

NBP ISLAMIC 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 Shahr-e-Faisal, Karachi.

Bankers to the Fund

Al Baraka Islamic Bank Limited
Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Silk Bank Limited
Sindh Bank Limited
Soneri Bank Limited
Summit Bank Limited
United Bank Limited

Auditors

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

Legal Advisor

Akhund Forbes
D-21, Block, 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 Islamic Savings Fund (NBP-ISF)** (Formerly; NAFA Islamic Income Fund) (NIIF) for the half year ended December 31, 2019.

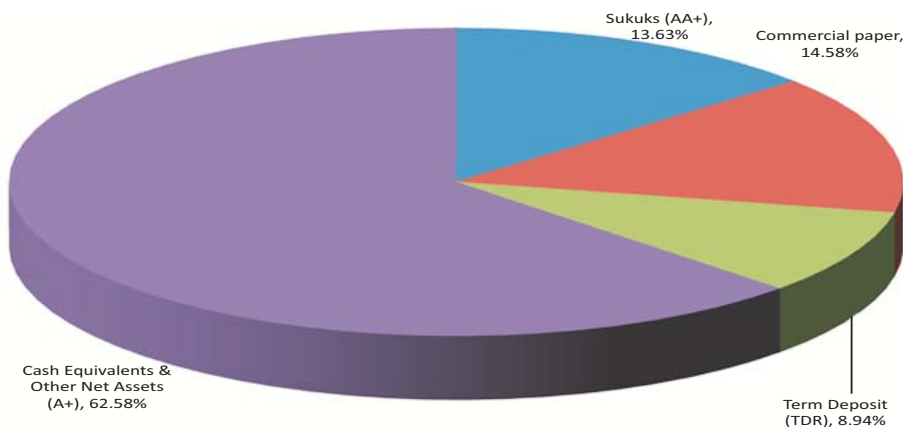
Fund's Performance

The size of NBP Islamic Savings Fund has decreased from Rs. 3,642 million to Rs. 2,965 million during the period, a decline of 19%. The unit price of the Fund has increased from Rs. 9.5226 on June 30, 2019 to Rs. 10.0883 on December 31, 2019, thus showing return of 11.8% p.a. as compared to its benchmark return of 6.1% p.a. for the same period. The performance of the Fund is net of management fee and other expenses.

NBP-ISF is categorized as Islamic Income Scheme and has been awarded stability rating of 'A- (f)' by PACRA. 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 180.98 million during the period. After deducting total expenses of Rs 27.62 million, the net income is Rs. 153.36 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NBP-ISF:



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 اسلامک سیونگ فنڈ (NBP-ISF) (سابقہ: NAFA اسلامک انکم فنڈ) کے جائزہ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

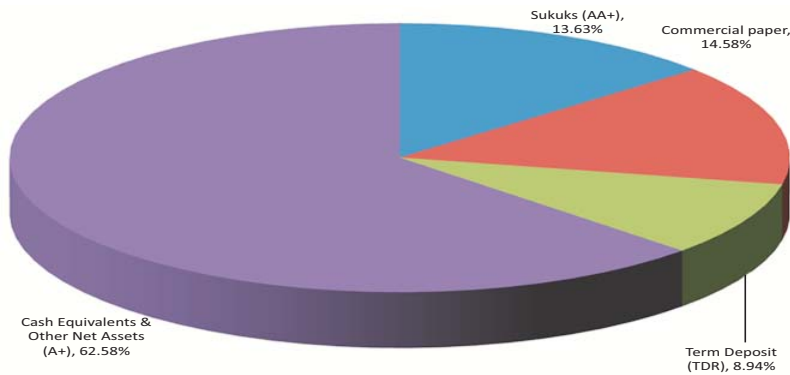
موجودہ مدت کے اختتام پر NBP اسلامک سیونگ فنڈ کا سائز 3,642 ملین روپے سے کم ہو کر 2,965 ملین روپے ہو گیا یعنی 19% کی کمی ہوئی۔ اس مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 9.5226 روپے سے بڑھ کر 31 دسمبر 2019 کو 10.0883 روپے ہو گئی، لہذا گزشتہ اسی مدت کی 6.1% بیچ مارک منافع کے مقابلے 11.8% کا منافع درج کیا گیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP-ISF کی اسلامک انکم اسکیم کے طور پر درجہ بندی کی گئی ہے اور اسے PACRA کی طرف سے A-(f) کی مستحکم ریٹنگ دی گئی ہے۔ 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۔

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 سکوک کی تجارتی سرگرمیوں کا رجحان بہتر معیار کے debt اجراء کی طرف رہا اور تجارتی حجم گزشتہ سال 4.8 بلین روپے کے مقابلہ میں 3.9 بلین روپے رہا۔

فنڈ کو اس مدت کے دوران 180.98 ملین روپے کی کل آمدنی ہوئی۔ 27.62 ملین روپے کے اخراجات متہا کرنے کے بعد خالص آمدنی 153.36 ملین روپے ہے۔

NBP-ISF کی ایسٹ ایلوکیشن اور اس کی ہر ذیلی ایسٹ کلاس کی اوسط کریڈٹ ریٹنگ 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 نیشنل 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 Islamic Savings Fund [formerly NAFA Islamic Income 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

INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNITHOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Islamic Savings Fund (Formerly NAFA Islamic Income 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, condensed interim cash flow statement and notes to and forming part of the condensed interim financial statements for the half year ended December 31, 2019 (here-in-after referred to as the 'condensed interim financial statements'). NBP Fund Management Limited (the Management Company) 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.

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 approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of 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.

Deloitte Yousuf Adil
Chartered Accountants

Engagement Partner
Naresh Kumar

Date: February 29, 2020
Place: Karachi

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

	(Un-audited) December 31, 2019	(Audited) June 30, 2019
Note	----- Rupees in '000-----	
ASSETS		
Bank balances	4 1,931,186	2,118,188
Investments	5 1,101,384	1,549,483
Mark-up accrued	6 26,782	26,157
Receivable against transfer of units	7,083	-
Deposit, prepayment and other receivables	1,354	1,529
Total assets	3,067,789	3,695,357
LIABILITIES		
Payable to NBP Fund Management Limited - Management Company	7 11,942	11,463
Payable to Central Depository Company of Pakistan Limited - Trustee	8 214	323
Payable to the Securities and Exchange Commission of Pakistan	9 268	2,283
Payable against redemption of units	67,930	-
Accrued expenses and other liabilities	10 22,254	38,918
Total liabilities	102,608	52,987
NET ASSETS	2,965,181	3,642,370
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	2,965,181	3,642,370
Contingencies and commitments	11	
	-----Number of units-----	
Number of units in issue	293,922,519	382,499,381
	-----Rupees-----	
Net asset value per unit	10.0883	9.5226

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 ENDED DECEMBER 31, 2019

	Half year ended		Quarter ended	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
Note ----- Rupees in '000 -----				
INCOME				
Return / mark-up on:				
- bank balances and Term deposit receipt	142,608	83,998	69,371	36,463
- sukuk	15,129	27,426	(403)	13,735
- commercial papers	24,302	27,702	24,302	17,019
Loss on sale of investments - net	(383)	(3,181)	451	(1,771)
Net unrealised (loss) / gain on remeasurement of investments classified as financial asset at fair value through profit or loss - net	(674)	(1,157)	9	4,551
Total income	180,982	134,788	93,730	69,997
EXPENSES				
Remuneration of NBP Fund Management Limited - Management Company	7.1	10,208	10,719	5,188
Sindh Sales Tax on remuneration of the Management Company	7.2	1,327	1,393	674
Reimbursement of operational expenses to the Management Company	7.3	1,341	1,630	673
Selling and marketing expenses	7.4	9,087	3,714	4,709
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	1,005	1,814	504
Sindh Sales Tax on remuneration of the Trustee	8.2	131	236	66
Annual fee to the Securities and Exchange Commission of Pakistan	9	268	1,222	134
Settlement and bank charges		312	388	237
Auditors' remuneration		321	397	146
Fund rating fee		189	180	86
Annual listing fee		14	14	7
Printing charges		3	25	2
Securities transaction cost		7	-	-
Shariah advisory fee		217	262	107
Legal and professional charges		57	60	50
Total expenses		24,487	22,054	12,583
Net income from operating activities		156,495	112,734	81,147
Provision for Sindh Workers' Welfare Fund		(3,130)	(2,255)	(1,623)
Net income for the period before taxation		153,365	110,479	79,524
Taxation	12	-	-	-
Net income for the period after taxation		153,365	110,479	79,524
Allocation of income for the period				
Net income for the period after taxation		153,365	110,479	79,524
Income already paid on redemption of units		(35,479)	(33,044)	(25,074)
		117,886	77,435	54,450
Accounting income available for distribution:				
- Relating to capital gains		-	-	-
- Excluding capital gains		117,886	77,435	54,450
		117,886	77,435	54,450

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 ENDED DECEMBER 31, 2019

	Half year ended		Quarter ended	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
	----- Rupees in '000 -----			
Net income for the period after taxation	153,365	110,479	79,524	57,654
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	153,365	110,479	79,524	57,654

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 UNITHOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Half year ended December 31,					
	2019			2018		
	(Rupees in '000)					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Net assets at beginning of the period	3,585,988	56,382	3,642,370	3,617,979	157,336	3,775,315
Issue 180,705,375 units (2018: 195,720,050)						
- Capital value (at net assets value per unit at the beginning of the period including capital distribution)	1,720,785	-	1,720,785	1,860,066	-	1,860,066
- Element of income	64,210	-	64,210	27,672	-	27,672
Total proceeds on issuance of units	1,784,995	-	1,784,995	1,887,738	-	1,887,738
Redemption of 269,282,237 units (2018: 284,845,413 units)						
- Capital value	(2,564,267)	-	(2,564,267)	(2,707,061)	-	(2,707,061)
- Element of loss	(15,803)	(35,479)	(51,282)	(8,201)	(33,044)	(41,245)
Total payments on redemption of units	(2,580,070)	(35,479)	(2,615,549)	(2,715,262)	(33,044)	(2,748,306)
Total comprehensive income for the period	-	153,365	153,365	-	110,479	110,479
Distribution during the period	-	-	-	-	(108,078)	(108,078)
Refund of capital	-	-	-	(76,415)	-	(76,415)
Net assets at end of the period	2,790,913	174,268	2,965,181	2,714,040	126,693	2,840,733
Undistributed income brought forward						
- Realised		58,700			164,604	
- Unrealised		(2,318)			(7,268)	
		56,382			157,336	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		117,886			77,435	
		117,886			77,435	
Distribution during the period		-			(108,078)	
Undistributed income carried forward		174,268			126,693	
Undistributed income carried forward						
- Realised		174,942			127,850	
- Unrealised		(674)			(1,157)	
		174,268			126,693	
		- (Rupees) -			- (Rupees) -	
Net assets value per unit at beginning of the period		9.5226			9.9920	
Net assets value per unit at end of the period		10.0883			9.8395	

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	December 31, 2018
Note	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	153,365	110,479
Adjustments:		
Return / mark-up on:		
- bank balances and term deposit receipts	(142,608)	(83,998)
- sukuks	(15,129)	(27,426)
Discount Income on Commercial papers	(24,302)	(27,702)
Loss on sale of investments	383	3,181
Net unrealised loss on re-measurement of investments at fair value through profit or loss	674	1,157
	(180,982)	(134,788)
Decrease / (Increase) in assets	(27,617)	(24,309)
Investments	447,042	(700,154)
Deposit, prepayment and other receivables	175	(14)
	447,217	(700,168)
Increase / (decrease) in liabilities		
Payable to the Management Company	479	1,573
Payable to the Trustee	(109)	(96)
Payable to the Securities and Exchange Commission of Pakistan	(2,015)	(1,992)
Accrued expenses and other liabilities	(16,664)	570
	(18,309)	55
Mark-up on bank balances received	142,146	90,206
Mark-up on sukuks received	14,966	56,306
Mark-up on commercial papers	24,302	-
	582,705	(577,910)
Net cash generated / (used in) from operating activities	582,705	(577,910)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	1,777,912	1,807,642
Amounts paid on redemption of units	(2,547,619)	(2,725,025)
Distributions paid	-	(108,078)
Net cash used in financing activities	(769,707)	(1,025,461)
Net decrease in cash and cash equivalents during the period	(187,002)	(1,603,371)
Cash and cash equivalents at the beginning of the period	2,118,188	3,109,290
Cash and cash equivalents at the end of the period	1,931,186	1,505,919

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 INFORMATION (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2019**

1. LEGAL STATUS AND NATURE OF BUSINESS

"NBP Islamic Savings Fund (Formerly NAFA Islamic Income Fund) (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 August 20, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 17, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Trust Deed was amended through first supplemental trust deed executed for the change of name and categorisation of the Fund as shariah-compliant income scheme as per the criteria for categorization of open end collective investment scheme as specified by SECP and other allied matters. The CDC retired as the Trustee of the Fund and MCB Financial Services Limited (MCBFSL) was appointed as the new Trustee with effect from November 22, 2011. The SECP approved the appointment of MCBFSL as the Trustee in place of CDC on November 15, 2011. Accordingly, the Trust Deed of the Fund was revised through a supplemental Trust Deed executed between the Management Company, CDC and MCBFSL. Thereafter, on July 17, 2014 CDC was re-appointed as the new Trustee of the Fund, after MCBFSL retired on prior day."

Last year on April 4, 2019, the name of the Fund was changed from NAFA Money Market Fund to NBP Money Market Fund. The change of name was made effective vide Fund's Ninth Supplement Offering Document which was approved by SECP vide its letter no. SCD/AMCW/NAFA/362/2019 dated April 4, 2019.

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

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

Management Company has obtained approval of SECP, pursuant to which the category of the Fund was changed from shariah compliant aggressive fixed income scheme to 'shariah compliant income scheme' and the name of the Fund was 'NAFA Islamic Savings Fund' with effect from March 14, 2017.

The objective of the Fund is to provide preservation of capital and earn a reasonable rate of return by investing in Shariah compliant securities, having a good credit rating and liquidity.

The Pakistan Credit Rating Agency Limited (PACRA) has maintained an asset manager rating of 'AM1' to the Management Company on December 24, 2019, and has assigned performance ranking of 3-star to the Fund and has assigned stability rating of 'A-(f)' to the Fund.

Title of the assets of the Fund is held in the name of CDC as a trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

International 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; and

The requirements of the Trust Deed, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (The "NBFC Regulation") and the directives issued by the SECP.

Wherever provisions of and directives issued under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulation or the directives issued by the SECP differ with the requirements

of IAS 34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

- 2.1.1** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS 34 Interim financial reporting. This condensed interim financial information does 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.
- 2.1.2** In compliance with Schedule V of the, the Non-Banking Finance Companies and notified entities regulation 2008, the directors of the Management Company hereby declare that this condensed interim financial statements gives a true and fair view of the state of the Fund's affairs as at December 31, 2019.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

These condensed interim financial statements has been presented in Pak Rupees, which is the functional and presentation currency of the Fund.

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

- 3.1** The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2019.
- 3.2** The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial statements, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2019.

		(Un-audited) December 31, 2019	(Audited) June 30, 2019
	Note	-----Rupees in '000-----	
4. BANK BALANCES			
Savings accounts		1,910,449	2,099,815
Current accounts	4.1	20,737	18,373
		1,931,186	2,118,188

- 4.1** These savings accounts carry mark-up at rates ranging from 8% to 14.50%% per annum (June 30, 2019: 5% to 13.85% per annum).

5. INVESTMENTS

Financial assets at fair value through profit or loss

Sukuks	5.1 & 5.2	404,177	220,609
Commercial papers	5.3	432,207	788,874
Term Deposit Receipt	5.4	265,000	540,000
		1,101,384	1,549,483

5.1 Sukuk certificates- At fair value through profit or loss

Description	Number of certificates				Market value as at December 31, 2019	Investment as a percentage of		
	As at July 01, 2019	Purchased during the period	Sold / matured during the period	As at December 31, 2019		Net assets	Market value of total investments	Issue size

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

All sukuk have a face value of Rs. 5,000 each except for GoP Ijara Sukuk which have face value of Rs. 100,000

Hub Power Company Private limited	-	3,770	-	3,770	377,000	3.67	93.28%	8.4%
Engro Polymer Chemical	850	-	850	-	-	0.00	0.00%	-
Engro-Fertilizer Limited	38,700	-	38,700	-	-	0.00	0.00%	-
Shakarganj foods	30	-	-	30	27,177	0.01	6.72%	0%
GoP Ijara Sukuk - XIX	749	-	749	-	-	0.00	0.00%	-

404,177

Carrying value before mark to market as at December 31, 2019

404,851

5.1.1 Other particulars of sukuk outstanding as at December 31, 2019 are as follows:

Description	Face value (unredeemed)	Profit rate per annum	Issue date	Maturity date
Hub Power Company Private limited	1,000	1.50% + 3 months kibor	21-Nov-19	21-May-20
Shakarganj foods	950	1.75% + 3 month KIBOR	10-Jul-18	10-Jul-24

5.2 Non-performing sukuk classified at fair value through profit or loss

Name of the investee company	Note	Number of certificates				Market value as at December 31, 2019	Investment as a percentage of		
		As at July 01, 2019	Purchased during the period	Sold / matured during the period	As at December 31, 2019		Net assets	Market value of total investments	Issue Size

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

All sukuk have a face value of Rs. 5,000 except New Allied Electronics Industries (Private) Limited - 1st, issue which have face value of Rs. 312.5

New Allied Electronics Industries (Private) Limited									
- Sukuk 1	5.2.1	352,000	-	-	352,000	-	-	-	14.67%

New Allied Electronics Industries (Private) Limited									
- Sukuk 2	5.2.1	1,000	-	-	1,000	-	-	-	0.65%

Carrying value as at December 31, 2019

114,905

Accumulated impairment

114,905

5.2.1 These represent investment in privately placed sukuks with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since January 9, 2009. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

5.2.2 Other particulars of sukuks outstanding as at December 31, 2019 are as follows:

Name of the investee company	Face value (unredeemed)	Profit rate per annum	Issue date	Maturity date
New Allied Electronics Industries (Private) Limited - Sukuk 1	313	2.60% + 3 month KIBOR	27-Jul-07	27-Jul-12
New Allied Electronics Industries (Private) Limited - Sukuk 2	4,905	2.20% + 6 month KIBOR	3-Dec-07	3-Dec-12

5.3 Commercial Papers

This represents the purchase of commercial paper from K-Electric Limited on September 19, 2019 (having face value of Rs. 360 million). This carry profit at the rate of 13.25% and will mature on March 19, 2020 and purchase of another commercial paper from K electric on December 11,2019 (having face value of Rs. 85 million). This carry profit at the rate of 13.20% and will mature on February 28,2020

5.3.1 Name of the investee company	Face value				Carrying Value as at December 31, 2019	Carrying value as a % of net assets	Carrying value as a % of total investment
	As at July 01, 2019	Purchases during the period	Sales / Matured during the period	As at December 31, 2019			
-----Rupees in '000-----							
K-Electric	-	334,591	-	334,591	349,110	12%	32%
K-Electric	380,000	-	380,000	-	-	-	-
Hascol	418,000	-	418,000	-	-	-	-
K-Electric	-	82,441	-	82,441	83,097	3%	8%
Total	798,000	417,031	798,000	417,031	432,207		

5.4 Term deposit Receipt

This represent term deposit with Bank Islami Pakistan Limited on an expected mark-up rate of 13.35% per annum.

6. MARK-UP ACCRUED	(Un-audited)	(Audited)
	December 31, 2019	June 30, 2019
-----Rupees in '000-----		
Mark-up accrued on bank balances	19,424	18,961
Mark-up accrued on sukuks	7,358	5,187
Mark-up accrued on Government Securities	-	2,009
less: income suspended over non-performing sukuks	-	-
	7,358	7,196
	26,782	26,157

(Un-audited) (Audited)
December 31, June 30,
2019 2019
Note -----Rupees in '000-----

**7. PAYABLE TO NBP FUND MANAGEMENT LIMITED -
MANAGEMENT COMPANY**

Remuneration of the Management Company	7.1	1,910	2,001
Sindh Sales Tax on remuneration of the Management Company	7.2	248	260
Operational expenses	7.3	673	1,415
Sales load		3,936	1,303
Sindh Sales Tax and Federal Excise Duty on sales load		466	825
Selling and marketing expense payable	7.4	4,709	5,659
		11,942	11,463

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

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

Below is the policy of charging management remuneration effective from July 11,2019

Management remuneration (as % of net income *)	Minimum management remuneration (as % of average net asset value)	Maximum management remuneration (as % of average net asset value)
6.00%	0.50%	1.00%

* Net income = Gross income - all expenses of the Fund excluding Management remuneration and related Sales Tax and Federal Excise Duty thereon.

7.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (2018: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

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

7.4 The SECP through its Circular No. SCD/PRDD/Circular/394/2018 (Circular No. 5 of 2018) dated June 04, 2018 allowed charging selling and marketing expenses to all categories of mutual funds (except fund of funds and money market funds). The AMC is allowed to charge these expenses subject to the approval of the Board. In

current period SECP through its Circular No. 11 of 2019 dated July 5, 2019, has now removed ceiling of 0.4% for the chargeability of "Selling and Marketing Expenses" on all open end funds (except "Fund of Funds"). In addition to the requirement of Board approval, now these expenses to be paid to AMC on reimbursement basis and subject to approval of the Trustee. In pursuance of above circular, the Board has approved the limits to be charged in respect of these expenses. Accordingly effective from July 12, 2019, the Fund is charging --% of daily net asset value of the Fund in respect of selling and marketing. Considering the actual expenses, the Board has approved the maximum limits on December 14, 2019, thereby allowing management to change the percentages within limits. Consequently, management has further changed the limit from 0.4 % to 0.7 %.

		(Un-audited) December 31, 2019	(Audited) June 30, 2019
	Note	-----Rupees in '000-----	
8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration of the Trustee	8.1	189	286
Sindh Sales Tax on remuneration of the Trustee	8.2	25	37
		214	323
		214	323

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund, based on the net assets of the Fund. The remuneration is payable to the Trustee monthly in arrears.

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

Net asset value	Tariff per annum
Upto Rs 1,000 million	0.17% per annum of net asset value
"On an amount exceeding Rs. 1,000 million to 5,000 million"	Rs 1.7 million plus 0.085% per annum of net asset value exceeding Rs 1,000 million
On an amount exceeding Rs. 5,000 million	Rs 5.1 million plus 0.07% per annum of net asset value exceeding Rs 5,000 million"

Effective from July 1, 2019, tariff structure has been revised from above table to actual custodial expenses / charges plus 0.075% per annum of average net assets.

8.2 This represents amount payable in respect of Sindh Sales Tax at the rate of 13% (2018: 13%) on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Under the provisions of the NBFC Regulations, a collective investment scheme categorised as an "money market scheme" is required to pay as annual fee to the Securities and Exchange Commission of Pakistan. Effective from July 1, 2019, fee has been reduced to 0.02% per annum from 0.075% per annum. The fee is paid annually in arrears.

		(Un-audited) December 31, 2019	(Audited) June 30, 2019
	Note	----- Rupees in '000 -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		398	505
Provision for Sindh Workers' Welfare Fund	10.1	15,051	11,921
Federal Excise Duty on remuneration of the Management	10.2	3,955	3,955
Settlement charges		9	6
Withholding tax		402	19,327
Capital gains tax		1,213	2,095
Legal and professional charges		13	32
Bank charges		28	27
Brokerage payable		17	32
Printing charges		15	82
Shariah advisor fee		749	532
Others		403	404
		22,254	38,918

10.1 "The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 14 to the annual audited financial statements of the Fund for the year ended June 30, 2019."

The Fund, being prudent, recognised provision for SWWF amounting to Rs.15.051 million for the half year ended December 31, 2019 in this condensed interim financial statements, Had the provision not been made, net assets value per unit at December 31, 2019 would have been higher by Rs. 0.0512 per unit (June 30, 2019: Rs. 0.031 per unit).

10.2 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.1 and 11.2 to the annual audited financial statements of the Fund for the year ended June 30, 2019, and the appeal, filed by tax authorities against the order in the Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, being prudent, is carrying provision for FED for the period from January 13, 2013 to June 30, 2019 aggregating to Rs. 3.955 million. Had the provision not been retained, NAV per unit of the Fund as at December 31, 2019 would have been higher by Rs.0.0134 per unit (June 30, 2019: Rs. 0.0103 per unit).

11 CONTINGENCIES AND COMMITMENTS

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

12. TAXATION

The Fund's income is exempt from income tax as per Clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders (excluding distribution made by issuance of bonus units). Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute ninety percent of accounting income other than capital gains whether realised or unrealised to the unit holders. The Fund intends to distribute such accounting income for the year ending June 30, 2020 to its unit holders. Accordingly, no provision in respect of taxation has been made in the current period.

The Fund is also exempt from the provision of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

13 TOTAL EXPENSE RATIO

Total expense ratio (all the expenses incurred during the period divided by average net assets for the period) is 2.06% including 1.70% representing government levies on collective investment scheme such as Sales tax and Securities and Exchange Commission of Pakistan fee for the period. However, as per SECP SRO 639 (I)/2019 date 20 June, 2019, total expense ratio has been limited to 2.5% for Income Funds.

14 DETAILS OF NON-COMPLIANT INVESTMENTS

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

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

Following is the detail of non-compliant investments :

Name of non-compliant investment	Non-compliance of clause	Type of investment	Value of investment before provision	Provision held, if any	Value of investment after provision	Value of investment after provision	Value of investment after provision
New Allied Electronics Industries (Private) Limited - Sukuk 1	Rating is below investment grade as prescribed in clause 9(v) of the Annexure of circular 7 of 2009	Sukuks (5.2)	110,000	(110,000)	-	-	-
New Allied Electronics Industries (Private) Limited - Sukuk 2	Rating is below investment grade as prescribed in clause 9(v) of the Annexure of circular 7 of 2009	Sukuks (5.2)	4,905	(4,905)	-	-	-

14.1 At the time of purchase, these sukuks were in compliance with the aforementioned circular. However, they either subsequently defaulted or were downgraded to non investment grade.

15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS AND RELATED PARTIES

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

- 15.2** The transactions with connected persons and related parties are carried out at terms.
- 15.3** Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.
- 15.4** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.
- 15.5** **Details of transactions with connected persons and related parties are as follows:**

	(Unaudited) Half year ended	
	December 31,2019	December 31, 2018
	----- Rupees in '000 -----	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	10,208	10,719
Sindh Sales Tax on remuneration of the Management Company	1,327	1,393
Reimbursement of operational expenses to the Management Company	1,341	1,630
Sales load including Sindh Sales Tax and Federal Excise Duty	8,605	1,615
Selling and marketing expenses	9,087	3,714
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	1,005	1,814
Sindh Sales Tax on remuneration of the Trustee	131	236
Settlement charges	4	9
Employees of the Management Company		
Units issued / transferred in 99,923 units (2018: 8,419,986 units)	976	79,241
Units redeemed / transferred out 562,967 units (2018: 8,564,570 units)	5,444	83,033
Dividend re-invest Nil units (2018:40,360 units)	-	384
*Portfolio managed by management company		
Units Redeemed /Transferred out 2,836,900	27,182	-
Pakistan Stock Exchange (Fund under the same management company)		
Listing fees paid	25	-
NBP Islamic Sarmaya Izafa Fund (Fund under the same management company)		
Selling of Sukuk (Engro Polymer Chemical Limited)	82,457	-
NBP Financial Sector Income Fund (Fund under the same management company)		
Purchase of Commercial paper (k-Electric)	82,441	-
Mr. Khalid Mehmood (Chief Financial Officer of the Management Company)		
Units issued / transferred in nil units (2018:19 units)	-	-
Units redeemed / transferred out 296,264 units (2018:nil units)	2,946	-
Dividend re-invest nil units (2018: 58 units)	-	1
*The Hub Power Company limited (Common directorship with the management company)		
Purchase of Sukuk certificate	377,000	-
Income from Sukuk	6,348	-
Bank Islami Pakistan Limited (Common directorship)		
Profit on Saving accounts	38,528	575
Profit on Term deposit receipt	27,597	-
Placement of Term deposit receipt	2,181,000	-

* Prior period balances with these parties have not been disclosed as they were not connected persons and related parties during prior periods.

	(Un-audited) December 31, 2019	(Audited) June 30, 2019
	----- Rupees in '000 -----	
15.6 Amounts outstanding as at period / year end are as follows :		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	1,910	2,001
Sindh Sales Tax on remuneration of the Management Company	248	260
Operational expenses	673	1,415
Sales load	3,936	1,303
Sindh Sales Tax and Federal Excise Duty on sales load	466	825
Selling and marketing expense payable	4,709	5,659
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	189	286
Sindh sales tax on remuneration of the Trustee	25	37
Security deposit	100	100
Settlement Charges	9	3
National Bank of Pakistan (Parent of the Management Company)		
Bank balance	8,038	3,065
Employees of the Management Company		
Investment held in the Fund: 1,247,725 units (June 30, 2019: 1,710,757 units)	12,587	16,291
*The Hub Power Company limited (Common directorship with the management company)		
Purchase of Sukuk certificate	377,000	-
Accrued Markup from Sukuk	6,348	-
Prosperity Weaving Mills		
Investment held in the Fund: 12 units (June 30, 2019: 12 units)	-	-
Mr. Khalid Mehmood (Chief Financial Officer of the Management Company)		
Investment held in the Fund: NIL units (June 30, 2019: 296,264 units)	-	2,821
Bank Islami Pakistan Limited (Common directorship)		
Balance in savings accounts	167,804	101,678
Term deposit receipt	265,000	540,000
**Summit Bank (Common directorship with the Management Company)		
Balance in current accounts	-	5,661

* Prior period balances with these parties have not been disclosed as they were not connected persons and related parties during prior periods.

** Current period transactions with these parties have not been disclosed as they did not remain connected persons and related parties during the period.

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.

Fair value hierarchy:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)."
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

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

	Note	Carrying amount			Fair value			
		At Fair value through profit or loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
December 31, 2019		----- Rupees '000-----						
Financial assets measured at fair value								
Sukuks	5.	404,177	-	404,177	-	404,177	-	
Term deposit receipt	5.	265,000	-	265,000	-	265,000	-	265,000
Commercial papers	5.	432,207	-	432,207	-	432,207	-	432,207
		697,207	-	265,000	-	265,000		265,000
Financial assets not measured at fair value								
Bank balances	4.	-	1,931,186	1,931,186	-	-	-	-
Receivable against sale of investment			7,083	7,083				
Accrued interest and dividend receivable	6	-	26,782	26,782	-	-	-	-
Deposits and other receivables			1,354	1,354				
		-	1,966,405	1,966,405	-	-	-	-
Financial liabilities not measured at fair value								
Payable to the Management Company	7	-	11,942	11,942	-	-	-	-
Remuneration payable to the Trustee	8	-	214	214	-	-	-	-
Payable against redemption of units			67,930	67,930				
Net assets attributable to redeemable units			2,965,181	2,965,181				
Accrued expenses and other liabilities	10	-	1,632	1,632	-	-	-	-
		-	3,046,899	3,046,899	-	-	-	-

	Note	Carrying amount			Fair value			
		At Fair value through profit or loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
June 30, 2019		Rupees '000						
Financial assets measured at fair value								
Sukuks	5	148,630	-	148,630	-	148,630	-	148,630
Government securities	5	71,979	-	71,979	-	71,979	-	71,979
Term deposit receipt	5	540,000	-	540,000	-	540,000	-	540,000
Commercial paper	5	788,874	-	788,874	-	788,874	-	788,874
		<u>1,549,483</u>	<u>-</u>	<u>1,549,483</u>	<u>-</u>	<u>1,549,483</u>	<u>-</u>	<u>1,549,483</u>
Financial assets not measured at fair value								
Bank balances	4	-	2,118,188	2,118,188	-	-	-	-
Receivable against sale of investment		-	-	-	-	-	-	-
Accrued mark up and dividend receivable	6	-	26,157	26,157	-	-	-	-
Deposits and other receivables	7	-	1,529	1,529	-	-	-	-
		<u>-</u>	<u>2,145,874</u>	<u>2,145,874</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value								
Payable to the Management Company	8	-	11,471	11,471	-	-	-	-
Payable to the Securities and Exchange Commission of Pakistan.	10	-	2,293	2,293	-	-	-	-
Remuneration payable to the Trustee	9	-	323	323	-	-	-	-
Payable against redemption of units		-	-	-	-	-	-	-
Net assets attributable to redeemable units		-	3,642,370	3,642,370	-	-	-	-
Accrued expenses and other liabilities	11	-	38,929	38,929	-	-	-	-
		<u>-</u>	<u>3,695,386</u>	<u>3,695,386</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

17. GENERAL

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

17.2 This condensed interim financial information are unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2019 have not been reviewed.

18. DATE OF AUTHORISATION FOR ISSUE

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

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

Chief Financial Officer

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