

NBP ACTIVE ALLOCATION RIBA FREE SAVINGS FUND



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. Humayun Bashir	Director
Mr. Saad Amanullah Khan	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

Bank Al-Habib Limited
United Bank Limited
Habib Bank Limited
Silk Bank Limited
Dubai Islamic Bank Pakistan Limited
Al Baraka Bank (Pakistan) Limited
Bank Islami Pakistan Limited
Habib Metropolitan Bank Limited
Allied Bank Limited
Soneri Bank Limited
Faysal 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, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

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

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the reviewed financial statements of **NBP Active Allocation Riba Free Savings Fund (NAARFSF)** (Formerly; NAFA Active Allocation Riba Free Savings Fund) (NAARFSF) for the half year ended December 31, 2019.

Fund's Performance

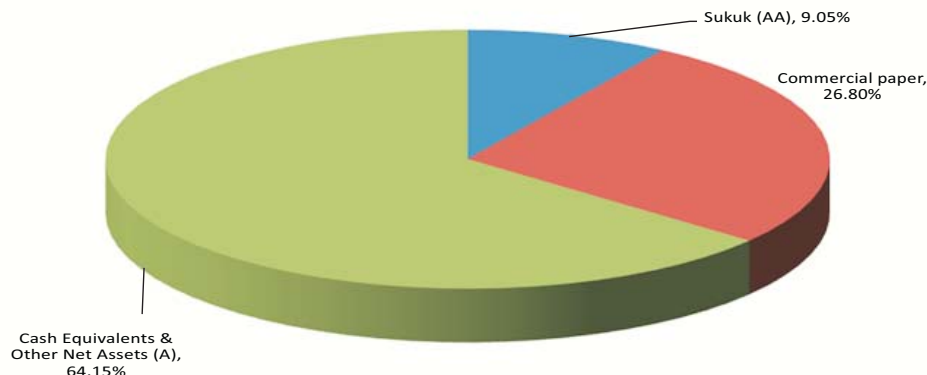
The size of NBP Active Allocation Riba Free Savings Fund has decreased from Rs. 892 million to Rs. 199 million during the period, a fall of 78%. The unit price of the Fund has increased from Rs. 10.0256 on June 30, 2019 to Rs. 10.5732 on December 31, 2019, thus showing a return of 10.8% p.a. as compared to the benchmark return of 6.1% p.a. for the same period. The performance of the Fund is net of management fee and all other expenses.

NAARFSF is an Islamic Income Scheme with no direct or indirect exposure to the stock market. The stability rating of the Fund by PACRA is 'A- (f)', which denotes a strong capacity to maintain relative stability in returns and very low exposure to risks. The Fund aims to consistently provide better returns than profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a good quality credit profile. The maturity of any single instrument except GOP Ijarah Sukuks cannot exceed six months.

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.

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 Fund has earned a total income of Rs 32.84 million during the period. After deducting total expenses of Rs 6.56 million, the net income is Rs. 26.28 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NAARFSF:



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 NBP ایکٹو ایلوکیشن ربا فری سیونگ فنڈ (سابقہ: NAFA) ایکٹو ایلوکیشن ربا فری سیونگ فنڈ (NAARFSF) کے جائزہ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

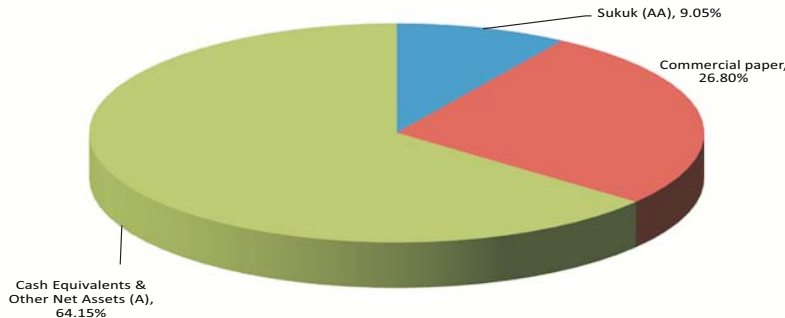
NBP ایکٹو ایلوکیشن ربا فری سیونگ فنڈ (NAARFSF) کا سائز اس مدت کے دوران 892 ملین روپے سے کم ہو کر 199 ملین روپے ہو گیا ہے یعنی 78% کی کمی ہوئی۔ زیر جائزہ مدت کے دوران، فنڈ کی یونٹ قیمت 30 جون 2019 کو 10.0256 روپے (EX-Div) سے بڑھ کر 31 دسمبر 2019 کو 10.5732 روپے تک پہنچ گئی ہے، لہذا اسی مدت کے دوران 6.1% بچ مارک منافع کے مقابلے میں 10.8% منافع درج کروایا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NAARFSF ایک اسلاک انکم اسکیم ہے جس کا اسٹاک مارکیٹ سے بالواسطہ یا بلاواسطہ کوئی تعلق نہیں ہے۔ PACRA کی طرف سے A-(f) کی مستحکم ریٹنگ دی گئی ہے، جو منافع میں استحکام اور خطرات کے بہت کم امکانات کو برقرار رکھنے کی مستحکم صلاحیت ظاہر کرتی ہے۔ فنڈ کا مقصد اسلامی بینکوں / کمرشل بینکوں کی اسلامی ونڈوز کی پیش کردہ منافع کی شرحوں کے مقابلے تو اتز سے بہتر منافع فراہم کرنا ہے، جب کہ اعلیٰ کوالٹی کے کریڈٹ پروفائل کے ساتھ آسان لیکویڈیٹی بھی مہیا کرنا ہے۔ حکومت پاکستان کے اجارہ سلوک کے علاوہ کسی بھی انسٹرومنٹ کی میچورٹی چھ ماہ سے تجاوز نہیں کر سکتی۔

بنیادی مارکیٹ میں debt سیکورٹیز کے اجراء میں اضافہ ہوا اگرچہ بڑھتی ہوئی طلب کے مقابلے میں اس کی رسد کم رہی۔ ثانوی مارکیٹ میں کارپوریٹ سکوک کی تجارتی سرگرمیوں کا رجحان بہتر معیار کے debt اجراء کی طرف رہا اور تجارتی حجم گزشتہ سال 4.8 بلین روپے کے مقابلے میں 3.9 بلین روپے رہا۔

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 مانیٹری پالیسی کے اجلاس میں پالیسی ریٹ کو 100bps کے اضافہ کے ساتھ 13.25 فی صد تک بڑھا دیا۔ دیگر دو مانیٹری پالیسی بیانات میں افراط زر میں اضافہ کے باوجود SBP نے پالیسی ریٹ کو مستحکم رکھا۔

فنڈ نے موجودہ مدت کے دوران 32.84 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 6.56 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 26.28 ملین روپے ہے۔ درج ذیل چارٹ NAARFSF کی ایسٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا 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

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

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 NBP Active Allocation Riba Free Savings Fund [formerly NAFA Active Allocation Riba Free Savings Fund] (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund 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

AUDITORS' REVIEW REPORT TO THE UNITHOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Active Allocation Riba Free Savings Fund (Formerly NAFA Active Allocation Riba Free Savings Fund) (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

	(Un-audited) Note December 31, 2019	(Audited) June 30, 2019
	----- Rupees in 000 -----	
ASSETS		
Bank balances	4 131,699	456,962
Investments	5 71,336	434,701
Profit receivable	1,531	8,735
Deposit, prepayment and other receivable	1,477	1,581
Preliminary expenses and floatation costs	6 209	310
Total assets	206,252	902,289
LIABILITIES		
Payable to NBP Fund Management Limited - Management Company	7 1,533	3,878
Payable to Central Depository Company of Pakistan Limited - Trustee	8 20	164
Payable to the Securities and Exchange Commission of Pakistan	9 51	1,184
Accrued expenses and other liabilities	10 5,661	5,189
Total liabilities	7,265	10,415
NET ASSETS	<u>198,987</u>	<u>891,874</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	<u>198,987</u>	<u>891,874</u>
CONTINGENCIES AND COMMITMENTS	11	
	----- Number of units -----	
NUMBER OF UNITS IN ISSUE	<u>18,819,889</u>	<u>88,959,816</u>
	----- Rupees -----	
NET ASSET VALUE PER UNIT	12 <u>10.5732</u>	<u>10.0256</u>

The annexed notes 1 to 19 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

	Note	Half year ended December 31,		Quarter ended December 31,	
		2019	2018	2019	2018
----- Rupees in 000 -----					
INCOME					
Profit on bank balances		22,198	82,169	7,130	33,847
Income on sukuk certificates		1,027	2,642	1,027	1,321
Income on term deposit receipts		5,586	4,887	1,920	4,887
Income on commercial papers		5,007	5,865	1,962	4,317
Loss on sale of investment		(981)	-	(981)	-
Unrealised appreciation on re-measurement of investments classified as at fair value through profit or loss - net		-	50	-	2,410
Total income		32,837	95,613	11,058	46,782
EXPENSES					
Remuneration of NBP Fund Management Limited - Management Company	7.1	2,746	12,516	918	4,862
Sindh sales tax on remuneration of the Management Company		357	1,627	119	632
Allocated expenses	7.3	257	1,132	81	478
Selling and marketing expenses	7.4	1,717	2,513	644	1,913
Remuneration of Central Depository Company of Pakistan Limited - Trustee		192	1,391	60	621
Sindh sales tax on remuneration of the Trustee		25	181	8	81
Annual fee of the Securities and Exchange Commission of Pakistan		51	849	16	359
Amortisation of preliminary expenses and floatation costs	6	101	101	51	54
Auditors' remuneration		321	323	151	158
Legal and professional charges		43	34	21	34
Rating fee		104	116	41	69
Brokerage charges		9	-	9	-
Shariah advisor fee		41	183	9	59
Settlement and bank charges		58	62	35	25
Total operating expenses		6,022	21,028	2,163	9,345
Net income from operating activities		26,815	74,585	8,895	37,437
Provision against Sindh Workers' Welfare Fund		(536)	(1,492)	(183)	(749)
Net income for the period before taxation		26,279	73,093	8,712	36,688
Taxation	13	-	-	-	-
Net income for the period after taxation		26,279	73,093	8,712	36,688
Earnings per unit	14				
Allocation of net income for the period					
Net income for the period after taxation		26,279	73,093		
Income already paid on units redeemed		(19,481)	(23,336)		
		<u>6,798</u>	<u>49,757</u>		
Accounting income available for distribution					
- Relating to capital gains		-	50		
- Excluding capital gains		6,798	49,707		
		<u>6,798</u>	<u>49,757</u>		

The annexed notes 1 to 19 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		Quarter ended,	
	December 31,		December 31,	
	2019	2018	2019	2018
----- Rupees in 000 -----				
Net income for the period after taxation	26,279	73,093	8,712	36,688
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>26,279</u>	<u>73,093</u>	<u>8,712</u>	<u>36,688</u>

The annexed notes 1 to 19 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 UNITHOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Half year ended December 31, 2019			Half year ended December 31, 2018		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- Rupees in 000 -----						
Net assets at the beginning of the period (audited)	888,863	3,011	891,874	2,128,714	32,425	2,161,139
Issuance of units 8,973,325 (2018: 87,841,720 units)						
- Capital value (at net asset value per unit at the beginning of the period)	89,963	-	89,963	879,770	-	879,770
- Element of income	3,647	-	3,647	5,535	-	5,535
Total proceeds on issuance of units	93,610	-	93,610	885,305	-	885,305
Redemption of units 79,113,252 (2018: 133,479,300 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(793,158)	-	(793,158)	(1,336,828)	-	(1,336,828)
- Element of loss	(137)	(19,481)	(19,618)	-	(23,336)	(23,336)
Total payments on redemption of units	(793,295)	(19,481)	(812,776)	(1,336,828)	(23,336)	(1,360,164)
Total comprehensive income for the period	-	26,279	26,279	-	73,093	73,093
Distribution: Nil (2018: final distribution @ Re. 0.4079 declared on July 04, 2018)	-	-	-	(54,335)	(30,238)	(84,573)
Total comprehensive income for the period less distribution	-	26,279	26,279	(54,335)	42,855	(11,480)
Net assets at the end of the period (un-audited)	189,178	9,809	198,987	1,622,856	51,944	1,674,800
Undistributed income brought forward						
- Realised income		4,865			34,935	
- Unrealised loss		(1,854)			(2,510)	
		3,011			32,425	
Accounting income available for distribution						
- Relating to capital gains		-			50	
- Excluding capital gains		6,798			49,707	
		6,798			49,757	
Distribution during the period					(30,238)	
Undistributed income carried forward		9,809			51,944	
Undistributed income carried forward						
- Realised income		9,809			51,894	
- Unrealised income		-			50	
		9,809			51,944	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period			10.0256			10.4233
Net asset value per unit at the end of the period			10.5732			10.3574

The annexed notes 1 to 19 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	2018
	----- Rupees in 000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	26,279	73,093
Adjustments:		
Profit on bank balances	(22,198)	(82,169)
Income on Government securities - GoP Ijarah Sukuk	(1,027)	(2,642)
Income on term deposit receipts	(5,586)	(4,887)
Income on commercial papers	(5,007)	(5,865)
Unrealised appreciation on re-measurement of investments classified as at fair value through profit or loss - net	-	(50)
Amortisation of preliminary expenses and floatation costs	101	101
Provision against Sindh Workers' Welfare Fund	536	1,492
	(6,902)	(20,927)
Decrease / (increase) in assets		
Deposit, prepayment and other receivable	104	-
Investments - net	363,365	(197,231)
	363,469	(197,231)
(Decrease) / increase in liabilities		
Payable to NBP Fund Management Limited - Management Company	(2,345)	2,538
Payable to Central Depository Company of Pakistan Limited - Trustee	(135)	(2)
Payable to the Securities and Exchange Commission of Pakistan	(1,133)	(359)
Accrued expenses and other liabilities	(73)	(397)
	(3,686)	1,780
Profit received	41,022	94,896
Net cash flows generated from / (used in) operating activities	393,903	(121,482)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	93,610	830,970
Amount paid against redemption of units	(812,776)	(1,360,164)
Distributions paid	-	(30,238)
Net cash flows used in financing activities	(719,166)	(559,432)
Net decrease in cash and cash equivalents during the period	(325,263)	(680,914)
Cash and cash equivalents at the beginning of the period	456,962	2,057,150
Cash and cash equivalents at the end of the period	131,699	1,376,236

The annexed notes 1 to 19 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 QUARTER ENDED SEPTEMBER 30, 2019**

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Active Allocation Riba Free Savings Fund (Formerly NAFA Active Allocation Riba Free Savings Fund) (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on November 03, 2015 between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

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).

The Fund has been categorised as an open ended 'Shari'ah compliant income scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009.

The objective of the Fund is to earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shari'ah compliant banks deposits and money market / debt securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM1 as at December 24, 2019 to the Management Company and rated A-(f) with stable outlook as at October 18, 2019 to the Fund.

The title to the assets of the Fund is held in the name of CDC as the Trustee of the Fund.

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:

Amendments	Effective date (accounting periods beginning on or after)
- 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.

		(Un-audited) December 31, 2019	(Audited) June 30, 2019
	Note	----- Rupees in 000 -----	
4 BANK BALANCES			
Savings accounts	4.1	<u>131,699</u>	<u>456,962</u>

4.1 These include balances of Rs 31.277 million (June 30, 2019: Rs 129.006 million) maintained with BankIslami Pakistan Limited (a related party), that carry profit at the rate ranging from 13% to 13.5% (June 30, 2019: 13.5%) per annum. Other savings accounts of the Fund carry profit rates ranging from 7.25% to 14.5% (June 30, 2019: 7.5% to 13.5%) per annum.

		(Un-audited) December 31, 2019	(Audited) June 30, 2019
	Note	----- Rupees in 000 -----	
5 INVESTMENTS			
At fair value through profit or loss			
Commercial papers	5.1	53,336	228,211
Sukuk certificates	5.2	18,000	-
Government securities - GoP Ijarah Sukuk	5.3	-	86,490
Term deposit receipt		-	120,000
		<u>71,336</u>	<u>434,701</u>

5.1 This represents commercial paper issued by K-Electric Limited, carrying profit at the rate of 15.23% per annum and maturing on March 19, 2020. As at December 31, 2019, commercial paper represented 26.80% (June 30, 2019: 25.59%) of the total net assets of the Fund (June 30, 2019: Hascol Petroleum Limited and K-Electric Limited, carrying profit at the rate of 12.26% and 11.75% per annum respectively and maturing on July 15, 2019 and September 2, 2019 respectively).

5.2 Sukuk certificates

(Certificates having a face value of Rs. 100,000 each)

Name of the investee company	Issue date	Coupon rate / maturity date	Number of certificates				Market value as at December 31, 2019	Market value as a percentage of	
			As at July 1, 2019	Purchased during the period	Matured / sale during the period	As at December 31, 2019		Net assets of the Fund	Total market value of investments
		14.99%					(Rupees in 000)	----- % -----	
Hub Power Company Limited	November 21, 2019	May 21, 2020	-	180	-	180	18,000	9.05%	25.23%
Total carrying value as at December 31, 2019							<u>18,000</u>		
Total market value as at June 30, 2019							<u>-</u>		
Total carrying value as at June 30, 2019							<u>-</u>		

5.3 Government securities - GoP Ijarah Sukuk

(Certificates having a face value of Rs. 5,000 each)

Particulars	Issue date	Coupon rate / maturity date	Number of certificates				Market value as at December 31, 2019	Market value as a percentage of	
			As at July 1, 2019	Purchased during the period	Matured / sale during the period	As at December 31, 2019		Net assets of the Fund	Total market value of investments
		5.24%							
GoP Ijara Sukuk	June 30, 2017	June 30, 2020	18,000	-	18,000	-	-	-	-
Total carrying value as at December 31, 2019						-			
Total market value as at June 30, 2019						86,490			
Total carrying value as at June 30, 2019						88,344			

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

6 PRELIMINARY EXPENSES AND FLOATATION COSTS

Note ----- Rupees in 000 -----

At the beginning of the period / year	310	510
Less: amortisation during the period / year	(101)	(200)
At the end of the period / year	<u>209</u>	<u>310</u>

7 PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management remuneration payable		174	913
Sindh sales tax payable on remuneration of the Management Company	7.1	23	119
Federal excise duty payable on remuneration of the Management Company		612	612
Allocated expenses payable	7.2	80	447
Selling and marketing expenses payable	7.3	644	1,787
	7.4	<u>1,533</u>	<u>3,878</u>

7.1 The Management Company has charged its remuneration at the rate of 12% on net income, subject to floor and capping of 0.5% and 1.25% per annum of the average annual net assets from July 1, 2019 to July 11, 2019 and at the rate of 9% on net income, subject to floor and capping of 0.5% and 1.25% per annum of the average annual net assets from July 12, 2019 to December 31, 2019 (June 30, 2019: 12% of net income subject to floor and capping of 0.5% and 1.25% per annum of the average annual net assets). The remuneration is payable to the Management Company monthly in arrears.

7.2 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 sale 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 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 0.612 million (June 30, 2019: Rs 0.612 million) 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 per unit of the Fund as at December 31, 2019 would have been higher by Re 0.0325 (June 30, 2019: Re 0.0069) per unit.

- 7.3** 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.

- 7.4** The SECP had allowed an asset management company to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for a period of three years (i.e. from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense was 0.4% per annum of the average annual net assets of the Fund or actual expenses whichever is lower.

During the period, the SECP through its circular 11 dated July 5, 2019 has revised the conditions for charging of selling and marketing expenses to a Fund. As per the revised guidelines, the maximum cap of 0.4% has been removed and now an asset management company is required to set a maximum limit for charging of such expenses to the Fund and the same should be approved by the Board of Directors of the management company as part of an annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses at the rate of 0.4% per annum of the average annual net assets from July 1, 2019 to July 11, 2019 and at the rate of 0.7% per annum of the average annual net assets from July 12, 2019 to December 31, 2019 (June 30, 2019: 0.4% per annum of the average annual net assets). This has been duly approved by the Board of Directors of the Management Company.

8	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE	Note	(Un-audited)	(Audited)
			December 31, 2019	June 30, 2019
			----- Rupees in 000 -----	
	Trustee remuneration payable	8.1	11	137
	Sindh sales tax payable on remuneration of the Trustee		1	18
	Settlement charges payable		8	9
			<u>20</u>	<u>164</u>

8.1 During the period, the Fund has charged Trustee remuneration at the rate of 0.075% per annum of the average annual net assets (June 30, 2019: on net assets upto Rs 1,000 million at the rate of 0.17% per annum of net assets, on net assets from Rs 1,000 million to Rs 5,000 million at the rate of Rs 1.7 million plus 0.085% per annum of net assets exceeding Rs 1,000 million and on net assets exceeding Rs 5,000 million at the rate of Rs 5.1 million plus 0.07% per annum of net assets exceeding Rs 5,000 million).

9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	(Un-audited)	(Audited)
			December 31, 2019	June 30, 2019
			----- Rupees in 000 -----	
	Annual fee payable	9.1	<u>51</u>	<u>1,184</u>

9.1 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. Previously, the rate of annual fee applicable to income funds was 0.075% 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.

10	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Un-audited)	(Audited)
			December 31, 2019	June 30, 2019
			----- Rupees in 000 -----	
	Provision against Sindh Workers' Welfare Fund	10.1	5,031	4,495
	Shariah advisory fee		340	298
	Auditors' remuneration		250	357
	Legal and professional charges		30	8
	Bank charges		4	27
	Withholding tax		6	4
			<u>5,661</u>	<u>5,189</u>

10.1 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 of the Fund, the net asset value per unit of the Fund as at December 31, 2019 would have been higher by Re. 0.2674 (June 30, 2019: Re 0.0505) per unit.

11 CONTINGENCIES AND COMMITMENTS

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

12 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 Fund by the number of units in issue at the period / year end.

13 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.

14 EARNINGS PER UNIT

Earnings 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.

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the period ended December 31, 2019 is 2.58% which includes 0.38% 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% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 16.1** 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.

- 16.2** 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.
- 16.3** Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the Trust Deed and Offering Document.
- 16.4** Details of transactions with related parties / connected persons during the period are as follows:

	(Un-audited)	
	Half year ended	
	December 31,	
	2019	2018
	----- Rupees in 000 -----	
NBP Fund Management Limited - Management Company		
Remuneration of NBP Fund Management Limited - Management Company	2,746	12,516
Sindh sales tax on remuneration of the Management Company	357	1,627
Allocated expenses	257	1,132
Selling and marketing expenses	1,717	2,513
NAFA Islamic Active Allocation Fund - I (Plan I)		
Units issued during the period - 781,779 units (2018: 9,246,638 units)	8,124	88,821
Units redeemed during the period - 5,426,137 units (2018: 8,719,172 units)	55,855	88,693
NAFA Islamic Active Allocation Fund - I (Plan II)		
Units issued during the period - Nil (2018: 8,800,143 units)	-	84,591
Units redeemed during the period - 3,875,384 units (2018: 10,062,965 units)	40,044	102,209
NAFA Islamic Active Allocation Fund - I (Plan III)		
Units issued during the period - 923,774 units (2018: 4,238,560 units)	9,716	28,007
Units redeemed during the period - 11,221,450 units (2018: 30,776,034 units)	115,771	313,383
NAFA Islamic Active Allocation Fund - I (Plan IV)		
Units issued during the period - 772,320 units (2018: 18,407,587 units)	8,160	177,997
Units redeemed during the period - 5,233,523 units (2018: 27,784,400 units)	53,772	283,318
NAFA Islamic Active Allocation Fund - I (Plan V)		
Units issued during the period - 3,820,342 units (2018: 22,209,982 units)	39,870	213,421
Units redeemed during the period - 12,290,506 units (2018: 28,227,909 units)	126,251	287,262
NAFA Islamic Active Allocation Fund - II (Plan VI)		
Units issued during the period - 1,530,474 units (2018: 8,818,280 units)	16,132	83,422
Units redeemed during the period - 5,672,926 units (2018: 10,398,172 units)	58,162	106,463

	(Un-audited)	
	Half year ended	
	December 31,	
	2019	2018
	----- Rupees in 000 -----	
NAFA Islamic Active Allocation Fund - II (Plan VII)		
Units issued during the period - 1,144,636 units (2018: 3,891,462 units)	11,607	37,152
Units redeemed during the period - 2,308,776 units (2018: 5,643,401 units)	23,718	57,604
NAFA Islamic Active Allocation Fund - II (Plan VIII)		
Units issued during the period - Nil (2018: 12,229,068 units)	-	117,559
Units redeemed during the period - 33,084,549 units (2018: 11,867,246 units)	339,202	121,233
Hub Power Company Limited		
Purchases of sukuk certificates	18,000	-
Income from sukuk	303	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	192	1,391
Sindh sales tax on remuneration of the Trustee	25	181
Settlement charges	2	5
BankIslami Pakistan Limited		
Profit on bank balances	7,278	813
Profit on term deposit receipts	5,586	-
Placement of term deposit receipts	382,000	-

16.5 Amounts / balances outstanding as at period / year end are as follows:

	(Un-audited)	(Audited)
	December 31,	June
	2019	30, 2019
	----- Rupees in 000 -----	
NBP Fund Management Limited - Management Company		
Management remuneration payable	174	913
Sindh sales tax payable on remuneration of the Management Company	23	119
Federal excise duty payable on remuneration of the Management Company	612	612
Allocated expenses payable	80	447
Selling and marketing expenses payable	644	1,787
NAFA Islamic Active Allocation Fund - I (Plan I)		
Units held - 1,260,307 units (June 30, 2019: 5,904,664 units)	13,325	59,198
NAFA Islamic Active Allocation Fund - I (Plan II)		
Units held - 1,312,393 units (June 30, 2019: 5,187,778 units)	13,876	52,011
NAFA Islamic Active Allocation Fund - I (Plan III)		
Units held - 2,759,472 units (June 30, 2019: 13,057,147 units)	29,176	130,906
NAFA Islamic Active Allocation Fund - I (Plan IV)		
Units held - 2,848,424 units (June 30, 2019: 7,309,627 units)	30,117	73,283

	(Un-audited) December 31, 2019	(Audited) June 30, 2019
	----- Rupees in 000 -----	
NAFA Islamic Active Allocation Fund - I (Plan V)		
Units held - 3,233,180 units (June 30, 2019: 11,703,344 units)	34,185	117,333
NAFA Islamic Active Allocation Fund - II (Plan VI)		
Units held - 3,207,704 units (June 30, 2019: 7,350,156 units)	33,916	73,690
NAFA Islamic Active Allocation Fund - II (Plan VII)		
Units held - 1,078,496 units (June 30, 2019: 2,242,636 units)	11,403	22,484
NAFA Islamic Active Allocation Fund - II (Plan VIII)		
Units held - 3,119,915 units (June 30, 2019: 36,204,465 units)	32,987	362,971
Hub Power Company Limited		
Sukuk certificates held	18,000	-
Accrued markup from sukuk	303	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	11	137
Sindh sales tax payable on remuneration of the Trustee	1	18
Security deposit	100	100
Settlement charges payable	8	9
BankIslami Pakistan Limited		
Bank balances	31,277	129,006
Term deposit receipts	-	120,000
Profit receivable	511	1,576

17 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.

17.1 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:

----- Unaudited -----				
----- As at December 31, 2019 -----				
Level 1	Level 2	Level 3	Total	
----- Rupees in 000 -----				
ASSETS				
Investments - at fair value through profit or loss				
Commercial papers *	-	53,336	-	53,336
Sukuk certificates *	-	18,000	-	18,000
Government securities - GoP Ijarah Sukuk	-	-	-	-
Term deposit receipt	-	-	-	-
	-	71,336	-	71,336

----- Audited -----				
----- As at June 30, 2019 -----				
Level 1	Level 2	Level 3	Total	
----- Rupees in 000 -----				
ASSETS				
Investments - at fair value through profit or loss				
Commercial papers *	-	228,211	-	228,211
Sukuk certificates	-	-	-	-
Government securities - GoP Ijarah Sukuk	-	86,490	-	86,490
Term deposit receipt *	-	120,000	-	120,000
	-	434,701	-	434,701

18 GENERAL

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

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

19 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

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