Total
-----Rupees in '000-----			
Financial Assets			
Balances with banks	747,089	-	747,089
Mark-up accrued	8,878	-	8,878
Deposits and other receivables	198	-	198
	756,165	-	756,165
Financial Liabilities			
Payable to the Management Company	2,233	-	2,233
Payable to Central Depository Company of Pakistan Limited - Trustee	107	-	107
Accrued expenses and other liabilities	680	-	680
Net assets attributable to redeemable units	750,493	-	750,493
	753,513	-	753,513

As at June 30, 2018			
	Loans and receivables	At fair value through profit or loss	Total
	-----Rupees in '000-----		
Financial Assets			
Balances with banks	1,513,430	-	1,513,430
Mark-up accrued	9,065	-	9,065
Deposits	100	-	100
	1,522,595	-	1,522,595
	1,522,595	-	1,522,595
	As at June 30, 2018		
	At fair value through profit or loss	At Amortised cost	Total
	-----Rupees in '000-----		
Financial Liabilities			
Payable to the Management Company	-	3,227	3,227
Payable to Central Depository Company of Pakistan Limited - Trustee	-	211	211
Accrued expenses and other liabilities	-	696	696
Net assets attributable to redeemable units	-	1,518,654	1,518,654
	-	1,522,788	1,522,788
	-	1,522,788	1,522,788

25. FINANCIAL RISK MANAGEMENT

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

25.1 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 regulations laid down by the Securities and Exchange Commission of Pakistan and Investment Committee.

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

25.1.1 Currency risk

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

25.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

(a) Sensitivity analysis for variable rate instruments

As at June 30, 2019, the Fund holds balance in saving accounts exposing the Fund to interest rate risk. In case of 100 basis points increase / decrease in bank profit rates as on June 30, 2019, the net assets of the Fund would have been higher / lower by approximately Rs. 7.45 million (2018: 15.10 million)

The composition of the Fund's investment portfolio and rates announced by Financial Market Association of Pakistan is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2019 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

(b) Sensitivity analysis for fixed rate instruments

As at June 30, 2019, the Fund does not hold any fixed rate instruments that may expose the fund to fair value interest rate risk.

Interest rate sensitivity position for on balance sheet financial instruments based on the earlier of contractual repricing or maturity date and for off balance sheet instruments based on settlement date is as follows:

As at June 30, 2019					
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					
Balances with banks	2.5 - 13.85	747,089	744,964	-	2,125
Profit receivable		8,878	-	-	8,878
Deposits		100	-	-	100
		<u>756,067</u>	<u>744,964</u>	-	<u>11,103</u>
Financial liabilities					
Payable to the Management Company		2,233	-	-	2,233
Payable to the Trustee		107	-	-	107
Accrued expenses and other liabilities		680	-	-	680
Net assets attributable to redeemable units		<u>750,493</u>	-	-	<u>750,493</u>
		<u>753,513</u>	-	-	<u>753,513</u>
On-balance sheet gap		<u>2,554</u>	<u>744,964</u>	-	<u>(742,410)</u>
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap		-	-	-	-

As at June 30, 2018					
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					
Balances with banks	2.75 - 7.5	1,513,430	1,510,046	-	3,384
Profit receivable		9,065	-	-	9,065
Deposits		100	-	-	100
		<u>1,522,595</u>	<u>1,510,046</u>	-	<u>12,549</u>
Financial liabilities					
Payable to the Management Company		3,227	-	-	3,227
Payable to the Trustee		211	-	-	211
Accrued expenses and other liabilities		696	-	-	696
Net assets attributable to redeemable units		<u>1,518,654</u>	-	-	<u>1,518,654</u>
		<u>1,522,788</u>	-	-	<u>1,522,788</u>
On-balance sheet gap		<u>(193)</u>	<u>1,510,046</u>	-	<u>(1,510,239)</u>
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap		-	-	-	-

25.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all instruments traded in the market. Presently, the Fund is not exposed to equity price risk as the Fund does not hold any equity securities as at June 30, 2019.

25.2 Credit risk

Credit risk represents the risk of a loss if counterparties fail to perform as contracted. The Fund's credit risk is primarily attributable to bank balances, mark-up accrued receivable on bank balances and other receivables. The credit risk on liquid funds is limited because the counter parties are financial institutions with reasonably high credit ratings. In addition, the internal risk management policies and investment guidelines (approved by the investment Committee) require the Fund to invest in debt securities that have been rated by a well known rating agency. The risk of default is considered minimal due to inherent systematic measures taken therein. The Fund does not face any credit risk with respect to investment in government securities as these represent the interest of the Government of Pakistan. Therefore, the Fund does not expect to incur material credit losses on its financial assets.

The Fund's significant credit risk arises mainly on account of its placements with banks. The credit rating profile of balances with banks is as follow:

Bank balances by rating category	June 30, 2019
AAA	99.2%
AA+	0.5%
AA-	0.1%
AA	0.0%
Suspended	0.1%

The maximum exposure to credit risk before any credit enhancement is as follows :

	June 30, 2019	
	Amount of financial assets	Maximum Exposure
Balances with banks	747,089	747,089
Mark-up accrued	8,878	8,878
Deposits	198	198
	756,165	756,165
	June 30, 2018	
	Amount of financial assets	Maximum Exposure
Balances with banks	1,513,430	1,513,430
Mark-up accrued	9,065	9,065
Deposits	202	202
	1,522,697	1,522,697

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentrations of credit risk.

25.3 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 to the Fund.

The Fund is exposed to daily cash redemptions 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 damages to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

For the purpose of making redemptions, the Fund has the ability to borrow in the short term. However, such need did not arise during the year. The maximum amount available to the Fund from the borrowing would be limited to fifteen % 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 may also 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 did not withhold any significant redemptions during the year.

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

	June 30, 2019			
	Total	Upto three months	Over three months and upto one year	Over one year
	Rupees in '000			
Financial liabilities				
Payable to the Management Company	2,233	2,233	-	-
Payable to the Trustee	107	107	-	-
Accrued expenses and other liabilities	680	680	-	-
Net assets attributable to redeemable units	750,493	750,493	-	-
	753,513	753,513	-	-

	June 30, 2018			
	Total	Upto three months	Over three months and upto one year	Over one year
	-----Rupees in '000-----			
Financial liabilities				
Payable to the Management Company	3,227	3,227	-	-
Payable to the Trustee	211	211	-	-
Accrued expenses and other liabilities	696	696	-	-
Net assets attributable to redeemable units	1,518,654	1,518,654	-	-
	1,522,788	1,522,788	-	-

26. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to 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:

Fair value hierarchy

- **Level 1** Quoted prices (unadjusted) in active markets for identical assets or liabilities
- **Level 2** 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 3** Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

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

NBP ISLAMIC MONEY MARKET FUND

(FORMERLY ; NAFA ISLAMIC MONEY MARKET FUND)



	Note	Carrying Value			Fair Value		
		Fair value through profit & loss	Amortized Cost	Total	Level 1	Level 2	Total
June 30, 2019							
----- Rupees in '000 -----							
Financial assets measured at fair value							
		-	-	-	-	-	-
Financial assets not measured at fair value							
Bank balances	4	-	747,089	747,089	-	-	-
Mark-up accrued	6	-	8,878	8,878	-	-	-
Deposits and other receivables	7	-	100	100	-	-	-
		-	756,067	756,067	-	-	-
Financial liabilities not measured at fair value							
Payable to the Management Company	8	-	2,233	2,233	-	-	-
Remuneration payable to the trustee	9	-	107	107	-	-	-
Accrued expenses and other liabilities	11	-	-	-	-	-	-
Net assets attributable to redeemable units		-	750,493	750,493	-	-	-
		-	752,833	752,833	-	-	-

	Carrying Value				'Fair Value		
	Fair value through profit & loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Total
June 30, 2018							
----- Rupees in '000 -----							
Financial assets measured at fair value							
	-	-	-	-	-	-	-
Financial assets not measured at fair value							
Bank balances	-	-	1,513,430	-	1,513,430	-	-
Mark-up accrued	-	-	9,065	-	9,065	-	-
Deposits and other receivables	-	-	100	-	100	-	-
	-	-	1,522,595	-	1,522,595	-	-
Financial liabilities not measured at fair value							
Payable to the Management Company	-	-	-	3,227	3,227	-	-
Remuneration payable to the trustee	-	-	-	211	211	-	-
Accrued expenses and other liabilities	-	-	-	696	696	-	-
Net assets attributable to redeemable units	-	-	-	1,518,654	1,518,654	-	-
	-	-	-	1,522,788	1,522,788	-	-

26.1 The Fund has not disclosed the fair values for these financial assets (other than investment) and for financial liabilities, as these are either short term in nature or are repriced periodically. Therefore, their carrying amounts are reasonable approximation of their fair values.

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 in the statement of movement in unit holders' fund.

The Fund has no restrictions on the issuance and redemption of units. As required under the NBFC Regulations, 2008 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 historically maintained and complied with the requirement of minimum fund size at all times.

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 25, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption requests which would be augmented by disposal of investments where necessary.

28. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on August 30, 2019.

29. GENERAL

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

**For NBP Fund Management Limited
(Management Company)**

Chief Financial Officer

Chief Executive Officer

Director

PERFORMANCE TABLE

Particulars	For the Year Ended June 30, 2019	For the Year Ended June 30, 2018
Net assets at the year / period ended (Rs '000)	750,493	1,518,654
Net income for the year / period ended (Rs '000)	93,790	24,663
Net Asset Value per unit at the year / period ended (Rs)	10.0226	10.1518
Offer Price per unit at year end	10.0792	10.2092
Redemption Price per unit at year end	10.0226	10.1518
Highest offer price per unit (Rs)	10.0792	10.2092
Lowest offer price per unit (Rs)	9.3269	10.0565
Highest redemption price per unit (Rs)	10.0226	10.1518
Lowest redemption price per unit (Rs)	9.2716	10.0000
Opening Nav of Fiscal Year	9.2673	10.0000
Total return of the fund	8.15%	4.50%
Capital growth	0.45%	0.00%
Income distribution as a % of ex nav	7.70%	1.52%
Income distribution as a % of par value	7.70%	1.52%
Distribution		
Interim distribution per unit	0.7001	-
Final distribution per unit	0.0701	0.1518
Distribution Dates		
Interim	29-Jan-19	-
Interim	27-Feb-19	-
Interim	29-Mar-19	-
Interim	26-Apr-19	-
Interim	30-May-19	-
Interim	24-Jun-19	-
Final		4-Jul-18
Average annual return of the fund (launch date May 16, 2009)		
(Since inception to June 30, 2019)	7.25%	
(Since inception to June 30, 2018)		4.50%
Portfolio Composition (Please see Fund Manager Report)		
Weighted average portfolio duration	1 Days	1 Days

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

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