

# NAFA ISLAMIC ACTIVE ALLOCATION FUND - I



HALF YEARLY REPORT  
**DECEMBER 31, 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 Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Saad Amanullah Khan	Director
Mr. Humayun Bashir	Director

### Company Secretary & COO

Mr. Muhammad Murtaza Ali

### Chief Financial Officer

Mr. Khalid Mehmood

### Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

### Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

### Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

### Trustee

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

### Bankers to the Fund

Allied Bank Limited  
Albaraka Bank of Pakistan  
Bank Islami Pakistan Limited  
Dubai Islamic Bank Pakistan Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
Silk Bank Limited  
United Bank Limited



## **Auditors**

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

## **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](http://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

## DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the reviewed financial statements of **NAFA Islamic Active Allocation Fund - I (NIAAF- I)** for the half year ended December 31, 2019.

NAFA Islamic Active Allocation Fund-I has been constituted in the form of a Trust Scheme that shall invest in following Collective Investment Schemes through five (5) Allocation Plans including NAFA Islamic Active Allocation Plan-I (NIAAP-I), NAFA Islamic Active Allocation Plan-II (NIAAP-II), NAFA Islamic Active Allocation Plan-III (NIAAP-III), NAFA Islamic Active Allocation Plan-IV (NIAAP-IV) & NAFA Islamic Active Allocation Plan-V (NIAAP-V).

**Islamic Income Fund:  
Islamic Equity Fund:**

**NBP Active Allocation Riba Free Savings Fund  
NBP Islamic Active Allocation Equity Fund**

Reversing the negative trend of the last two years, the market staged a strong recovery as the benchmark KMI-30 Index surged by 22.0% during 1HFY2020, however the period was characterized with large swings. Despite flurry of positive developments that included accord of the IMF for USD 6 billion Extended Funds facility (EFF); commencement of Saudi oil facility worth USD 3.3 billion, and USD 500 million flow of funds from Qatar; the market started off the period under review on a frail note. The benchmark KMI-30 Index declined by around 17% by mid-August as investors remained concerned over slowdown in economic activity. The deteriorating Pakistan-India relations over repealing of article 370 in Kashmir by the later triggered panic selling with the Index hitting multi-year low of 44,929 points on August 16, 2019. Consequently, the attractive valuations prompted value buying and the shift in investors' mood was also supported by improving macroeconomic indicators, mainly on external account front, as the current account deficit declined massively by 74% to USD 2.2 billion during 1HFY2020, from USD 8.6 billion in same period last year. Resumption of foreign currency inflows from multilateral donor agencies and portfolio inflows in government securities boosted the SBP's FX reserves to USD 11.3 billion, the highest level since April, 2018. Sharply falling yields on the longer tenure government securities (PIBs), a harbinger to reversal of monetary tightening cycle also buoyed market sentiment. As a result, the market staged robust rally, surging by 47.0% from the bottom in mid-August, taking 1HFY2020 return to 22.0%.

In terms of sectoral performance, Engineering, Pharmaceuticals, Paper & Board, Chemicals and Transport out-performed the market, while Automobile, Commercial Banks, Power Generation & Distribution lagged behind. On the participant-wise activity, Individuals remained major buyers with net inflows of USD 140 million, along with Other Organizations that accumulated positions worth USD 14 million. On the other hand, Banks/DFIs, Mutual Funds, and Insurance were net sellers with net outflows to the tune of USD 91 million, USD 53 million, and USD 20 million, respectively.

During 1HFY20, the State Bank of Pakistan (SBP) held three bi-monthly Monetary Policy Committee (MPC) meetings. To contain inflationary pressures, the SBP in its Monetary Policy Meeting in July 2019, increased the policy rate by 100bps to 13.25%. In the later two Monetary Policy Statements, the SBP left the Policy Rate unchanged despite uptick in inflation. The market saw an increase in the issuance of debt securities in the primary market, although it remained under-supplied against the large and growing demand. In the secondary market, the trading activity in the Corporate Sukuks remained skewed towards high quality debt issues with cumulative traded value of around Rs. 3.9 billion compared to Rs. 4.8 billion in the same period last year.

### **NAFA Islamic Active Allocation Plan-I (NIAAP-I)**

#### **Plan's Performance**

During the period, the unit price of NAFA Islamic Active Allocation Plan-I (NIAAP-I) has increased from Rs. 105.5664 on June 30, 2019 to Rs. 126.2432 on December 31, 2019, thus showing an increase of 19.6%. The Benchmark increased by 20.6%. Thus, the Fund has underperformed its Benchmark by 1.0%. Since inception, the unit price of NAFA Islamic Active Allocation Plan-I (NIAAP-I) has increased from Rs.96.3133 (Ex-Div) on January 15, 2016 to Rs.126.2432 on December 31, 2019, thus showing an increase of 31.1%. The Benchmark return during the same period was 32.5%. Thus, the Fund has underperformed its Benchmark by 1.4%. This performance is net of management fee and all other expenses. The size of the Fund is Rs.27 million.

NAFA Islamic Active Allocation Plan-I (NIAAP-I) has incurred a total income of Rs. 20.596 million during the period. After deducting for total expenses of Rs.0.833 million, the net income is Rs. 19.763 million. The asset allocation of the Fund as on December 31, 2019 is as follows:

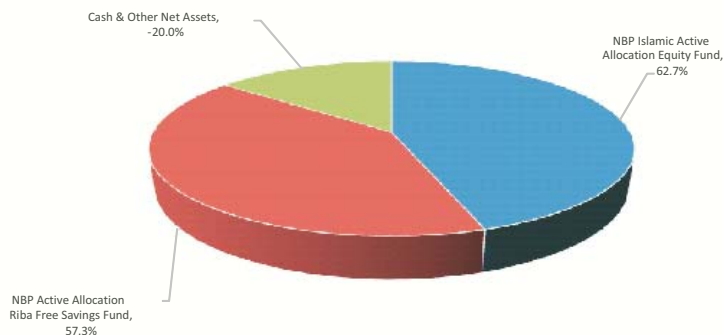


## NAFA Islamic Active Allocation Plan-II (NIAAP-II)

### Plan's Performance

During the period, the unit price of NAFA Islamic Active Allocation Plan-II (NIAAP-II) has increased from Rs. 104.8409 on June 30, 2019 to Rs.111.5553 on December 31, 2019, thus showing an increase of 6.4%. The Benchmark increased by 4.8%. Thus, the Fund has outperformed its Benchmark by 1.6%. Since inception, the unit price of NAFA Islamic Active Allocation Plan-II (NIAAP-II) has increased from Rs.92.5617 (Ex-Div) on March 04, 2016 to Rs. 111.5553 on December 31, 2019, thus showing an increase of 20.5%. The Benchmark return during the same period was 15.8%. Thus, the Fund has outperformed its Benchmark by 4.7%. This performance is net of management fee and all other expenses. The size of the Fund is Rs.24 million.

NAFA Islamic Active Allocation Plan-II (NIAAP-II) has incurred a total income of Rs. 2.334 million during the period. After deducting for total expenses of Rs.0.326 million, the net income is Rs. 2.008 million. The asset allocation of the Fund as on December 31, 2019 is as follows:



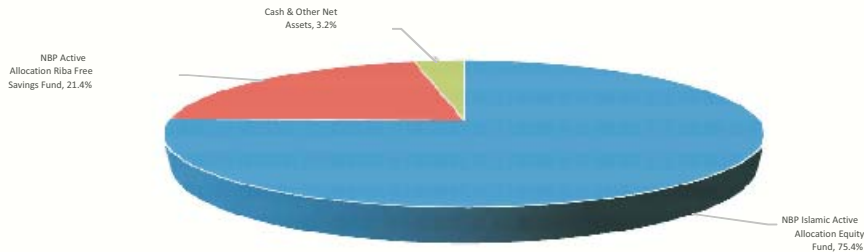
## NAFA Islamic Active Allocation Plan-III (NIAAP-III)

### Plan's Performance

During the period, the unit price of NAFA Islamic Active Allocation Plan-III (NIAAP-III) has increased from Rs. 97.8500 on June 30, 2019 to Rs. 115.9378 on December 31, 2019, thus showing an increase of 18.5%. The Benchmark increased by 20.0%. Thus, the Fund has underperformed its Benchmark by 1.5%. Since inception, the unit price of NAFA Islamic Active Allocation Plan-III (NIAAP-III) has increased from Rs.97.4023 (Ex-Div) on June 28, 2016 to Rs. 115.9378 on December 31, 2019, thus showing an increase of 19.0%. The Benchmark increased during the same period was 17.9%. Thus, the Fund has outperformed its Benchmark by 1.1%. This performance is net of management fee and all other expenses. The size of the Fund is Rs.136 million.

NAFA Islamic Active Allocation Plan-III (NIAAP-III) has incurred a total income of Rs. 58.522 million during the period. After deducting for total expenses of Rs.1.885 million, the net income is Rs. 56.637 million. The asset allocation of the Fund as on December 31, 2019 is as follows:



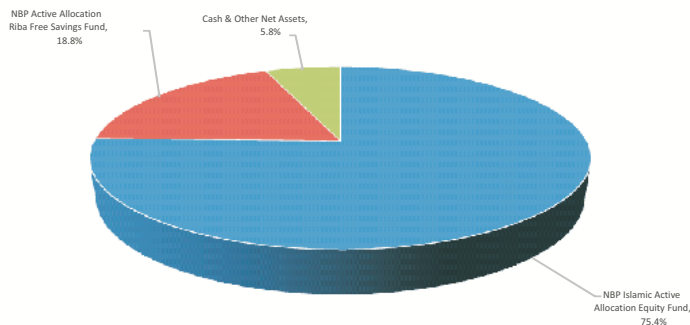


## NAFA Islamic Active Allocation Plan-IV (NIAAP-IV)

### Plan's Performance

During the period, the unit price of NAFA Islamic Active Allocation Plan-IV (NIAAP-IV) has increased from Rs. 88.5089 on June 30, 2019 to Rs. 104.9189 on December 31, 2019, thus showing an increase of 18.5%. The Benchmark increased by 20.3%. Thus, the Fund has underperformed its Benchmark by 1.8%. Since inception, the unit price of NAFA Islamic Active Allocation Plan-IV (NIAAP-IV) has increased from Rs.96.1581 (Ex-Div) on September 30, 2016 to Rs. 104.9189 on December 31, 2019, thus showing an increase of 9.1%. The Benchmark increased during the same period was 12.5%. Thus, the Fund has underperformed its Benchmark by 3.4%. This performance is net of management fee and all other expenses. The size of the Fund is Rs.160 million.

NAFA Islamic Active Allocation Plan-IV (NIAAP-IV) has incurred a total income of Rs. 35.051 million during the period. After deducting for total expenses of Rs.1.232 million, the net income is Rs. 33.819 million. The asset allocation of the Fund as on December 31, 2019 is as follows:



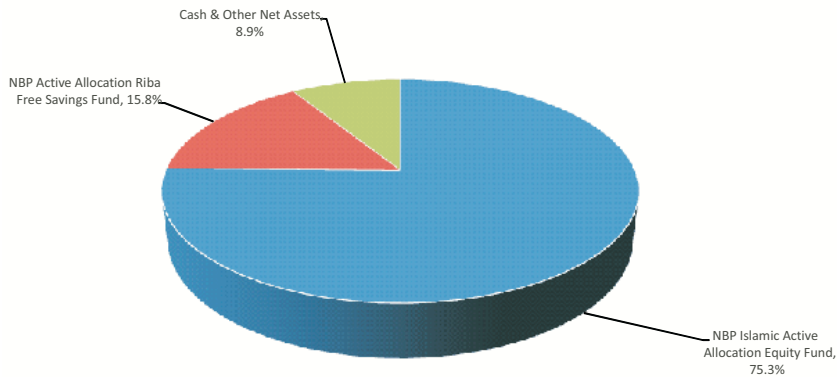
## NAFA Islamic Active Allocation Plan-V (NIAAP-V)

### Plan's Performance

During the period, the unit price of NAFA Islamic Active Allocation Plan-V (NIAAP-V) has increased from Rs. 81.1099 on June 30, 2019 to Rs. 96.0702 on December 31, 2019, thus showing an increase of 18.4%. The Benchmark increased by 20.1%. Thus, the Fund has underperformed its Benchmark by 1.7%. Since inception, the unit price of NAFA Islamic Active Allocation Plan-V (NIAAP-V) has decreased from Rs.100.00 on January 12, 2017 to Rs. 96.0702 on December 31, 2019, thus showing a decrease of 3.9%. The Benchmark decline during the same period was 3.2%. Thus, the Fund has underperformed its Benchmark by 0.7%. This performance is net of management fee and all other expenses. The size of the Fund is Rs.216 million.

NAFA Islamic Active Allocation Plan-V (NIAAP-V) has incurred a total income of Rs. 38.895 million during the period. After deducting for total expenses of Rs.1.451 million, the net income is Rs. 37.444 million. The asset allocation of the Fund as on December 31, 2019 is as follows:





## 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: February 27, 2020  
Place: Karachi.

## ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2019ء کو ختم ہونے والی ششماہی کے لئے NAFA اسلامک ایکٹو ایلوکیشن فنڈ-I (NIAAF-I) کے جائزہ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

NAFA اسلامک ایکٹو ایلوکیشن فنڈ-I (NIAAF-I) ایک ٹرسٹ اسکیم کی شکل میں تیار کیا گیا ہے جو کہ پانچ (5) ایلوکیشن پلانز کے ذریعے درج ذیل مجموعی سرمایہ کاری اسکیموں میں سرمایہ کاری کریں گے، یہ پلانز NAFA اسلامک ایکٹو ایلوکیشن پلان-I (NIAAP-I)، NAFA اسلامک ایکٹو ایلوکیشن پلان-II (NIAAP-II)، NAFA اسلامک ایکٹو ایلوکیشن پلان-III (NIAAP-III)، NAFA اسلامک ایکٹو ایلوکیشن پلان-IV (NIAAP-IV) اور NAFA اسلامک ایکٹو ایلوکیشن پلان-V (NIAAP-V) ہیں۔

اسلامک آئٹم فنڈ: NBP ایکٹو ایلوکیشن ریٹائرمنٹ فنڈ  
اسلامک ایکٹیو فنڈ: NBP اسلامک ایکٹو ایلوکیشن ایکٹیو فنڈ

گذشتہ دو برسوں کے متفی رجحان کو ختم کرتے ہوئے مالی سال 2020 کی پہلی ششماہی میں مارکیٹ مستحکم ہوئی اور KMI-30 انڈیکس میں 22 فی صد اضافہ ہوا تاہم اس دوران مارکیٹ میں اتار چڑھاؤ آتے رہے۔ آئی ایم ایف سے 6 بلین ڈالر کے توسیعی قرضہ (EFF) کی منظوری، سعودی عرب سے 3.3 بلین ڈالر مالیت کی پٹرولیم مصنوعات کی فراہمی اور قطر سے 500 بلین ڈالر جیسی پرجوش مثبت پیش رفت کے باوجود ریٹائرمنٹ کا آغاز سست روی کا شکار رہا۔ سرمایہ کاروں کا سست معاشی سرگرمیوں کے تخففات کے باعث وسط اگست تک KMI-30 انڈیکس میں 17 فی صد کمی واقع ہوئی۔ کشمیر میں آرتیکل 370 کے نفاذ پر پاک بھارت کشیدگی کی وجہ سے 16 اگست 2019ء کو انڈیکس گذشتہ برسوں کی کم ترین سطح 44,929 پوائنٹس تک پہنچ گیا۔ نتیجتاً، پُرکشش قیمتوں نے خریداری کی حوصلہ افزائی کی اور بہتر معاشی اشاروں نے سرمایہ کاروں کے مزاج میں تبدیلی کی جسکی بنیادی وجہ بیرونی اکاؤنٹ میں بہتری تھی جیسا کہ بڑے پیمانے پر کرنٹ اکاؤنٹ خسارہ مالی سال 2020 کی پہلی ششماہی کے دوران 74 فی صد کم ہوا یعنی 2.2 بلین ڈالر ہو گیا جو گذشتہ برس کی اسی مدت میں 8.6 بلین ڈالر تھا۔ کثیر طرفہ ڈونر ایجنسیوں سے غیر ملکی ترسیلات زر کا آغاز اور حکومتی سیکورٹیز کے پورٹ فولیو میں اضافہ کی وجہ سے اسٹیٹ بینک آف پاکستان کے غیر ملکی زرمبادلہ کے ذخائر میں 11.3 بلین ڈالر تک اضافہ ہوا جو اپریل 2018ء سے بلند ترین سطح ہے۔ طویل مدتی حکومتی سیکورٹیز (PIB) میں تیزی سے کمی معاشی تناؤ کو ختم کرنے کا پیش خیمہ ثابت ہوا جس کی وجہ سے مارکیٹ میں استحکام آیا۔ نتیجتاً، وسط اگست میں مارکیٹ میں کم ترین سطح سے 47.0 فی صد کا مضبوط اضافہ دیکھا گیا اور مالی سال 2020 کی پہلی ششماہی میں مارکیٹ میں 22 فی صد اضافہ رہا۔

شعبہ جاتی کارکردگی کے تناظر میں انجینئرنگ، فارماسیوٹیکلز، کاغذ اور بورڈ، کیمیکلز اور ٹرانسپورٹ نے مارکیٹ میں بہتر کارکردگی کا مظاہرہ کیا جبکہ آٹوموبائل، کمرشل بینک، پاور جنریشن اور ڈسٹری بیوشن نے ان کی پیروی کی۔ شریک دار سرگرمیوں کے تناظر میں انفرادی شرکت دار 140 بلین ڈالر کے مجموعی انفلو کے ساتھ بڑے خریدار رہے جب کہ دیگر اداروں نے 14 بلین ڈالر کے ساتھ پوزیشن مستحکم کی۔ دوسری جانب، بینک/DFI، میوچل فنڈز اور انشورنس بالترتیب 91 بلین ڈالر، 53 بلین ڈالر اور 20 بلین ڈالر کے مجموعی آؤٹ فلو کے ساتھ بڑے فروخت کنندگان رہے۔

مالی سال 2020 کی پہلی ششماہی میں اسٹیٹ بینک آف پاکستان نے تین دو ماہی معاشی پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 2019ء میں منعقدہ ماہی پالیسی کے اجلاس میں پالیسی ریٹ کو 100bps کے اضافہ کے ساتھ 13.25 فی صد تک بڑھا دیا۔ دیگر دو ماہی پالیسی بیانات میں افراط زر میں اضافہ کے باوجود SBP نے پالیسی ریٹ کو مستحکم رکھا۔ بنیادی مارکیٹ میں debt سیکورٹیز کے اجراء میں اضافہ ہوا اگرچہ بڑھتی ہوئی طلب کے مقابلہ میں اس کی رسد کم رہی۔ ثانوی مارکیٹ میں کارپوریٹ سٹاک کی تجارتی سرگرمیوں کا رجحان بہتر معیار کے debt اجراء کی طرف رہا اور تجارتی حجم گذشتہ سال 4.8 بلین روپے کے مقابلہ میں 3.9 بلین روپے رہا۔

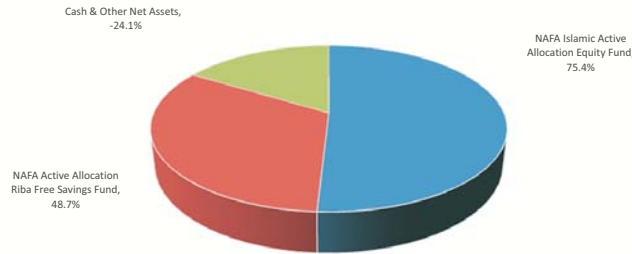
## NAFA اسلامک ایکٹو ایلوکیشن پلان-I (NIAAP-I)

### پلان کی کارکردگی

موجودہ مدت کے دوران NAFA اسلامک ایکٹو ایلوکیشن پلان I (NIAAP-I) کی یونٹ قیمت 30 جون 2019 کو 105.5664 روپے سے بڑھ کر 31 دسمبر 2019 کو 126.2432 روپے ہو گئی، جو %19.6 کا اضافہ ظاہر کر رہی ہے۔ بیچ مارک میں اضافہ %20.6 تھا۔ لہذا، فنڈ نے اپنے بیچ مارک سے %1.0 اہتر کارکردگی دکھائی۔ اپنے قیام سے اب تک NAFA اسلامک ایکٹو ایلوکیشن پلان I (NIAAP-I) کے یونٹ کی قیمت 15 جنوری 2016 کو 96.3133 روپے (EX-Div) سے بڑھ کر 31 دسمبر 2019 کو 126.2432 روپے ہو گئی، لہذا %31.1 کا اضافہ ہوا۔ اسی مدت کے دوران بیچ مارک نفع %32.5 تھا۔ لہذا پلان نے اپنے بیچ مارک سے %1.4 اہتر کارکردگی دکھائی۔ پلان کی یہ کارکردگی بیچمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ پلان کا سائز 27 ملین روپے ہے۔

NAFA اسلامک ایکٹو ایلوکیشن پلان I (NIAAP-I) نے اس مدت کے دوران 20.596 ملین روپے کی مجموعی آمدنی کمائی۔ 0.833 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 19.73 ملین روپے ہے۔

31 دسمبر 2019 کو پلان کی ایسٹ ایلوکیشن درج ذیل ہے:



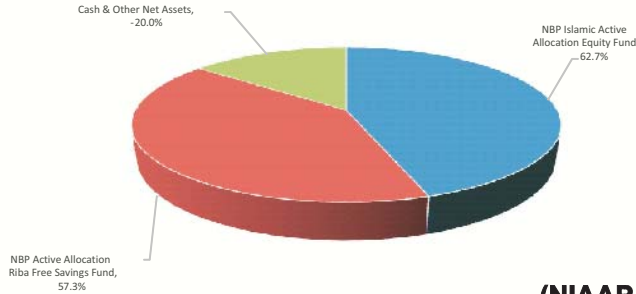
## NAFA اسلامک ایکٹو ایلوکیشن پلان-II (NIAAP-II)

### پلان کی کارکردگی

موجودہ مدت کے دوران NAFA اسلامک ایکٹو ایلوکیشن پلان II (NIAAP-II) کے یونٹ کی قیمت 30 جون 2019 کو 104.8409 روپے سے بڑھ کر 31 دسمبر 2019 کو 111.5533 روپے ہو گئی، لہذا %6.4 کا اضافہ ظاہر کیا۔ بیچ مارک جو %4.8 زیادہ ہوا۔ لہذا پلان نے بیچ مارک سے %1.6 کی بہتر کارکردگی کا مظاہرہ کیا ہے۔ 04 مارچ 2016 کو اپنے آغاز کے وقت NAFA اسلامک ایکٹو ایلوکیشن پلان II (NIAAP-II) کے یونٹ کی قیمت 92.5617 روپے (EX-Div) سے بڑھ کر 31 دسمبر 2019 کو 111.5533 روپے ہو گئی، لہذا %20.5 کا اضافہ دکھایا۔ اس مدت کے دوران بیچ مارک منافع %15.8 تھا۔ لہذا فنڈ نے اپنے بیچ مارک سے %4.7 بہتر کارکردگی کا مظاہرہ کیا۔ پلان کی یہ کارکردگی بیچمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ پلان کا سائز 24 ملین روپے ہے۔

NIAAP-II کو سال کے دوران 2.334 ملین روپے کی مجموعی آمدنی ہوئی۔ 0.326 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 2.008 ملین روپے ہے۔

31 دسمبر 2019 کو پلان کی ایسٹ ایلوکیشن درج ذیل ہے:



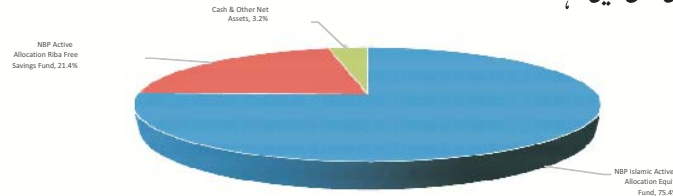
## NAFA اسلامک ایکٹو ایلوکیشن پلان-III (NIAAP-III)

### پلان کی کارکردگی

موجودہ مدت کے دوران، NAFA اسلامک ایکٹو ایلوکیشن پلان-III (NIAAP-III) کی یونٹ قیمت 30 جون 2019 کو 97.8500 روپے سے بڑھ کر 31 دسمبر 2019 کو 115.9378 روپے ہو گئی، لہذا، % 18.5 کا اضافہ ظاہر کیا۔ بیچ مارک جو % 20.0 زیادہ ہوا۔ لہذا فنڈ نے بیچ مارک کی % 1.5 بہتر کارکردگی کا مظاہرہ کیا ہے۔ 28 جون 2016 کو اپنے قیام کے وقت NAFA اسلامک ایکٹو ایلوکیشن پلان-III (NIAAP-III) کے یونٹ کی قیمت 97.4023 روپے (EX-Div) سے بڑھ کر 31 دسمبر 2019 کو 115.9378 روپے ہو گئی، لہذا % 19.0 کا اضافہ دکھایا۔ اسی مدت کے دوران بیچ مارک % 17.9 زیادہ ہوا۔ لہذا پلان نے اپنے بیچ مارک سے % 1.1 بہتر کارکردگی کا مظاہرہ کیا۔ پلان کی یہ کارکردگی منجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ پلان کا سائز 136 ملین روپے ہے۔

NIAAP-III کو اس مدت کے دوران 58.522 ملین روپے کی مجموعی آمدنی ہوئی۔ 1.885 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 56.637 ملین روپے ہے۔

31 دسمبر 2019 کو پلان کی ایسٹ ایلوکیشن درج ذیل ہے:



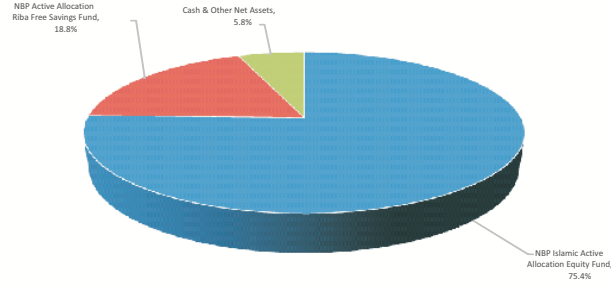
## NAFA اسلامک ایکٹو ایلوکیشن پلان-IV (NIAAP-IV)

### پلان کی کارکردگی

موجودہ مدت کے دوران، NAFA اسلامک ایکٹو ایلوکیشن پلان-IV (NIAAP-IV) کی یونٹ قیمت 30 جون 2019 کو 88.5089 روپے سے بڑھ کر 31 دسمبر 2019 کو 104.9189 روپے ہو گئی، لہذا، % 18.5 کا اضافہ ظاہر کیا۔ بیچ مارک جو % 20.3 زیادہ ہوا۔ لہذا پلان نے اپنے بیچ مارک سے % 1.8 کی بہتر کارکردگی کا مظاہرہ کیا ہے۔ 30 ستمبر 2016 کو اپنے قیام کے وقت NAFA اسلامک ایکٹو ایلوکیشن پلان-IV (NIAAP-IV) کے یونٹ کی قیمت 96.1581 روپے (EX-Div) سے بڑھ کر 31 دسمبر 2019 کو 104.9189 روپے ہو گئی، لہذا % 9.1 کا اضافہ دکھایا۔ اسی مدت کے دوران بیچ مارک % 12.5 زیادہ ہوا۔ لہذا پلان نے اپنے بیچ مارک سے % 13.4 بہتر کارکردگی کا مظاہرہ کیا۔ پلان کی یہ کارکردگی منجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ پلان کا سائز 160 ملین روپے ہے۔

NIAAP-IV کو اس مدت کے دوران 35.051 ملین روپے کی مجموعی آمدنی ہوئی۔ 1.232 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 33.819 ملین روپے ہے۔

31 دسمبر 2019 کو پلان کی ایسٹ ایلوکیشن درج ذیل ہے:



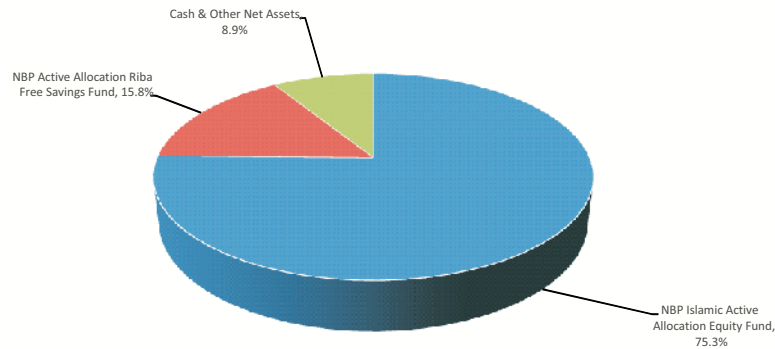
## NAFA اسلامک ایکٹو ایلوکیشن پلان (NIAAP-V)

### پلان کی کارکردگی

موجودہ مدت کے دوران، NAFA اسلامک ایکٹو ایلوکیشن پلان (NIAAP-V) کی یونٹ قیمت 30 جون 2019 کو 81.1099 روپے سے بڑھ کر 31 دسمبر 2019 کو 96.0702 روپے ہو گئی، لہذا، 18.4% کا اضافہ ظاہر کیا۔ بیچ مارک جو 20.1% زیادہ ہوا۔ لہذا پلان نے 1.7% بیچ مارک کی ایتر کارکردگی کا مظاہرہ کیا ہے۔ 12 جنوری 2017 کو اپنے قیام کے وقت NAFA اسلامک ایکٹو ایلوکیشن پلان (NIAAP-V) کے یونٹ کی قیمت 100.00 روپے سے کم ہو کر 31 دسمبر 2019 کو 96.0702 روپے ہو گئی، لہذا 3.9% کی کمی دکھائی۔ اسی مدت کے دوران بیچ مارک 3.2% کم ہوا۔ لہذا پلان نے اپنے بیچ مارک سے 10.7% ایتر کارکردگی کا مظاہرہ کیا۔ پلان کی یہ کارکردگی منجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ پلان کا سائز 216 ملین روپے ہے۔

NIAAP-V کو اس مدت کے دوران 38.895 ملین روپے کی مجموعی آمدنی ہوئی۔ 1.451 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 37.444 ملین روپے ہے۔

31 دسمبر 2019 کو پلان کی ایسٹ ایلوکیشن درج ذیل ہے:





اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج 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 ٹرسٹی 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 فنڈ مینجمنٹ لمیٹڈ**

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 27 فروری 2020ء

مقام: کراچی

## TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of NAFA Islamic Active Allocation Fund-I (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 for the period ended December 31, 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, February 26, 2020



## INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NAFA Islamic Active Allocation Fund - I (the Fund)** as at December 31, 2019 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year then ended. The Management Company (NBP Fund Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2019 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2019.

### Scope of Review

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

### Conclusion

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

**A.F. Ferguson & Co.**  
Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2020  
Karachi

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2019

		December 31, 2019 (Un-audited)					
		NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
		(Rupees in 000)					
<b>ASSETS</b>							
Bank balances	4	2,279	2,217	12,713	12,110	20,124	49,443
Investments	5	33,951	29,064	131,786	150,728	196,885	542,414
Profit receivable		1	42	185	182	182	592
Other receivables		-	-	3	3	50	56
<b>Total assets</b>		<b>36,231</b>	<b>31,323</b>	<b>144,687</b>	<b>163,023</b>	<b>217,241</b>	<b>592,505</b>
<b>LIABILITIES</b>							
Payable to NBP Fund Management Company Limited - Management Company	6	3,127	2,770	3,092	73	104	9,166
Payable to Central Depository Company of Pakistan Limited - Trustee	7	2	1	9	11	23	46
Payable to the Securities and Exchange Commission of Pakistan	8	11	3	31	19	27	91
Payable against purchase of investments		-	-	-	-	-	-
Accrued expenses and other liabilities	9	5,719	4,336	5,463	2,957	1,156	19,631
<b>Total liabilities</b>		<b>8,859</b>	<b>7,110</b>	<b>8,595</b>	<b>3,060</b>	<b>1,310</b>	<b>28,934</b>
<b>NET ASSETS</b>		<b>27,372</b>	<b>24,213</b>	<b>136,092</b>	<b>159,963</b>	<b>215,931</b>	<b>563,571</b>
<b>UNIT HOLDERS' FUND</b> (as per statement attached)		<b>27,372</b>	<b>24,213</b>	<b>136,092</b>	<b>159,963</b>	<b>215,931</b>	<b>563,571</b>
<b>CONTINGENCIES AND COMMITMENTS</b>							
		-----Number of units-----					
<b>NUMBER OF UNITS IN ISSUE</b>		<b>216,822</b>	<b>217,047</b>	<b>1,173,840</b>	<b>1,524,634</b>	<b>2,247,638</b>	
		-----Rupees-----					
<b>NET ASSET VALUE PER UNIT</b>	11	<b>126.2432</b>	<b>111.5553</b>	<b>115.9378</b>	<b>104.9189</b>	<b>96.0702</b>	

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2019

		June 30, 2019 (Audited)					
		NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
		----- (Rupees in 000) -----					
<b>ASSETS</b>							
Bank balances	4	36,634	2,551	29,554	70,677	29,665	169,081
Investments	5	146,670	52,011	356,539	204,134	334,799	1,094,153
Profit receivable		179	77	438	411	363	1,468
Other receivables		-	-	-	-	47	47
<b>Total assets</b>		183,483	54,639	386,531	275,222	364,874	1,264,749
<b>LIABILITIES</b>							
Payable to NBP Fund Management Company Limited - Management Company	6	3,245	2,825	3,269	1,845	1,222	12,406
Payable to Central Depository Company of Pakistan Limited - Trustee	7	19	6	34	25	42	126
Payable to the Securities and Exchange Commission of Pakistan	8	285	231	496	373	568	1,953
Payable against purchase of investments		27,778	-	-	52,520	-	80,298
Accrued expenses and other liabilities	9	5,231	4,323	4,308	2,127	395	16,384
<b>Total liabilities</b>		36,558	7,385	8,107	56,890	2,227	111,167
<b>NET ASSETS</b>		<u>146,925</u>	<u>47,254</u>	<u>378,424</u>	<u>218,332</u>	<u>362,647</u>	<u>1,153,582</u>
<b>UNIT HOLDERS' FUND</b> (as per statement attached)		<u>146,925</u>	<u>47,254</u>	<u>378,424</u>	<u>218,332</u>	<u>362,647</u>	<u>1,153,582</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	10	-----Number of units-----					
<b>NUMBER OF UNITS IN ISSUE</b>		<u>1,391,776</u>	<u>450,724</u>	<u>3,867,391</u>	<u>2,466,777</u>	<u>4,471,054</u>	
		-----Rupees-----					
<b>NET ASSET VALUE PER UNIT</b>	11	<u>105.5664</u>	<u>104.8409</u>	<u>97.8500</u>	<u>88.5089</u>	<u>81.1099</u>	

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

### INCOME

Gain on sale of investments - net  
Dividend income  
Profit on bank balances

Unrealised appreciation on re-measurement of investments classified as at fair value through profit or loss - net

### Total income

### EXPENSES

Remuneration of NBP Fund Management Limited - Management Company  
Sindh sales tax on remuneration of the Management Company  
Remuneration of Central Depository Company of Pakistan Limited - Trustee  
Sindh sales tax on remuneration of the Trustee  
Annual fee of the Securities and Exchange Commission of Pakistan  
Settlement and bank charges  
Listing fee  
Auditors' remuneration  
Allocated expenses  
Legal and professional charges  
Shariah advisor fee  
Amortisation of preliminary expenses and floatation costs  
Printing charges

### Total expenses

### Net income from operating activities

Provision against Sindh Workers' Welfare Fund

### Net income for the period before taxation

Taxation

### Net income for the period after taxation

### Allocation of net income for the period

Net income for the period after taxation  
Income already paid on units redeemed

### Accounting income available for distribution

- Relating to capital gains  
- Excluding capital gains

### Earnings / (loss) per unit

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Half year ended December 31, 2019						
Note	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
	(Rupees in 000)					
	15,700	1,191	36,828	10,729	7,827	72,275
	-	-	-	-	-	-
	621	241	1,659	1,016	1,413	4,950
	16,321	1,432	38,487	11,745	9,240	77,225
5.2	4,275	902	20,035	23,306	29,655	78,173
	20,596	2,334	58,522	35,051	38,895	155,398
6.1	17	-	117	77	130	341
	2	-	15	10	17	44
	38	12	109	68	94	321
	5	2	14	9	12	42
	11	3	31	19	27	91
	19	1	15	9	19	63
	-	-	2	-	2	4
6.3	201	211	188	209	200	1,009
	55	17	156	97	135	460
	61	33	17	22	20	153
	6	5	54	17	26	108
	-	-	-	-	-	-
	15	1	9	5	5	35
	430	285	727	542	687	2,671
	20,166	2,049	57,795	34,509	38,208	152,727
	(403)	(41)	(1,158)	(690)	(764)	(3,056)
	19,763	2,008	56,637	33,819	37,444	149,671
12	-	-	-	-	-	-
	19,763	2,008	56,637	33,819	37,444	149,671
	19,763	2,008	56,637	33,819	37,444	149,671
	(15,382)	(551)	(32,529)	(9,119)	(6,023)	(63,604)
	4,381	1,457	24,108	24,700	31,421	86,067
	3,936	1,523	20,906	24,703	30,362	81,430
	445	(66)	3,202	(3)	1,059	4,637
	4,381	1,457	24,108	24,700	31,421	86,067

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

Half year ended December 31, 2018						
	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
(Rupees in 000)						
	(4,003)	(4,389)	(111)	(5,406)	(10,109)	(24,018)
	2,312	3,671	6,982	4,568	4,235	21,768
	1,017	1,056	1,642	1,173	2,005	6,893
	(674)	338	8,513	335	(3,869)	4,643
	(9,924)	(11,583)	(18,211)	(11,862)	(18,762)	(70,342)
	(10,598)	(11,245)	(9,698)	(11,527)	(22,631)	(65,699)
<b>INCOME</b>						
Loss on sale of investments - net						
Dividend income						
Profit on bank balances						
Unrealised diminution on re-measurement of investments classified as at fair value through profit or loss - net						
<b>Total income</b>						
<b>EXPENSES</b>						
Remuneration of NBP Fund Management Limited - Management Company	6.1	111	121	211	171	931
Sindh sales tax on remuneration of the Management Company		14	16	27	22	120
Remuneration of Central Depository Company of Pakistan Limited - Trustee		146	156	258	196	1,064
Sindh sales tax on remuneration of the Trustee		19	20	34	25	138
Annual fee of the Securities and Exchange Commission of Pakistan		163	174	290	220	1,194
Settlement and bank charges		50	26	26	68	237
Listing fee		-	-	-	-	-
Auditors' remuneration		179	179	177	179	893
Allocated expenses	6.3	172	184	305	232	1,258
Legal and professional charges		19	21	36	28	133
Shariah advisor fee		50	50	49	50	257
Amortisation of preliminary expenses and floatation costs		-	-	-	17	92
Printing charges		-	-	5	58	63
<b>Total expenses</b>		923	947	1,418	1,266	6,380
<b>Net loss from operating activities</b>		(11,521)	(12,192)	(11,116)	(12,793)	(24,457)
Provision against Sindh Workers' Welfare Fund		-	-	-	-	-
<b>Net loss for the period before taxation</b>		(11,521)	(12,192)	(11,116)	(12,793)	(24,457)
Taxation	12	-	-	-	-	-
<b>Net loss for the period after taxation</b>		(11,521)	(12,192)	(11,116)	(12,793)	(24,457)
<b>Allocation of net income for the period</b>						
Net income for the period after taxation		-	-	-	-	-
Income already paid on units redeemed		-	-	-	-	-
<b>Accounting income available for distribution</b>						
- Relating to capital gains		-	-	-	-	-
- Excluding capital gains		-	-	-	-	-
<b>Earnings / (loss) per unit</b>						

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The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

### INCOME

Gain on sale of investments - net  
Dividend income  
Profit on bank balances  
  
Unrealised appreciation / (diminution) on  
re-measurement of investments classified as  
at fair value through profit or loss - net

### Total income

### EXPENSES

Remuneration of NBP Fund Management  
Limited - Management Company  
Sindh sales tax on remuneration of the  
Management Company  
Remuneration of Central Depository Company  
of Pakistan Limited - Trustee  
Sindh sales tax on remuneration of the Trustee  
Annual fee of the Securities and Exchange  
Commission of Pakistan  
Settlement and bank charges  
Listing fee  
Auditors' remuneration  
Allocated expenses  
Legal and professional charges  
Shariah advisor fee  
Amortisation of preliminary expenses and floatation costs  
Printing charges

### Total expenses

### Net income from operating activities

Provision against Sindh Workers' Welfare Fund

### Net income for the period before taxation

Taxation

### Net income for the period after taxation

### Earnings / (loss) per unit

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Quarter ended December 31, 2019						
	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
Note	(Rupees in 000)					
	15,694	1,060	36,121	10,416	9,270	72,561
	-	-	-	-	-	-
	258	137	747	484	674	2,300
	15,952	1,197	36,868	10,900	9,944	74,861
	7,118	(38)	27,970	27,895	37,336	100,281
	23,070	1,159	64,838	38,795	47,280	175,142
6.1	10	-	53	40	63	166
	1	-	7	5	8	21
	15	5	47	33	42	142
	2	1	6	4	5	18
	4	1	13	9	12	39
	-	1	10	5	10	26
	-	-	2	-	2	4
	37	141	105	112	127	522
6.3	22	7	68	47	61	205
	53	9	12	4	10	88
	4	1	8	-	-	13
	-	-	-	-	-	-
	7	1	5	3	3	19
	155	167	336	262	343	1,263
	22,915	992	64,502	38,533	46,937	173,879
	(403)	(20)	(1,158)	(690)	(764)	(3,035)
	22,512	972	63,344	37,843	46,173	170,844
12	-	-	-	-	-	-
	22,512	972	63,344	37,843	46,173	170,844
13						

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

### INCOME

(Loss) / gain on sale of investments - net
Dividend income
Profit on bank balances
Unrealised diminution on re-measurement of investments classified as at fair value through profit or loss - net
<b>Total income</b>

### EXPENSES

Remuneration of NBP Fund Management Limited - Management Company
Sindh sales tax on remuneration of the Management Company
Remuneration of Central Depository Company of Pakistan Limited - Trustee
Sindh sales tax on remuneration of the Trustee
Annual fee of the Securities and Exchange Commission of Pakistan
Settlement and bank charges
Listing fee
Auditors' remuneration
Allocated expenses
Legal and professional charges
Shariah advisor fee
Amortisation of preliminary expenses and floatation costs
Printing charges
<b>Total expenses</b>

### Net loss from operating activities

Provision against Sindh Workers' Welfare Fund

### Net loss for the period before taxation

Taxation

### Net loss for the period after taxation

### Earnings / (loss) per unit

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Quarter ended December 31, 2018						
Note	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
(Rupees in 000)						
	(716)	(1,096)	357	1,084	(2,030)	(2,401)
	-	-	-	-	1	1
	509	554	847	502	860	3,272
	(207)	(542)	1,204	1,586	(1,169)	872
					-	
	(9,029)	(9,618)	(17,783)	(12,853)	(17,736)	(67,019)
	(9,236)	(10,160)	(16,579)	(11,267)	(18,905)	(66,147)
6.1	54	67	102	66	125	414
	7	9	13	8	16	53
	70	75	121	86	133	485
	9	10	16	11	17	63
	77	83	135	95	149	539
	34	26	13	17	46	136
	-	-	-	-	-	-
6.3	106	107	95	105	108	521
	82	88	142	101	156	569
	10	11	33	19	15	88
	1	1	24	1	9	36
	-	-	-	-	38	38
	-	-	-	35	-	40
	450	477	699	544	812	2,982
	(9,686)	(10,637)	(17,278)	(11,811)	(19,717)	(69,129)
	-	-	-	-	-	-
	(9,686)	(10,637)	(17,278)	(11,811)	(19,717)	(69,129)
12	-	-	-	-	-	-
	(9,686)	(10,637)	(17,278)	(11,811)	(19,717)	(69,129)
13						

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

	Half year ended December 31, 2019					Total
	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	
	------(Rupees in 000)-----					
<b>Net income for the period after taxation</b>	19,763	2,008	56,637	33,819	37,444	149,671
Other comprehensive income for the period	-	-	-	-	-	-
<b>Total comprehensive Income for the period</b>	<u>19,763</u>	<u>2,008</u>	<u>56,637</u>	<u>33,819</u>	<u>37,444</u>	<u>149,671</u>

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

Half year ended December 31, 2018						
NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total	
------(Rupees in 000)-----						
Net loss for the period after taxation	(11,521)	(12,192)	(11,116)	(12,793)	(24,457)	(72,079)
Other comprehensive income for the period	-	-	-	-	-	-
<b>Total comprehensive loss for the period</b>	<u>(11,521)</u>	<u>(12,192)</u>	<u>(11,116)</u>	<u>(12,793)</u>	<u>(24,457)</u>	<u>(72,079)</u>

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

	Quarter ended December 31, 2019					Total
	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	
	------(Rupees in 000)-----					
<b>Net income for the period after taxation</b>	<b>22,512</b>	<b>972</b>	<b>63,344</b>	<b>37,843</b>	<b>46,173</b>	<b>170,844</b>
Other comprehensive income for the period	-	-	-	-	-	-
<b>Total comprehensive Income for the period</b>	<b>22,512</b>	<b>972</b>	<b>63,344</b>	<b>37,843</b>	<b>46,173</b>	<b>170,844</b>

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019

	Quarter ended December 31, 2018					Total
	NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	
	------(Rupees in 000)-----					
<b>Net loss for the period after taxation</b>	(9,686)	(10,637)	(17,278)	(11,811)	(19,717)	(69,129)
Other comprehensive income for the period	-	-	-	-	-	-
	<u>(9,686)</u>	<u>(10,637)</u>	<u>(17,278)</u>	<u>(11,811)</u>	<u>(19,717)</u>	<u>(69,129)</u>

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	For the half year ended December 31, 2019			For the half year ended December 31, 2019			For the half year ended December 31, 2019			For the half year ended December 31, 2019			For the half year ended December 31, 2019			For the half year ended December 31, 2019		
	NIAAP-I (Rupees in '000)			NIAAP-II (Rupees in '000)			NIAAP-III (Rupees in '000)			NIAAP-IV (Rupees in '000)			NIAAP-V (Rupees in '000)			Total (Rupees in '000)		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	(Accumulated loss) / undistributed income	Total
Net assets at the beginning of the period (audited)	43,111	103,814	146,925	(13,794)	61,048	47,254	349,436	28,988	378,424	262,793	(44,461)	218,332	586,529	(223,882)	362,647	1,228,075	(74,493)	1,153,582
Issuance of units:																		
NIAAP-I: Nil units / NIAAP-II: Nil units / NIAAP-III: Nil units / NIAAP-IV: Nil units / NIAAP-V: Nil units																		
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of units:																		
NIAAP-I: 1,174,954 units / NIAAP-II: 233,677 units / NIAAP-III: 2,693,551 units / NIAAP-IV: 942,143 units / NIAAP-V: 2,223,416 units																		
- Capital value (at net asset value per unit at the beginning of the period)	(123,934)	-	(123,934)	(24,498)	-	(24,498)	(266,440)	-	(266,440)	(83,069)	-	(83,069)	(178,137)	-	(178,137)	(676,078)	-	(676,078)
- Element of income / (loss)	-	(15,382)	(15,382)	-	(551)	(551)	-	(32,529)	(32,529)	-	(9,119)	(9,119)	-	(6,023)	(6,023)	-	(63,604)	(63,604)
Total payments on redemption of units	(123,934)	(15,382)	(139,316)	(24,498)	(551)	(25,049)	(266,440)	(32,529)	(298,969)	(83,069)	(9,119)	(92,188)	(178,137)	(6,023)	(184,160)	(676,078)	(63,604)	(739,682)
Total comprehensive loss for the period	-	19,763	19,763	-	2,008	2,008	-	56,637	56,637	-	33,819	33,819	-	37,444	-	-	149,671	149,671
<b>Net assets at the end of the period (un-audited)</b>	<b>(80,823)</b>	<b>108,195</b>	<b>27,372</b>	<b>(38,292)</b>	<b>62,505</b>	<b>24,213</b>	<b>82,996</b>	<b>53,096</b>	<b>136,092</b>	<b>179,724</b>	<b>(19,761)</b>	<b>159,963</b>	<b>408,392</b>	<b>(192,461)</b>	<b>215,931</b>	<b>551,997</b>	<b>11,574</b>	<b>563,571</b>
Undistributed income / accumulated (loss) brought forward																		
- Realised income / (loss)		121,119			60,561			73,168			(18,873)			(181,074)			54,901	
- Unrealised (loss) / income		(17,305)			487			(44,180)			(25,588)			(42,808)			(129,394)	
		<u>103,814</u>			<u>61,048</u>			<u>28,988</u>			<u>(44,461)</u>			<u>(223,882)</u>			<u>(74,493)</u>	
Accounting income available for distribution																		
- Relating to capital gains		3,936			1,523			20,906			24,703			30,362			81,430	
- Excluding capital gains		445			(66)			3,202			(3)			1,059			4,637	
		<u>4,381</u>			<u>1,457</u>			<u>24,108</u>			<u>24,700</u>			<u>31,421</u>			<u>86,067</u>	
Net loss for the period after taxation		-			-			-			-			-			-	
Undistributed income carried forward		<u>108,195</u>			<u>62,505</u>			<u>53,096</u>			<u>(19,761)</u>			<u>(192,461)</u>			<u>11,574</u>	
Undistributed income / accumulated (loss) carried forward																		
- Realised income / (loss)		103,920			61,603			33,061			(43,067)			(222,116)			(66,599)	
- Unrealised Income		4,275			902			20,035			23,306			29,655			78,173	
		<u>108,195</u>			<u>62,505</u>			<u>53,096</u>			<u>(19,761)</u>			<u>(192,461)</u>			<u>11,574</u>	
Net asset value per unit as at beginning of the period			Rupees <u>105.5664</u>			Rupees <u>104.8409</u>			Rupees <u>97.8500</u>			Rupees <u>88.5089</u>			Rupees <u>81.1099</u>			
Net asset value per unit as at end of the period			<u>126.2432</u>			<u>111.5553</u>			<u>115.9378</u>			<u>104.9189</u>			<u>96.0702</u>			

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	For the half year ended December 31, 2018			For the half year ended December 31, 2018			For the half year ended December 31, 2018			For the half year ended December 31, 2018			For the half year ended December 31, 2018			For the half year ended December 31, 2018		
	NIAAP-I			NIAAP-II			NIAAP-III			NIAAP-IV			NIAAP-V			Total		
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Accumulated loss	Total	Capital Value	Accumulated loss	Total	Capital Value	Undistributed income / (accumulated loss)	Total
Net assets at the beginning of the period (audited)	243,988	128,115	372,103	333,587	67,824	401,411	618,917	62,029	680,946	547,814	(13,795)	534,019	1,054,314	(176,435)	877,879	2,798,620	67,738	2,866,358
Issuance of units:																		
NIAAP-I: Nil units / NIAAP-II: Nil units / NIAAP-III: 207 units / NIAAP-IV: Nil units / NIAAP-V: Nil units																		
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-	22	-	22	-	-	-	-	-	-	22	-	22
- Element of income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-	22	-	22	-	-	-	-	-	-	22	-	22
Redemption of units:																		
NIAAP-I: 474,256 units / NIAAP-II: 571,912 units / NIAAP-III: 1,412,676 units / NIAAP-IV: 1,670,126 units / NIAAP-V: 3,253,022 units																		
- Capital value (at net asset value per unit at the beginning of the period)	(55,326)	-	(55,326)	(62,498)	-	(62,498)	(150,488)	-	(150,488)	(162,959)	-	(162,959)	(291,643)	-	(291,643)	(722,914)	-	(722,914)
- Element of income / (loss)	707	-	707	209	-	209	(1,395)	-	(1,395)	324	-	324	3,778	-	3,778	3,623	-	3,623
Total payments on redemption of units	(54,619)	-	(54,619)	(62,289)	-	(62,289)	(151,883)	-	(151,883)	(162,635)	-	(162,635)	(287,865)	-	(287,865)	(719,291)	-	(719,291)
Total comprehensive loss for the period	-	(11,521)	(11,521)	-	(12,192)	(12,192)	-	(11,116)	(11,116)	-	(12,793)	(12,793)	-	(24,457)	(24,457)	-	(72,079)	(72,079)
<b>Net assets at the end of the period (un-audited)</b>	<b>189,369</b>	<b>116,594</b>	<b>305,963</b>	<b>271,298</b>	<b>55,632</b>	<b>326,930</b>	<b>467,056</b>	<b>50,913</b>	<b>517,969</b>	<b>385,179</b>	<b>(26,588)</b>	<b>358,591</b>	<b>766,449</b>	<b>(200,892)</b>	<b>565,557</b>	<b>2,079,351</b>	<b>(4,341)</b>	<b>2,075,010</b>
Undistributed income / accumulated (loss) brought forward																		
- Realised income / (loss)	136,783	-	136,783	83,426	-	83,426	66,344	-	66,344	11,415	-	11,415	(126,665)	-	(126,665)	171,303	-	171,303
- Unrealised loss	(8,668)	-	(8,668)	(15,602)	-	(15,602)	(4,315)	-	(4,315)	(25,210)	-	(25,210)	(49,770)	-	(49,770)	(103,565)	-	(103,565)
	<u>128,115</u>		<u>128,115</u>	<u>67,824</u>		<u>67,824</u>	<u>62,029</u>		<u>62,029</u>	<u>(13,795)</u>		<u>(13,795)</u>	<u>(176,435)</u>		<u>(176,435)</u>	<u>67,738</u>		<u>67,738</u>
Accounting income available for distribution																		
- Relating to capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net loss for the period after taxation	(11,521)	-	(11,521)	(12,192)	-	(12,192)	(11,116)	-	(11,116)	(12,793)	-	(12,793)	(24,457)	-	(24,457)	(72,079)	-	(72,079)
Undistributed income carried forward	<u>116,594</u>		<u>116,594</u>	<u>55,632</u>		<u>55,632</u>	<u>50,913</u>		<u>50,913</u>	<u>(26,588)</u>		<u>(26,588)</u>	<u>(200,892)</u>		<u>(200,892)</u>	<u>(4,341)</u>		<u>(4,341)</u>
Undistributed income / accumulated (loss) carried forward																		
- Realised income / (loss)	126,518	-	126,518	67,215	-	67,215	69,124	-	69,124	(14,726)	-	(14,726)	(182,130)	-	(182,130)	66,001	-	66,001
- Unrealised loss	(9,924)	-	(9,924)	(11,583)	-	(11,583)	(18,211)	-	(18,211)	(11,862)	-	(11,862)	(18,762)	-	(18,762)	(70,342)	-	(70,342)
	<u>116,594</u>		<u>116,594</u>	<u>55,632</u>		<u>55,632</u>	<u>50,913</u>		<u>50,913</u>	<u>(26,588)</u>		<u>(26,588)</u>	<u>(200,892)</u>		<u>(200,892)</u>	<u>(4,341)</u>		<u>(4,341)</u>
Net asset value per unit as at beginning of the period			<u>Rupees 116.6589</u>			<u>Rupees 109.2786</u>			<u>Rupees 106.5269</u>			<u>Rupees 97.5732</u>			<u>Rupees 89.6528</u>			<u>Rupees 86.4903</u>
Net asset value per unit as at end of the period			<u>112.6766</u>			<u>105.4146</u>			<u>104.0146</u>			<u>94.2944</u>			<u>86.4903</u>			

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Half year ended December 31, 2019					
NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
(Rupees in 000)					
19,763	2,008	56,637	33,819	37,444	149,671
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Net income for the period before taxation					
<b>Adjustments</b>					
Unrealised appreciation on re-measurement of investments classified as at fair value through profit or loss - net					
(4,275)	(902)	(20,035)	(23,306)	(29,655)	(78,173)
Dividend income					
-	-	-	-	-	-
Profit on bank balances					
(621)	(241)	(1,659)	(1,016)	(1,413)	(4,950)
Provision against Sindh Workers' Welfare Fund					
403	41	1,158	690	764	3,056
Amortisation of preliminary expenses and floatation cost					
-	-	-	-	-	-
(4,493)	(1,102)	(20,536)	(23,632)	(30,304)	(80,067)
116,994	23,849	244,788	76,712	167,569	629,912
-	-	(3)	(3)	(3)	(9)
116,994	23,849	244,785	76,709	167,566	629,903
<b>(Decrease) / increase in liabilities</b>					
Payable to NBP Fund Management Company Limited - Management Company					
(118)	(55)	(177)	(1,772)	(1,118)	(3,240)
Payable to Central Depository Company of Pakistan Limited - Trustee					
(17)	(5)	(25)	(14)	(19)	(80)
Payable to the Securities and Exchange Commission of Pakistan					
(274)	(228)	(465)	(354)	(541)	(1,862)
Payable against redemption of units					
-	-	-	-	-	-
Payable against purchase of investments					
(27,778)	-	-	(52,520)	-	(80,298)
Accrued expenses and other liabilities					
85	(28)	(3)	140	(3)	191
(28,102)	(316)	(670)	(54,520)	(1,681)	(85,289)
Dividend income received					
-	-	-	-	-	-
Profit received on bank balances					
799	276	1,912	1,245	1,594	5,826
104,961	24,715	282,128	33,621	174,619	620,044
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Amount received against issuance of units					
(139,316)	(25,049)	(298,969)	(92,188)	(184,160)	(739,682)
Amount paid against redemption of units					
(139,316)	(25,049)	(298,969)	(92,188)	(184,160)	(739,682)
<b>Net cash flows used in financing activities</b>					
(34,355)	(334)	(16,841)	(58,567)	(9,541)	(119,638)
<b>Net decrease in cash and cash equivalents during the period</b>					
Cash and cash equivalents at the beginning of the period					
36,634	2,551	29,554	70,677	29,665	169,081
<b>Cash and cash equivalents at the end of the period</b>					
2,279	2,217	12,713	12,110	20,124	49,443

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Half year ended December 31, 2018					
NIAAP-I	NIAAP-II	NIAAP-III	NIAAP-IV	NIAAP-V	Total
(Rupees in 000)					
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Net loss for the period before taxation					
(11,521)	(12,192)	(11,116)	(12,793)	(24,457)	(72,079)
<b>Adjustments</b>					
Unrealised diminution on re-measurement of investments classified as at fair value through profit or loss - net					
9,924	11,583	18,211	11,862	18,762	70,342
(2,312)	(3,671)	(6,982)	(4,568)	(4,235)	(21,768)
(1,017)	(1,056)	(1,642)	(1,173)	(2,005)	(6,893)
-	-	-	-	-	-
-	-	-	17	75	92
(4,926)	(5,336)	(1,529)	(6,655)	(11,860)	(30,306)
<b>Decrease in assets</b>					
Investments - net					
49,890	58,720	139,986	143,624	250,348	642,568
-	-	-	-	-	-
49,890	58,720	139,986	143,624	250,348	642,568
<b>Increase / (decrease) in liabilities</b>					
Payable to NBP Fund Management Company Limited - Management Company					
(51)	(66)	(64)	(74)	(239)	(494)
Payable to Central Depository Company of Pakistan Limited - Trustee					
(3)	(5)	(10)	(11)	(23)	(52)
Payable to the Securities and Exchange Commission of Pakistan					
(342)	(340)	(474)	(353)	(860)	(2,369)
-	-	-	1,886	415	2,301
-	-	-	-	-	-
11	(140)	(46)	52	5	(118)
(385)	(551)	(594)	1,500	(702)	(732)
2,312	3,671	6,982	4,568	4,235	21,768
954	996	1,555	1,185	2,023	6,713
47,845	57,500	146,400	144,222	244,044	640,011
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Amount received against issuance of units					
-	-	22	-	-	22
(54,619)	(62,289)	(151,883)	(162,635)	(287,865)	(719,291)
(54,619)	(62,289)	(151,861)	(162,635)	(287,865)	(719,269)
<b>Net decrease in cash and cash equivalents during the period</b>					
(6,774)	(4,789)	(5,461)	(18,413)	(43,820)	(79,257)
Cash and cash equivalents at the beginning of the period					
27,425	24,236	42,509	43,188	77,493	214,851
<b>Cash and cash equivalents at the end of the period</b>					
20,651	19,447	37,048	24,775	33,673	135,594

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NAFA Islamic Active Allocation Fund - I (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on November 3, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 13, 2015 under the Non-Banking Finance Companies and Notified Entities Regulations, 2008.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an open ended 'Shari'ah compliant fund of funds' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009.
- 1.4 The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of the Shari'ah compliant equity fund and income fund, which the Fund aims to deliver mainly by investing in equity asset class (NBP Islamic Active Allocation Equity Fund), moderate risk income asset class (NBP Active Allocation Riba Free Savings Fund) and bank balances that may be allowed by the SECP. The Management Company may also invest in any other Collective Investment Schemes available to it with the prior approval of the SECP. The investment objectives and policies are explained in the Fund's offering document.
- 1.5 The Pakistan Credit Rating Agency (PACRA) has maintained an Asset Manager Rating of AM1 as at December 24, 2019 to the Management Company. The Fund has not yet been rated.
- 1.6 Title to the assets of the Fund is held in the name of CDC as a Trustee of the Fund. The Fund property of different types of allocation plans are accounted for and maintained separately in the books of accounts which collectively constitute the Fund property of the Scheme.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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

- 2.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.
- 2.3** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at December 31, 2019.

### **3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, JUDGEMENTS AND CHANGES THEREIN**

**3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

**3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the audited annual financial statements as at and for the year ended June 30, 2019. The Fund's financial risk management objectives and policies are consistent with those disclosed in the audited annual financial statements as at and for the year ended June 30, 2019.

#### **3.3 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are effective in the current period**

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 1, 2019 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore, have not been stated in these condensed interim financial statements.

#### **3.4 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are not yet effective**

The following amendments to the published accounting and reporting standards would be effective from the dates mentioned below against the respective amendments:

<b>Amendments</b>	<b>Effective date (accounting periods beginning on or after)</b>
- IAS 1 - 'Presentation of financial statements' (amendments)	January 1, 2020
- IAS 8 - 'Accounting policies, change in accounting estimates and errors' (amendments)	January 1, 2020

These amendments may impact the financial statements of the Fund on adoption. The management is currently in the process of assessing the full impact of these amendments on the financial statements of the Fund.

3.4.1 There are certain other standards, interpretations and amendments that are mandatory for the Fund's accounting period beginning on or after July 1, 2020 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are, therefore, not disclosed in these condensed interim financial statements.

## 4 BANK BALANCES

		----- Un-audited -----					
		December 31, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Savings accounts	4.1	2,125	2,191	12,186	11,661	20,057	48,220
Current accounts		154	26	527	449	67	1,223
		<u>2,279</u>	<u>2,217</u>	<u>12,713</u>	<u>12,110</u>	<u>20,124</u>	<u>49,443</u>
		----- Audited -----					
		June 30, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Savings accounts	4.1	36,480	1,976	29,027	70,579	29,598	167,660
Current accounts		154	575	527	98	67	1,421
		<u>36,634</u>	<u>2,551</u>	<u>29,554</u>	<u>70,677</u>	<u>29,665</u>	<u>169,081</u>

4.1 These include balances of Rs 1.588 million (June 30, 2019: Rs 1.705 million) NIAAP - I, Rs 2.147 million (June 30, 2019: Rs 1.277 million) NIAAP - II, Rs 0.686 million (June 30, 2019: Rs 2.63 million) NIAAP - III, Rs 10.786 million (June 30, 2019: Rs 2.59 million) NIAAP - IV and Rs 1.073 million (June 30, 2019: Rs 1.871 million) NIAAP - V maintained with BankIslami Pakistan Limited (a related party), carrying profit rates ranging from 13% to 13.5% (June 30, 2019: 13.5%) per annum. Other savings accounts of the Fund carry profit rates ranging from 11% to 13.35% (June 30, 2019: 13%) per annum.

## 5 INVESTMENTS

		----- Un-audited -----					
		December 31, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
<b>At fair value through profit or loss</b>							
Units of mutual funds	5.1	<u>33,951</u>	<u>29,064</u>	<u>131,786</u>	<u>150,728</u>	<u>196,885</u>	<u>542,414</u>
		----- Audited -----					
		June 30, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
<b>At fair value through profit or loss</b>							
Units of mutual funds	5.1	<u>146,670</u>	<u>52,011</u>	<u>356,539</u>	<u>204,134</u>	<u>334,799</u>	<u>1,094,153</u>

## 5.1 Units of mutual funds - related parties

### 5.1.1 NAFA Islamic Active Allocation Plan I

Name of the fund	Number of units				Carrying value	Market value	Market value as a percentage of	
	As at July 1, 2019	Purchased during the period	Redeemed during the period	As at December 31, 2019			net assets of the Plan	total investments of the Plan
					---- (Rupees in 000) ----		----- % -----	
NBP Islamic Active Allocation Equity Fund	9,631,133	1,977,653	9,722,455	1,886,331	16,832	20,625	75.35	60.75
NBP Active Allocation Riba Free Savings Fund	5,904,665	781,779	5,426,137	1,260,307	12,844	13,326	48.68	39.25
As at December 31, 2019					<u>29,676</u>	<u>33,951</u>	<u>124.04</u>	<u>100.00</u>
As at June 30, 2019					<u>163,975</u>	<u>146,670</u>		

### 5.1.2 NAFA Islamic Active Allocation Plan II

Name of the fund	Number of units				Carrying value	Market value	Market value as a percentage of	
	As at July 1, 2019	Purchased during the period	Redeemed during the period	As at December 31, 2019			net assets of the Plan	total investments of the Plan
					---- (Rupees in 000) ----		----- % -----	
NBP Islamic Active Allocation Equity Fund	-	1,389,028	-	1,389,028	15,004	15,188	62.73	52.26
NBP Active Allocation Riba Free Savings Fund	5,187,777	-	3,875,384	1,312,393	13,158	13,876	57.31	47.74
As at December 31, 2019					<u>28,162</u>	<u>29,064</u>	<u>120.03</u>	<u>100.00</u>
As at June 30, 2019					<u>51,524</u>	<u>52,011</u>		

## 5.1.3 NAFA Islamic Active Allocation Plan III

Name of the fund	Number of units				Carrying value	Market value	Market value as a percentage of	
	As at July 1, 2019	Purchased during the period	Redeemed during the period	As at December 31, 2019			net assets of the Plan	total investments of the Plan
					---- (Rupees in 000) ----		----- % -----	
NBP Islamic Active Allocation Equity Fund	24,843,409	5,790,217	21,249,216	9,384,410	83,669	102,609	75.40	77.86
NBP Active Allocation Riba Free Savings Fund	13,057,146	923,774	11,221,450	2,759,470	28,082	29,177	21.44	22.14
As at December 31, 2019					<u>111,751</u>	<u>131,786</u>	<u>96.84</u>	<u>100.00</u>
As at June 30, 2019					<u>400,719</u>	<u>356,539</u>		

## 5.1.4 NAFA Islamic Active Allocation Plan IV

Name of the fund	Number of units				Carrying value	Market value	Market value as a percentage of	
	As at July 1, 2019	Purchased during the period	Redeemed during the period	As at December 31, 2019			net assets of the Plan	total investments of the Plan
					---- (Rupees in 000) ----		----- % -----	
NBP Islamic Active Allocation Equity Fund	14,407,357	2,943,327	6,319,853	11,030,831	98,447	120,611	75.40	80.02
NBP Active Allocation Riba Free Savings Fund	7,309,627	772,320	5,233,523	2,848,424	28,974	30,117	18.83	19.98
As at December 31, 2019					<u>127,422</u>	<u>150,728</u>	<u>94.23</u>	<u>100.00</u>
As at June 30, 2019					<u>229,722</u>	<u>204,134</u>		

## 5.1.5 NAFA Islamic Active Allocation Plan V

Name of the fund	Number of units				Carrying value	Market value	Market value as a percentage of	
	As at July 1, 2019	Purchased during the period	Redeemed during the period	As at December 31, 2019			net assets of the Plan	total investments of the Plan
----- (Rupees in 000) ----- % -----								
NBP Islamic Active Allocation Equity Fund	23,944,140	2,888,553	11,952,498	14,880,195	133,557	162,700	75.35	82.64
NBP Active Allocation Riba Free Savings Fund	11,703,343	3,820,342	12,290,506	3,233,179	33,673	34,185	15.83	17.36
As at December 31, 2019					<u>167,230</u>	<u>196,885</u>	<u>91.18</u>	<u>100.00</u>
As at June 30, 2019					<u>377,607</u>	<u>334,799</u>		

## 5.2 Unrealised appreciation / (diminution) on re-measurement of investments classified as at fair value through profit or loss - net

		----- Un-audited -----					
		December 31, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
----- (Rupees in '000) -----							
Market value	5.1	33,951	29,064	131,786	150,728	196,885	542,414
Less: carrying value		29,676	28,162	111,751	127,422	167,230	464,241
		<u>4,275</u>	<u>902</u>	<u>20,035</u>	<u>23,306</u>	<u>29,655</u>	<u>78,173</u>
		----- Audited -----					
		June 30, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
----- (Rupees in '000) -----							
Market value	5.1	146,670	52,011	356,539	204,134	334,799	1,094,153
Less: carrying value		163,975	51,524	400,719	229,722	377,607	1,223,547
		<u>(17,305)</u>	<u>487</u>	<u>(44,180)</u>	<u>(25,588)</u>	<u>(42,808)</u>	<u>(129,394)</u>



## 6 PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY

		----- Un-audited -----					
		December 31, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Management remuneration payable	6.1	-	-	2	10	17	29
Sindh sales tax payable on remuneration of the Management Company		-	-	-	1	6	7
Federal excise duty payable on remuneration of the Management Company	6.2	78	40	5	-	-	123
Sales load payable		-	-	-	-	-	-
Sindh sales tax payable on sales load		-	-	-	-	-	-
Federal excise duty payable on sales load	6.2	3,002	2,698	2,993	-	-	8,693
Allocated expenses payable	6.3	22	7	67	47	61	204
Others		25	25	25	15	20	110
		<u>3,127</u>	<u>2,770</u>	<u>3,092</u>	<u>73</u>	<u>104</u>	<u>9,166</u>
		----- Audited -----					
		June 30, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Management remuneration payable	6.1	6	2	26	26	29	89
Sindh sales tax payable on remuneration of the Management Company		5	-	3	3	7	18
Federal excise duty payable on remuneration of the Management Company	6.2	78	40	5	-	-	123
Sales load payable		-	-	-	1,640	932	2,572
Sindh sales tax payable on sales load		-	-	-	-	-	-
Federal excise duty payable on sales load	6.2	3,002	2,698	2,993	-	-	8,693
Allocated expenses payable	6.3	129	60	217	161	234	801
Others		25	25	25	15	20	110
		<u>3,245</u>	<u>2,825</u>	<u>3,269</u>	<u>1,845</u>	<u>1,222</u>	<u>12,406</u>

- 6.1** During the period, the Management Company has charged its remuneration at the rate of 1.25% per annum of the average annual net assets (June 30, 2019: 1.25% per annum of the average annual net assets). The remuneration is payable to the Management Company monthly in arrears.
- 6.2** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Honourable High Court of Sindh (HCS) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, HCS passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Honourable Supreme Court of Pakistan (HSC) which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period till June 30, 2016 amounting to Rs 3.08 million (June 30, 2019: Rs 3.08 million) NIAAP I, Rs 2.74 million (June 30, 2019: Rs 2.74 million) NIAAP II and Rs 3.00 million (June 30, 2019: Rs 3.00 million) NIAAP III is being retained in these condensed interim financial statements of the Fund as the matter is pending before the HSC. Had the provision for FED not been made, the net asset value as at December 31, 2019 would have been higher by Rs 14.2052 (June 30, 2019: Rs 2.2130) NIAAP I, Rs 12.6148 (June 30, 2019: Rs 6.0747) NIAAP II and Rs 2.5540 (June 30, 2019: Re 0.7752) NIAAP III per unit.

- 6.3** In accordance with Regulation 60 of the NBFC Regulations, an asset management company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Until June 19, 2019 there was a maximum cap of 0.1% per annum of the average annual net assets of the scheme or actual whichever is less, for allocation of such expenses to the Fund. However, the SECP vide its SRO 639 dated June 20, 2019 has removed the maximum cap of 0.1%.

Accordingly, the Management Company based on its own discretion has currently fixed a maximum capping of 0.1% per annum of the average annual net assets of the scheme for allocation of such expenses to the Fund.

## 7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		----- Un-audited -----					
		December 31, 2019					
Note		NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Trustee remuneration payable	7.1	2	1	8	10	14	35
Sindh sales tax payable on remuneration of the Trustee		-	-	1	1	9	11
		<u>2</u>	<u>1</u>	<u>9</u>	<u>11</u>	<u>23</u>	<u>46</u>

		----- Audited -----					
		June 30, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Trustee remuneration payable	7.1	14	5	30	22	31	102
Sindh sales tax payable on remuneration of the Trustee		5	1	4	3	11	24
		<u>19</u>	<u>6</u>	<u>34</u>	<u>25</u>	<u>42</u>	<u>126</u>

7.1 During the period, the Fund has charged Trustee remuneration at the rate of 0.07% per annum of the average annual net assets (June 30, 2019: on net assets upto Rs 1,000 million at the rate of 0.10% per annum of net assets and on net assets exceeding Rs 1,000 million at the rate of Rs 1 million plus 0.075% per annum of net assets exceeding Rs 1,000 million).

## 8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

		----- Un-audited -----					
		December 31, 2019					
Note		NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Annual fee payable	8.1	11	3	31	19	27	91

		----- Audited -----					
		June 30, 2019					
	Note	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
Annual fee payable	8.1	285	231	496	373	568	1,953

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2019, the SECP vide SRO No. 685(I)/2019 dated June 28, 2019, revised the rate of annual fee (applicable to all categories of CISs) to 0.02% per annum of the average annual net assets of the Fund as annual fee. Previously, the rate of annual fee applicable to fund of funds was 0.095% per annum of the average annual net assets. Accordingly, the Fund has charged SECP fee at the rate of 0.02% per annum of the average annual net assets during the current period.

## 9 ACCRUED EXPENSES AND OTHER LIABILITIES

		----- Un-audited -----					
		December 31, 2019					
Note		NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
	Auditors' remuneration	191	169	198	170	190	918
	Bank charges	67	58	49	87	25	286
	Listing fee	6	5	-	-	-	11
	Printing charges	72	38	20	77	10	217
	Withholding tax	30	4	57	50	29	170
	Shari'ah advisor fee	57	47	149	85	129	467
9.1	Provision against Sindh Workers Welfare Fund	5,245	3,998	4,975	2,430	764	17,412
	Others	51	17	15	58	9	150
		<u>5,719</u>	<u>4,336</u>	<u>5,463</u>	<u>2,957</u>	<u>1,156</u>	<u>19,631</u>

		----- Audited -----					
		June 30, 2019					
Note		NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
		----- (Rupees in '000) -----					
	Auditors' remuneration	225	193	245	218	225	1,106
	Bank charges	24	60	42	54	18	198
	Listing fee	11	11	1	-	1	24
	Printing charges	61	51	25	27	19	183
	Withholding tax	5	4	63	9	18	99
	Shari'ah advisor fee	51	42	95	68	103	359
9.1	Provision against Sindh Workers Welfare Fund	4,842	3,957	3,817	1,740	-	14,356
	Others	12	5	20	11	11	59
		<u>5,231</u>	<u>4,323</u>	<u>4,308</u>	<u>2,127</u>	<u>395</u>	<u>16,384</u>

- 9.1 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 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, 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).

Had the provision for SWWF not been recorded in these condensed interim financial statements, the net asset value per unit as at December 31, 2019 would have been higher by Rs 24.1903 (June 30, 2019: Rs 3.4790) NIAAP I, Rs 18.4200 (June 30, 2019: Rs 8.7792) NIAAP II, Rs 4.2365 (June 30, 2019: Re 0.9870) NIAAP III, Re 1.5938 (June 30, 2019: Re 0.7054) NIAAP IV and Re 0.3399 (June 30, 2019: Nil) NIAAP V per unit.

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2019 and June 30, 2019.

## 11 NET ASSET VALUE PER UNIT

The net asset value (NAV) per unit, as disclosed in the condensed interim statement of assets and liabilities, is calculated by dividing the net assets of the respective Plan by the number of units in issue at the period / year end.

## 12 TAXATION

The income of the Fund is exempt from income tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations, requires the Fund to distribute 90% net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Management Company intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

## 13 EARNINGS / (LOSS) PER UNIT

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

## 14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Plans for the period ended December 31, 2019 is 1.53% (June 30, 2019: 0.5%) - NIAAP - I, 1.95% (June 30, 2019: 0.52%) - NIAAP - II, 1.22% (June 30, 2019: 0.48%) - NIAAP - III, 1.28% (June 30, 2019: 0.50%) - NIAAP - IV and 1.08% (June 30, 2019: 0.49%) - NIAAP - V which includes 0.77% (June 30, 2019: 0.11%) - NIAAP - I, 0.28% (June 30, 2019: 0.12%) - NIAAP - II, 0.79% (June 30, 2019: 0.12%) - NIAAP - III, 0.76% (June 30, 2019: 0.12%) - NIAAP - IV and 0.61% (June 30, 2019: 0.12%) - NIAAP - V representing government levies on the Fund such as provision against Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% in each plan prescribed under the NBFC Regulations for a collective investment scheme categorised as a fund of funds scheme.

## 15 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 15.1** Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan, Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, Funds under management of the Management Company, directors and key management personnel of the Management Company and other associated companies. Connected persons also includes any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.
- 15.2** Transactions with related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to related parties / connected persons. The transactions with related parties / connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.
- 15.3** Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the Trust Deed and Offering Document.

## 15.4 Details of transactions with related parties / connected persons during the period are as follows:

----- Un-audited -----						----- Un-audited -----					
Half year ended December 31, 2019						Half year ended December 31, 2018					
NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total

----- (Rupees in 000) -----

### NBP Fund Management Limited -

#### Management Company

Remuneration of NBP Fund Management Limited -

Management Company	17	-	117	77	130	341	111	121	211	171	317	931
Sindh sales tax on remuneration of the Management Company	2	-	15	10	17	44	14	16	27	22	41	120
Preliminary expenses and floatation costs	-	-	-	-	-	-	-	-	-	17	75	92
Allocated expenses	55	17	156	97	135	460	172	184	305	232	365	1,258

### Central Depository Company of Pakistan Limited - Trustee

Remuneration of Central Depository Company of Pakistan Limited - Trustee

Pakistan Limited - Trustee	38	12	109	68	94	321	146	156	258	196	308	1,064
Sindh sales tax on remuneration of the Trustee	5	2	14	9	12	42	19	20	34	25	40	138

### Investments in NBP Islamic Active Allocation Equity Fund

Units purchased:

16,205	15,004	47,531	24,093	23,747	126,580	40,493	44,209	166,525	140,530	85,787	477,544
- 1,977,653 (2018: 3,515,430) units (NIAAP - I)											
- 1,389,028 (2018: 3,835,783) units (NIAAP - II)											
- 5,790,217 (2018: 14,570,605) units (NIAAP - III)											
- 2,943,327 (2018: 12,325,216) units (NIAAP - IV)											
- 2,888,553 (2018: 7,483,693) units (NIAAP - V)											

Units sold:

101,168	-	223,092	65,922	112,761	502,943	86,509	80,920	21,025	173,429	252,187	614,070
- 9,722,455 (2018: 8,016,547) units (NIAAP - I)											
- Nil (2018: 7,511,934) units (NIAAP II)											
- 21,249,216 (2018: 1,969,592) units (NIAAP - III)											
- 6,319,853 (2018: 15,940,005) units (NIAAP - IV)											
- 11,952,498 (2018: 23,307,655) units (NIAAP - V)											

Un-audited						Un-audited					
Half year ended December 31, 2019						Half year ended December 31, 2018					
NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total

(Rupees in 000)

**Investment in NBP Active Allocation Riba Free Savings Fund**

Units purchased:

	<b>8,124</b>	-	<b>9,716</b>	<b>8,160</b>	<b>39,870</b>	<b>65,870</b>	88,821	84,591	28,007	177,997	213,421	592,837
- 781,779 (2018: 9,246,638) units (NIAAP - I)												
- Nil (2018: 8,800,143) units (NIAAP II)												
- 923,774 (2018: 4,238,561) units (NIAAP - III)												
- 772,320 (2018: 18,407,587) units (NIAAP - IV)												
- 3,820,342 (2018: 22,209,982) units (NIAAP - V)												

Units sold:

	<b>55,855</b>	<b>40,044</b>	<b>115,771</b>	<b>53,772</b>	<b>126,251</b>	<b>391,693</b>	88,693	102,209	313,383	283,318	287,262	1,074,865
- 5,426,137 (2018: 8,719,172) units (NIAAP - I)												
- 3,875,384 (2018: 10,062,966) units (NIAAP - II)												
- 11,221,450 (2018: 30,776,034) units (NIAAP - III)												
- 5,233,523 (2018: 27,784,400) units (NIAAP - IV)												
- 12,290,506 (2018: 28,227,909) units (NIAAP - V)												

Cash distributions during the period

	-	-	-	-	-	-	2,312	3,671	6,982	4,568	4,234	21,768
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**Hamdard Laboratories (Waqf) Pakistan - unit holder holding 10% or more units \*\***

Units issued:

	-	-	-	-	-	-	-	-	-	48,542	-	48,542
- Nil (2018: 514,795) units (NIAAP IV)												

**Employees of the Management Company**

Units redeemed:

	-	-	-	-	-	-	-	-	-	149	-	149
- Nil (2018: 1,534) units (NIAAP IV)												

**BankIslami Pakistan Limited**

Profit on bank balances

	<b>100</b>	<b>231</b>	<b>188</b>	<b>304</b>	<b>96</b>	<b>919</b>	993	1,050	1,624	1,158	1,956	6,781
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**Pakistan Stock Exchange Limited \***

Listing fee paid

	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>25</b>	-	-	-	-	-	-
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## 15.5 Amounts / balances outstanding as at period / year end are as follows:

	Un-audited						Audited					
	December 31, 2019						June 30, 2019					
	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
	(Rupees in '000)						(Rupees in '000)					
<b>NBP Fund Management Limited - Management Company</b>												
Management remuneration payable	-	-	2	10	17	29	6	2	26	26	29	89
Sindh sales tax payable on remuneration of the Management Company	-	-	-	1	6	7	5	-	3	3	7	18
Federal excise duty payable on remuneration of the Management Company	78	40	5	-	-	123	78	40	5	-	-	123
Allocated expenses payable	22	7	67	47	61	204	129	60	217	161	234	801
Sales load payable to the Management Company	-	-	-	-	-	-	-	-	-	1,640	932	2,572
Federal excise duty payable on sales load	3,002	2,698	2,993	-	-	8,693	3,002	2,698	2,993	-	-	8,693
Others	25	25	25	15	20	110	25	25	25	15	20	110
<b>Central Depository Company of Pakistan Limited - Trustee</b>												
Trustee remuneration payable	2	1	8	10	14	35	14	5	30	22	31	102
Sindh sales tax payable on remuneration of the Trustee	-	-	1	1	9	11	5	1	4	3	11	24
<b>Investment in NBP Islamic Active Allocation Equity Fund</b>												
Investment of:	20,625	15,188	102,609	120,611	162,700	421,733	87,472	-	225,633	130,850	217,465	661,420
- 1,886,331 (June 30, 2019: 9,631,163) units (NIAAP - I)												
- 1,389,028 (June 30, 2019: Nil) units (NIAAP - II)												
- 9,384,410 (June 30, 2019: 24,843,409) units (NIAAP - III)												
- 11,030,831 (June 30, 2019: 14,407,357) units (NIAAP - IV)												
- 14,880,195 (June 30, 2019: 23,944,140) units (NIAAP - V)												
<b>Investment in NBP Active Allocation Riba Free Savings Fund</b>												
Investment of:	13,325	13,876	29,176	30,117	34,185	120,680	59,198	52,011	130,906	73,283	117,333	432,731
- 1,260,307 (June 30, 2019: 5,904,665) units (NIAAP - I)												
- 1,312,393 (June 30, 2019: 5,187,777) units (NIAAP - II)												
- 2,759,470 (June 30, 2019: 13,057,146) units (NIAAP - III)												
- 2,848,424 (June 30, 2019: 7,309,627) units (NIAAP - IV)												
- 3,233,179 (June 30, 2019: 11,703,343) units (NIAAP - V)												

	Un-audited						Audited					
	December 31, 2019						June 30, 2019					
	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
	(Rupees in '000)						(Rupees in '000)					
<b>Hamdard Laboratories (Waqf) Pakistan - unit holder holding 10% or more units **</b>												
Units held:	-	-	-	-	-	-	105,975	-	244,967	45,564	-	396,506
- Nil (June 30, 2019: 1,003,870) units (NIAAP - I)												
- Nil (June 30, 2019: 2,503,495) units (NIAAP III)												
- Nil (June 30, 2019: 514,795) units (NIAAP IV)												
<b>Employees of the Management Company</b>												
Units held:	66	-	-	-	-	66	55	-	-	-	-	55
- 519 (June 30, 2019: 519) units (NIAAP - I)												
<b>Bankislami Pakistan Limited</b>												
Bank balances	1,588	2,147	686	10,786	1,073	16,280	1,705	1,277	2,630	2,590	1,871	10,073
Profit receivable on bank balances	4	41	46	128	3	221	126	75	315	266	259	1,041
<b>PSOCL- Employee Provident Fund - unit holder holding 10% or more units</b>												
Units held:	-	-	-	43,344	-	43,344	-	-	-	36,565	-	36,565
- 413,120 (June 30, 2019: 413,120) units (NIAAP - IV)												
<b>State Oil Company Limited- Staff Provident Fund - unit holder holding 10% or more units</b>												
Units held:	-	-	-	43,700	-	43,700	-	-	-	36,865	-	36,865
- 416,508 (June 30, 2019: 416,508) units (NIAAP - IV)												
<b>Tapal Tea (Private) Limited Employees Gratuity Fund - unit holder holding 10% or more units</b>												
Units held:	-	11,156	-	-	-	11,156	-	10,484	-	-	-	10,484
- 100,000 (June 30, 2019: 100,000) units (NIAAP - II)												
<b>Fauji Fertilizer Company Limited Management Staff pension Fund - unit holder holding 10% or more units **</b>												
Units held:	-	-	-	-	-	-	-	-	-	-	45,423	45,423
- Nil (June 30, 2019: 560,016) units (NIAAP - V)												
<b>Fauji Fertilizer Company Limited Provident Fund trust - unit holder holding 10% or more units **</b>												
Units held:	-	-	-	-	-	-	-	-	-	-	38,773	38,773
- Nil (June 30, 2019: 478,030) units (NIAAP - V)												

Un-audited						Audited					
December 31, 2019						June 30, 2019					
NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total	NIAAP I	NIAAP II	NIAAP III	NIAAP IV	NIAAP V	Total
(Rupees in '000)						(Rupees in '000)					

**Fmc United Employees Gratuity Fund - unit holder holding 10% or more units \***

Units held:	-	-	14,548	-	-	14,548	-	-	-	-	-	-
- 125,482 (June 30, 2019: Nil) units (NIAAP - III)												

**PSOCL- Staff Provident Fund B - unit holder holding 10% or more units \***

Units held:	-	-	15,526	-	-	15,526	-	-	-	-	-	-
- 133,916 (June 30, 2019: Nil) units (NIAAP - III)												

**Pakistan Stock Exchange Limited \***

Listing fee payable	6	5	-	-	-	11	-	-	-	-	-	-
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**Systems Limited Employees Provident Fund - unit holder holding 10% or more units \***

Units held:	-	-	18,965	-	-	18,965	-	-	-	-	-	-
- 163,575 (June 30, 2019: Nil) units (NIAAP - III)												

\* Prior period figure has not been presented as the person is not classified as a related party / connected person of the Fund as at June 30, 2019.

\*\* Current period figure has not been presented as the person is not classified as a related party / connected person of the Fund as at December 31, 2019.

## 16 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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

### Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly or indirectly; and

Level 3: unobservable inputs for the asset or liability.

As at December 31, 2019 and June 30, 2019, the Fund held the following financial instruments measured at fair value:

## 16.1 NAFA Islamic Active Allocation Plan I

### ASSETS

Investment - financial assets 'at fair value through profit or loss'  
- Mutual funds

----- Un-audited -----				----- Audited -----			
As at December 31, 2019				As at June 30, 2019			
Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				----- Rupees in '000 -----			
-	33,951	-	33,951	-	146,670	-	146,670

## 16.2 NAFA Islamic Active Allocation Plan II

### ASSETS

Investment - financial assets 'at fair value through profit or loss'  
- Mutual fund units

----- Un-audited -----				----- Audited -----			
As at December 31, 2019				As at June 30, 2019			
Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				----- Rupees in '000 -----			
-	29,064	-	29,064	-	52,011	-	52,011

## 16.3 NAFA Islamic Active Allocation Plan III

### ASSETS

Investment - financial assets 'at fair value through profit or loss'  
- Mutual fund units

----- Un-audited -----				----- Audited -----			
As at December 31, 2019				As at June 30, 2019			
Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				----- Rupees in '000 -----			
-	131,786	-	131,786	-	356,539	-	356,539

## 16.4 NAFA Islamic Active Allocation Plan IV

### ASSETS

Investment - financial assets 'at fair value through profit or loss'  
- Mutual fund units

----- Un-audited -----				----- Audited -----			
As at December 31, 2019				As at June 30, 2019			
Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				----- Rupees in '000 -----			
-	150,728	-	150,728	-	204,134	-	204,134

## 16.5 NAFA Islamic Active Allocation Plan V

### ASSETS

Investment - financial assets 'at fair value through profit or loss'  
- Mutual fund units

----- Un-audited -----				----- Audited -----			
As at December 31, 2019				As at June 30, 2019			
Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				----- Rupees in '000 -----			
-	196,885	-	196,885	-	334,799	-	334,799

## 17 GENERAL

17.1 Figures in these condensed interim financial statements have been rounded off to the nearest thousand of rupees.

17.2 No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.

## 18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on **February 27, 2020**.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer








\_\_\_\_\_  
Director



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## Head Office

7th Floor, Clifton Diamond Building, Block No.4,  
Scheme No.5, Clifton, Karachi.

**UAN:** 021-111-111-632

**Toll Free:** 0800-20002

**Sms:** INVEST to 9995

**Fax:** 021-35825335

**Email:** [info@nbpfunds.com](mailto:info@nbpfunds.com)

**Website:** [www.nbpfunds.com](http://www.nbpfunds.com)

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