



NBP FUNDS

Managing Your Savings

AM1

Rated by PACRA

NBP BALANCED FUND



QUARTERLY REPORT
MARCH 31, 2020

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.

Contents

FUND'S INFORMATION	03
DIRECTORS' REPORT	05
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	10
CONDENSED INTERIM INCOME STATEMENT	11
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	12
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	13
CONDENSED INTERIM CASH FLOW STATEMENT	14
NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS	15

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

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bank Islami Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan

NBP BALANCED FUND

(FORMERLY ; NAFA MULTI ASSET FUND)



Sindh Bank Limited
Soneri Bank Limited
Summit Bank Limited
The Bank of Punjab
United Bank Limited
Zarai Taraqiati Bank Limited

Auditors

KPMG Taseer Hadi & Co.
Sheikh Sultan Trust Building,
Ground No. 2 Shaheed Chaudary Aslam Road,
Civil Lines, Karachi, 75530

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

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

DIRECTORS' REPORT

The Board of Directors of **NBP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Balanced Fund (NBF)** Formerly; NAFA Multi Asset Fund) (NMAF) for the period ended March 31, 2020.

Fund's Performance

The size of NBP Balanced Fund (Formerly: NAFA Multi Asset Fund) has decreased from Rs. 1,404 million to Rs. 1,283 million during the period, i.e. a decrease of 9%. During the period, the unit price (NAV) of NBP Balanced Fund (NBF) has decreased from Rs. 16.4866 on June 30, 2019 to Rs. 15.9979 on March 31, 2020, thus showing a decrease of 3.0%. The Benchmark increased by 0.7% during the same period. Thus, the Fund has underperformed its Benchmark by 3.7% during the period under review. Since inception the NAV of the Fund has increased from Rs.3.7741 (Ex-Div) on January 19, 2007 to Rs. 15.9979 on March 31, 2020, thus showing an increase of 323.9%. During the said period, the Benchmark increased by 151.3%, translating into outperformance of 172.6%. This performance is net of management fee and all other expenses.

During 9MFY20, amid heightened volatility, the stock market depicted dismal performance as reflected by a large 13.8% decline in the benchmark KSE-100 Index. The market started the year on a faltering note initially on account of concerns on the economic front and later on due to deteriorating Pakistan-India relations over the repeal of article 370 in the Indian-occupied Kashmir. Resultantly, panic selling sent the Index to a multi-year low level of 28,765 points on August 16th that opened-up valuation gap in the broader part of the market. However, as the threat of armed conflict between India and Pakistan subsided, attractive valuations and mitigation of risks on the balance of payment position with signing of USD 6 billion Extended Funds facility (EFF) and substantial financial support from the friends of Pakistan triggered value buying in the market. The market sentiment was further uplifted by significant improvement in external account position. The current account balance for the first time in 42 months turned into surplus in Oct-19 and the monthly CAD averaged USD 366 million during July'19 to Feb'20 period, down massively by 70% on a year-on-year basis. Capital flows from the multilateral agencies and portfolio inflows in the government securities also rejuvenated the sentiment. The market also celebrated the steep decline in yields on the government securities on the expectation of commencement of monetary easing cycle. As a result, the KSE-100 Index surged by a massive 50% from August 16th, 2019 to its recent peak on January 13th, 2020. Then, things started to reverse, initially, concerns over delay of 3rd tranche from the IMF due to noncompliance of Performance Criteria under EFF, fear of mini budget to meet expected revenue shortfalls, and reversal of hot money from T-Bills started to weigh on the stock market sentiment. It was however the fear of spread of the Coronavirus and the ensuing lockdown/shutdown of the business activity that caused indiscriminate selling in the stock market. Consequently, the market tumbled by 32.4% from its peak in January till March end.

During the period under review, in terms of sectoral performance, Cements, Chemicals, Engineering, Fertilizers, Pharmaceuticals, Food & Personal Care and Glass & Ceramics out-performed the market, while Automobile Assemblers, Commercial Banks, Insurance, Oil & Gas Exploration, Oil & Gas Marketing, Textile Composite, and Power Generation & Distribution lagged behind. Regarding the participant-wise activity, Individuals remained major buyers with net inflows of USD 144 million, along with Insurance Companies that accumulated positions worth USD 94 million. On the other hand, Foreign investors were the major sellers in the market, offloading positions worth USD 130 million. Likewise, Mutual Funds, and Banks/DFIs were net sellers with net outflows of USD 85 million, and USD 48 million, respectively.

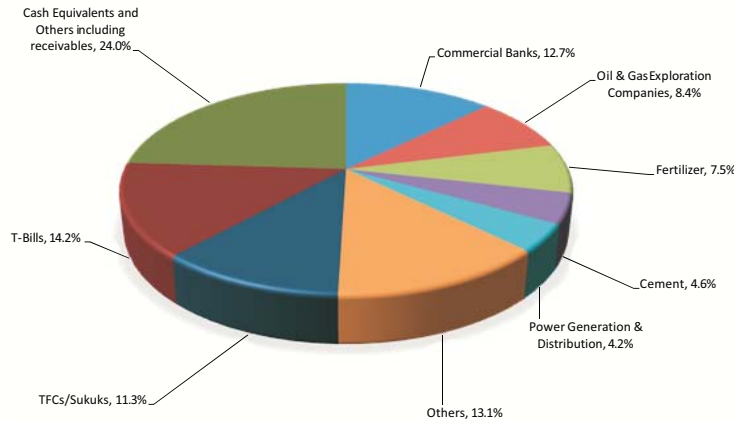
During 9MFY20, the State Bank of Pakistan (SBP) held six Monetary Policy Committee (MPC) meetings. In its first meeting in July 2019, the Policy Rate was increased by 100bps to 13.25% with the objective to curtail inflationary pressures. Thenceforth the central bank maintained tight monetary policy stance and left the key benchmark rate unchanged in the subsequent three MPC meetings. In its meeting on March 17th, 2020 and again on March 24th, 2020 the SBP cumulatively slashed the Policy Rate by 225bps to 11%; owing to improved inflation outlook, sharp fall in global oil prices, and economic fallout from the Coronavirus pandemic. Sovereign yields also responded to these policy actions and inflation and interest rate outlook.

The trading activity in corporate debt securities witnessed a surge during the period. The cumulative traded value stood at Rs. 20.4 billion versus Rs. 11.4 billion in the same period last year. Sovereign yields responded to these policy actions and inflation and interest rate outlook. SBP held twenty (20) T-Bill auctions during the period, realizing a total of Rs. 12,443 billion. The T-Bills yields for 3-month, 6-month and 12-month tenures decreased by 175 basis points, 193 basis points and 264 basis points, respectively. Similarly, expecting beginning of monetary easing, PIB yields declined by 456 bps, 470 bps, and 457 bps for 3-year, 5-year, and 10-year tenures, respectively. During this period, nine (9) PIB auctions were also held where an amount of Rs. 1,671 billion was realized.

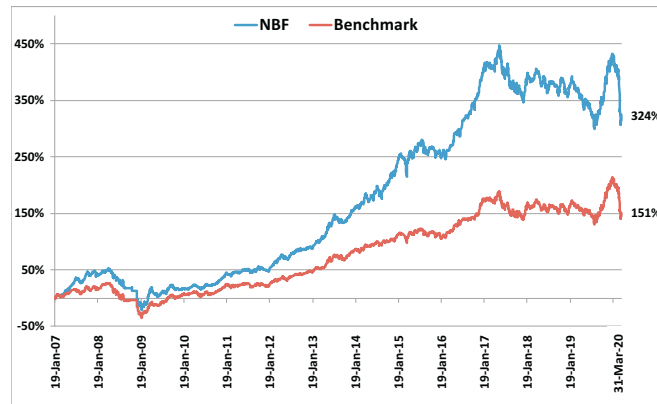
NBP BALANCED FUND (FORMERLY ; NAFA MULTI ASSET FUND)



NBP Balanced Fund has incurred a loss of Rs. 1.372 million during the period. After accounting for total expenses of Rs. 37.260 million, the total loss is Rs. 38.632 million. The asset allocation of the Fund as on March 31, 2020 is as follows:



NBF Performance versus Benchmark (Since Inception)



Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive

Director

Date: April 27, 2020
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ میٹجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نو ماہی کے لئے NBP: بیلنسڈ فنڈ (سابقہ: NAFA ملٹی ایسیٹ فنڈ) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NBP: بیلنسڈ فنڈ (سابقہ: NAFA ملٹی ایسیٹ فنڈ) (NBF) کا سائز اس مدت کے دوران 1,404 ملین روپے سے کم ہو کر 1,283 ملین روپے ہو گیا، یعنی 9% کمی ہوئی۔ اس مدت کے دوران NBP: بیلنسڈ فنڈ (سابقہ: NAFA ملٹی ایسیٹ فنڈ) (NBF) کے یونٹ کی قیمت 30 جون 2019 کو 16.4866 روپے سے کم ہو کر 31 مارچ 2020ء کو 15.9979 روپے ہو گئی۔ لہذا 3.0% کی کمی ظاہر کرتی ہے۔ اسی مدت کے دوران بیچ مارک بڑھ کر 0.7% ہو گیا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران فنڈ کی کارکردگی اپنے بیچ مارک سے 13.7% بہتر رہی۔ اپنے آغاز سے اب تک فنڈ کی NAV 19 جنوری 2007 کو 3.7741 روپے (EX-Div) سے بڑھ کر 31 مارچ 2020ء کو 15.9979 روپے ہو گئی، لہذا 23.9% کا اضافہ ہوا۔ اس مدت کے دوران، بیچ مارک میں 151.3% اضافہ ہوا۔ لہذا فنڈ نے 172.6% سے بہتر کارکردگی دیکھائی۔ فنڈ کی یہ کارکردگی میٹجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

مالی سال 2020 کی نو ماہی میں، تیز اتار چڑھاؤ کے ساتھ اسٹاک مارکیٹ نے مایوس کن کارکردگی کا مظاہرہ کیا جیسا کہ KSE-100 انڈیکس بیچ مارک میں بڑے پیمانہ کی کمی 13.8 فیصد سے ظاہر ہوتا ہے۔ مارکیٹ نے اقتصادی محاذ پر تشویش پائے جانے اور بعد میں ہندوستان کے مقبوضہ کشمیر میں آرٹیکل 370 کی منسوخی پر پاک بھارت تعلقات خراب ہونے کی وجہ سے منفی رجحان سے سال کا آغاز کیا۔ نتیجتاً، خوف و ہراس میں فروخت کی وجہ سے 16 اگست 2019ء کو انڈیکس کثیر سالہ کی کم ترین سطح 28,765 پوائنٹس تک پہنچ گیا جس نے مارکیٹ کے بڑے حصہ میں قیمت کے خلاء کو واضح کر دیا۔ تاہم، جیسے ہی بھارت اور پاکستان کے مابین مسلح تصادم کا خطرہ کم ہوا، 6 ملین ڈالر کے توسیعی فنڈز کی سہولت (EFF) پر دستخط اور ادائیگی کی پوزیشن میں توازن سے پرکشش تشخیص اور خطرات کی تخفیف ہوئی اور پاکستان کے دوست ممالک کی طرف سے خاطر خواہ مالی مدد نے مارکیٹ میں قیمت خرید کو متحرک کر دیا۔ بیرونی اکاؤنٹ کی پوزیشن میں نمایاں بہتری کی وجہ سے مارکیٹ کے جذبات کو مزید تقویت ملی۔ کرنٹ اکاؤنٹ بیلنس پہلی بار 42 مہینوں میں اکتوبر 19 میں سرپلس میں بدل گیا اور ماہانہ کرنٹ اکاؤنٹ خسارہ (CAD) اوسط 366 ملین امریکی ڈالر، جولائی 19 تا فروری 20 کے دوران سالانہ بنیادوں پر بڑے پیمانے پر 70 فیصد کم ہوا۔ کثیر الجہتی ایکسیویوں کی طرف سے سرمائے اور گورنمنٹ سیکورٹیز میں پورٹ فولیو کی آمد نے بھی جذبات کو ابھارا۔ متوقع مانیٹری نرمی کے آغاز پر مارکیٹ نے گورنمنٹ سیکورٹیز کے منافع میں بھی شدید کمی کو سراہا۔ نتیجے کے طور پر، KSE-100 انڈیکس میں 16 اگست 2019 سے بڑے پیمانے پر 50 فیصد کا اضافہ ہوا، 13 جنوری 2020 کو اپنی موجودہ بلند ترین سطح پر آ گیا۔ پھر، معاملات اٹھ ہونا شروع ہو گئے، جس کی بنیاد وجہ EFF کے تحت کارکردگی کے معیار کی عدم تعمیل کی وجہ سے آئی ایم ایف سے تیسری قسط کی تاخیر کے خدشات، متوقع آمدن کی کمی کو پورا کرنے کے لئے منہمی جیٹ کا خوف، اور (T-Bills) سے ہاٹ منی کے واپس جانے سے اسٹاک مارکیٹ کے جذبات پر دباؤ آنے لگا۔ تاہم کورونا وائرس کے پھیلاؤ اور اس کے بعد ہونے والے لاک ڈاؤن/کاروباری سرگرمی کے بند ہونے کا خوف جس کی وجہ سے اسٹاک مارکیٹ میں اندھا دھند فروخت ہوئی۔ اس کے نتیجے میں، جنوری تا مارچ کے آخر تک مارکیٹ اپنے عروج سے 32.4 فیصد تک گر گئی۔

زیر جائزہ مدت کے دوران، شعبہ جاتی کارکردگی کے تناظر میں سیمنٹ، کیمیکلز، انجینئرنگ، فریٹلائزر، فارماسیوٹیکلز، خوراک اور پرسنل کیئر اور شیشے اور سرامکس نے مارکیٹ میں بہتر کارکردگی کا مظاہرہ کیا جبکہ آٹوموبائل، کمرشل بینک، انشورنس، تیل اور گیس ایکسپلوریشن، تیل اور گیس مارکیٹنگ، ٹیکسٹائل کمپوزٹ، پاور جنریشن اور ڈسٹری بیوشن نے ان کی پیروی کی۔ شریک دار کارکردگی کے تناظر میں انفرادی سرمایہ کار 144 ملین ڈالر کے مجموعی ان فلو کے ساتھ بڑے خریدار رہے جب کہ انشورنس کمپنیوں نے 94 ملین ڈالر کے ساتھ پوزیشن مستحکم کی۔ دوسری جانب، غیر ملکی سرمایہ کار 130 ملین امریکی ڈالر کے ساتھ بڑے فروخت کنندہ رہے اسی طرح چل فنڈز اور بینک/DFI بالترتیب 85 ملین ڈالر اور 48 ملین ڈالر کے آؤٹ فلو کے ساتھ خالص فروخت کنندگان رہے۔

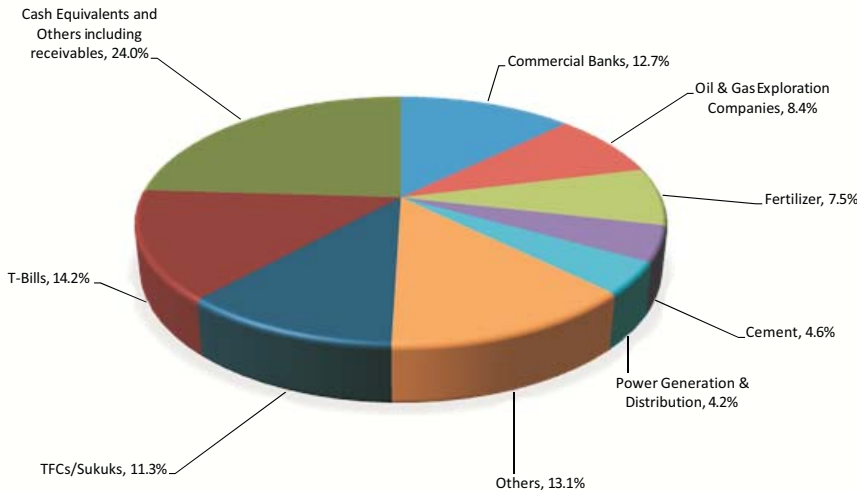
مالی سال 2020 کی نومبر میں اسٹیٹ بینک آف پاکستان نے چھ ماہی پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 2019ء میں منعقدہ ماہی پالیسی کے اپنے پہلے اجلاس میں پالیسی کی شرح کو بحساب 100bps سے بڑھا کر 13.25 فی صد کر دیا۔ اس کے بعد مرکزی بینک نے سخت معاشی پالیسی کا موقف برقرار رکھا اور اس کے بعد ہونے والی تین MPC اجلاسوں میں کلیدی معیاری تبدیلیاں نہیں کیا۔ 17 مارچ، 2020 کو اور پھر 24 مارچ، 2020 کو اپنے اجلاس میں اسٹیٹ بینک نے افراط زر کی صورتحال میں بہتری، تیل کی عالمی قیمتوں میں تیزی سے کمی اور کورونا وائرس وبائی مرض سے معاشی خرابی کی وجہ سے پالیسی کی شرح میں بحساب 225bps سے کمی کر کے مجموعی طور پر 11 فیصد کر دیا۔ ان پالیسی اقدامات اور افراط زر اور شرح سود کے تناظر میں گورنمنٹ بانڈز منافع میں ردعمل دیکھا گیا۔

زیر جائزہ مدت کے دوران، مارکیٹ میں بالترتیب فیکسڈ کیپٹل سرمایہ کاری اور ورکنگ سرمایہ کے لئے بڑھتی ہوئی فنڈنگ کی ضروریات کو پورا کرنے کے لئے کارپوریٹ سکوک اور شریج کمپلیٹ کمرشل پیپرز کے ایک معقول سائز کے اجراء کا مشاہدہ کیا گیا۔ ثانوی مارکیٹ میں، کارپوریٹ سکوک میں تجارت 19 بلین روپے رہی جو کہ گذشتہ سال کی اسی مدت کے دوران 9 بلین روپے تھی۔

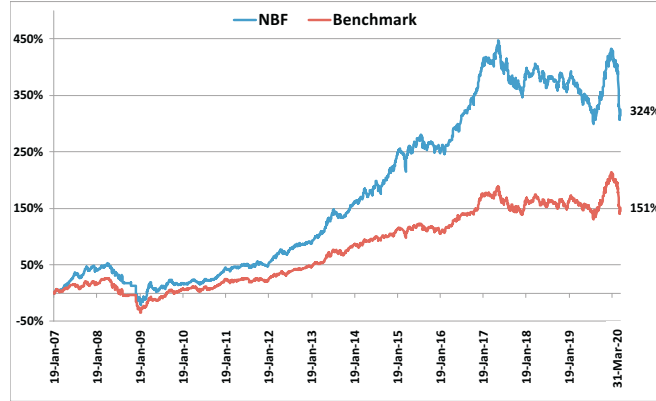
اسی مدت کے دوران کارپوریٹ ڈیٹ سیکورٹیز میں تجارتی سرگرمی میں اضافہ دیکھا گیا۔ مجموعی تجارتی قدر 20.4 بلین روپے رہی جبکہ گذشتہ سال کی اسی مدت میں 11.4 بلین روپے تھی۔ ان پالیسی اقدامات اور افراط زر اور شرح سود کے تناظر میں گورنمنٹ بانڈز منافع میں ردعمل دیکھا گیا۔ اس مدت میں SBP نے بیس (20) T-Bills نیلامیوں سے مجموعی طور پر 12,443 بلین روپے حاصل کئے۔ سہ ماہی، شش ماہی اور سالانہ مدتوں کے دوران T-Bills منافع بالترتیب 175bps، 193bps اور 264bps تک کم ہوئی۔ اسی طرح متنوع ماہی پالیسی آسانی کے آغاز کے باعث 3 سال، 5 سال اور 10 سال کی مدتوں کے دوران PIB منافع بالترتیب 457bps اور 470bps اور 456bps کی کمی ہوئی۔ اس مدت کے دوران، نو (9) PIB نیلامیاں بھی کی گئیں جہاں سے 1,671 بلین روپے حاصل کئے۔

NBP ہیلنڈ فنڈ کو موجودہ مدت کے دوران 1.372 بلین روپے کا خسارہ ہوا ہے۔ 37.260 بلین روپے کے اخراجات مہیا کرنے کے بعد خالص خسارہ 38.632 بلین روپے ہے۔

31 مارچ 2020 کے مطابق فنڈ کی ایسٹ ایلویشن حسب ذیل ہے:



NBF کی کارکردگی بمقابلہ بیچ مارک (اپنے قیام سے)



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے ٹیچمنٹ 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 ڈسٹری بیوٹرز 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 ٹریڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 27 اپریل 2020ء

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2020

	Note	Unaudited March 31, 2020	Audited June 30, 2019
-----Rupees in '000-----			
ASSETS			
Balances with banks & term deposits		325,635	464,789
Investments	4	974,045	960,831
Dividend and profit receivable		14,447	9,173
Advances, deposits, prepayments and other receivables		3,739	3,842
Total assets		1,317,866	1,438,635
LIABILITIES			
Payable to the Management Company		7,692	6,510
Payable to the Trustee		231	270
Payable to the Securities and Exchange Commission of Pakistan		215	1,352
Accrued expenses and other liabilities		27,153	26,369
Total liabilities		35,291	34,501
NET ASSETS		1,282,575	1,404,134
UNIT HOLDERS' FUND (As per statement attached)		1,282,575	1,404,134
CONTINGENCIES AND COMMITMENTS			
	10		
-----Number of units-----			
Number of units in issue		80,171,371	85,168,283
-----Rupees-----			
Net Asset Value per unit		15.9979	16.4866

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Nine months ended		Quarter ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Note ----- Rupees in '000 -----				
INCOME				
Capital Gain / (loss) on sale of investments - net	22,823	(14,342)	17,379	(6,055)
Income from term finance certificates and sukuk bonds	14,918	8,254	5,260	2,956
Income from government securities	6,684	8,862	6,684	-
Dividend income	43,517	31,656	10,608	11,703
Income from bank Balances	32,489	41,319	8,353	14,641
Income from term deposits receipts	3,236	-	-	-
Unrealised (diminution) / appreciation on re-measurement of investments 'at fair value through profit or loss -held-for trading' - net	(125,039)	(62,348)	(300,200)	40,683
Total Income	(1,372)	13,401	(251,916)	63,928
EXPENSES				
Remuneration of the Management Company	16,352	24,450	5,648	7,883
Sindh sales tax on remuneration on the Management Company	2,126	3,179	734	1,025
Remuneration of the Trustee	1,827	1,973	625	641
Sindh Sales Tax on remuneration of Trustee	238	257	82	84
Accounting and operational charges to the Management Company	1,076	1,223	376	395
Selling and marketing expenses	12,937	3,984	5,082	1,577
Annual fee - Securities and Exchange Commission of Pakistan	215	1,039	75	335
Securities transaction cost	957	1,525	394	596
Settlement and bank charges	710	432	182	194
Annual listing fee	21	21	7	7
Legal and professional charges	90	54	28	20
Auditors' remuneration	509	534	122	118
Printing expenses	31	35	14	3
Fund's rating fee	171	157	61	56
Total Expenses	37,260	38,863	13,430	12,934
Net (Loss) / Income from operating activities	(38,632)	(25,462)	(265,346)	50,994
	(38,632)	(25,462)	(265,346)	50,994
Reversal of Sindh Workers' Welfare Fund	-	-	4,534	-
Net (loss) / Income for the period before taxation	(38,632)	(25,462)	(260,812)	50,994
Taxation	-	-	-	-
Net (loss) / Income for the period after taxation	(38,632)	(25,462)	(260,812)	50,994

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Nine months ended		Quarter ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	----- Rupees in '000 -----			
Net (Loss) / Income for the period after taxation	(38,632)	(25,462)	(260,812)	50,994
Other comprehensive income / (loss)				
Total comprehensive (loss) / Income for the period	(38,632)	(25,462)	(260,812)	50,994

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

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 NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine Months Period Ended					
	2020			2019		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	894,200	509,934	1,404,134	1,010,443	643,581	1,654,024
Issue of 1,548,651 units (2019: 3,529,753 units)						
- Capital value	25,532	-	25,532	63,565	-	63,565
- Element of Income	3,028	-	3,028	142	-	142
Total proceeds on issuance of units	28,559	-	28,560	63,707	-	63,707
Redemption of 6,545,563 units (2019: 7,682,214 units)						
- Capital value	(107,914)	-	(107,914)	(138,344)	-	(138,344)
- Element of (loss) / income	(3,573)	-	(3,573)	834	-	834
Total payments on redemption of units	(111,487)	-	(111,487)	(137,510)	-	(137,510)
Total comprehensive (loss) / income for the period	-	(38,632)	(38,632)	-	(25,462)	(25,462)
Net assets at end of the period	811,272	471,302	1,282,575	936,640	618,119	1,554,759
Undistributed income brought forward						
- Realised		660,449			730,114	
- Unrealised		(150,515)			(86,533)	
		509,934			643,581	
Net (loss) / income for the period		(38,632)			(25,462)	
Undistributed income carried forward		471,302			618,119	
Undistributed income carried forward						
- Realised		596,341			680,467	
- Unrealised		(125,039)			(62,348)	
		471,302			618,119	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			16.4866			18.0084
Net assets value per unit at end of the period			15.9979			17.7291

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2020

	Nine months ended	
	March 31, 2020	March 31, 2019
	----- Rupees in '000 -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Net Loss for the period before period	(38,632)	(25,462)
Adjustments		
Unrealised diminution in the value of investments classified as 'at fair value through profit or loss'	125,039	62,348
Loss on sale of investments - net	(22,823)	14,342
	63,584	51,228
Decrease / (increase) in assets		
Investments - net	(115,430)	(208,610)
Advances, deposits, prepayments and other receivables	103	(7,826)
Dividend and profit receivable	(5,274)	(12,836)
	(120,601)	(229,272)
(Decrease) / increase in liabilities		
Payable to the Management Company	1,182	727
Payable to the Trustee	(39)	(105)
Payable to the Securities and Exchange Commission of Pakistan	(1,137)	(437)
Accrued expenses and other liabilities	784	3,910
	790	4,095
Net cash (used in) operating activities	(56,227)	(173,949)
CASH FLOW FROM FINANCING ACTIVITIES		
Amounts received from issuance of units	28,560	63,707
Amounts paid on redemption of units	(111,487)	(137,510)
Distribution paid	-	-
Net cash / (used in) financing activities	(82,927)	(73,803)
Net increase in cash and cash equivalents during the period	(139,154)	(247,752)
Cash and cash equivalents at the beginning of the period	464,789	729,754
Cash and cash equivalents at the end of the period	325,635	482,002

The annexed notes 1 to 14 form an integral part of this condensed interim financial information.

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 NINE MONTH PERIOD ENDED MARCH 31, 2020**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** The NBP Balanced Fund (Formerly: NAFA Multi Asset Fund) (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited and Central Depository Company of Pakistan Limited (CDC), as Trustee. The Trust Deed was executed on 06 December 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 20 December 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The effective date of change of name of the Fund is 5 April 2019.
- 1.2** Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of Mutual Fund Association of Pakistan (MUFAP).
- 1.3** The Fund is an open-ended mutual fund classified as a "balanced scheme" by the Management Company as per the criteria for categorization of open end collective investment scheme as specified by Securities and Exchange (SECP) and other allied matters and is listed on Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The core objective of the Fund is to provide its investors with a combination of capital growth and income. The Fund aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments etc.
- 1.5** The Pakistan Credit Rating Agency (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company. and has assigned performance rating of '4-Star' to the Fund.
- 1.6** Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan (CDC) Limited as Trustee of 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 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
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the 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 the 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 the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. 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.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2020.

These financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

4 INVESTMENTS

Investment by category		Unaudited	Audited
Financial assets 'at fair value through profit or loss'	Note	March 31,	June 30,
		2020	2019
		(Rupees in '000)	
Equity securities - listed	4.1.1	647,190	770,498
Government Securities	4.1.3	181,944	-
Term finance certificates - unlisted	4.1.6	68,277	94,588
Term deposits receipts		-	95,745
Sukuk Bonds	4.2.1	76,634	-
		974,045	960,831

4.1.1 Equity securities - Listed

All shares have a nominal face value of Rs 10 each, except for shares of Thal Limited and Shabbir Tiles and Ceramics Limited which have a face value of Rs 5 and K Electric Limited which has a face value of Rs 4.

Name of the investee company	As at 1 July 2019	Purchases during the period	Bonus issue during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2020	Market value / carrying value as at 31 March 2020	Market value as a percentage of net assets	Market value as a percentage of investments	Market value as Percentage of paid-up capital of the
	(Number of Shares)					(Rupees in '000)		(%)		
Oil & Gas Exploration Companies										
Oil and Gas Development Company Limited (Refer 4.1.2)	413,396	225,500	-	-	287,800	351,096	27,031	0.02	0.03	0.01
Pakistan Oilfields Limited	61,623	33,900	-	-	40,000	55,523	14,559	0.01	0.01	0.02
Pakistan Petroleum Limited (Refer 4.1.1)	304,452	228,000	78,890	-	152,500	458,842	32,949	0.03	0.03	0.02
Mari Petroleum Limited	26,376	7,300	3,368	-	-	37,044	33,010	0.03	0.03	0.03
	805,847	494,700	82,258	-	480,300	902,505	107,549	0.08	0.11	
Oil & Gas Marketing Companies										
Pakistan State Oil Company Limited	95,319	54,300	25,924	-	58,800	116,743	14,184	0.01	0.01	0.02
Attock Petroleum Limited	16,261	-	-	-	-	16,261	3,838	0.00	0.00	0.02
Hascol Petroleum Limited	2,152	-	-	-	1,375	777	9	0.00	0.00	-
Sui Northern gas Pipelines	161,000	241,500	-	-	182,500	220,000	8,118	0.01	0.01	0.03
	274,732	295,800	25,924	-	242,675	353,781	26,149	0.02	0.03	
Fertilizers										
Engro Fertilizers Limited	449,001	394,500	-	-	572,000	271,501	15,655	0.01	0.02	0.02
Fauji Fertilizer Bin Qasim Limited	-	330,000	-	-	215,500	114,500	1,517	0.00	0.00	0.01
Engro Corporation Limited	156,220	52,500	-	-	65,100	143,620	38,332	0.03	0.04	0.02
Fauji Fertilizer Company Limited	475,501	204,000	-	-	242,600	436,901	40,636	0.03	0.04	0.03
	1,080,722	981,000	-	-	1,095,200	966,522	96,140	0.07	0.10	
Chemicals										
Engro Polymer & Chemicals Limited	453,623	644,500	-	-	175,000	923,123	22,635	0.02	0.02	0.10
Lotte Chemical Pakistan Ltd	425,000	-	-	-	425,000	-	-	-	-	-
	878,623	644,500	-	-	600,000	923,123	22,635	0.02	0.02	
Cement										
Cherat Cement Company Limited	48,800	-	-	-	48,800	-	-	-	-	-
D.G. Khan Cement Pakistan Limited	-	199,000	-	-	102,500	96,500	5,718	0.00	0.01	0.02
Fauji Cement Company Limited	-	699,000	-	-	245,000	454,000	6,724	0.01	0.01	0.03
Kohat Cement Company Limited	102,250	21,500	-	-	-	123,750	10,797	0.01	0.01	0.06
Lucky Cement Limited (Refer 4.1.2)	41,364	56,300	-	-	-	97,864	36,204	0.03	0.04	0.03
Maple Leaf Cement Factory Limited	45,000	-	-	-	45,000	-	-	-	-	-
	237,414	975,800	-	-	441,300	771,914	59,443	0.05	0.06	
Automobile Parts & Accessories										
Thal Limited	11	-	-	-	-	11	3	0.00	0.00	-
	11	-	-	-	-	11	3	0.00	0.00	
Textile Composite										
Azgard Nine Limited (Non-voting shares)	807,000	-	-	-	-	807,000	5,649	0.00	0.01	14.61
Gul Ahmed Textile Mills Ltd	579,500	88,300	-	-	176,000	491,800	11,336	0.01	0.01	0.11
Kohinoor Textile Mills Limited	179,113	-	-	-	-	179,113	4,635	0.00	0.00	0.06
Nishat (Chunian) Limited	194,000	-	-	-	126,000	68,000	1,751	0.00	0.00	0.03
Interloop Limited	105,918	-	-	-	-	105,918	3,798	0.00	0.00	0.01
Nishat Mills Limited (Refer 4.1.2)	134,700	80,500	-	-	30,000	185,200	10,877	0.01	0.01	0.05
	2,000,231	168,800	-	-	332,000	1,837,031	38,046	0.03	0.04	
Technology & Communication										
Netsol Technologies Ltd	185,800	-	-	-	40,000	145,800	4,252	0.00	0.00	0.16
Avanceon Limited	23,200	-	-	-	23,200	-	-	-	-	-
P.T.C.L. A	480,000	-	-	-	480,000	-	-	-	-	-
Systems Limited	83,550	-	-	-	-	83,550	9,286	0.01	0.01	0.07
	772,550	-	-	-	543,200	229,350	13,538	0.01	0.01	

NBP BALANCED FUND (FORMERLY ; NAFA MULTI ASSET FUND)



Name of the investee company	As at 1 July 2019	Purchases during the period	Bonus issue during the period	Right shares purchased/ subscribed during the period	Sales during the period	As at 31 March 2020	Market value / carrying value as at 31 March 2020	Market value as a percentage of net assets	Market value as a percentage of investments	Market value as Percentage of paid-up capital of the
	----- (Number of Shares) -----						(Rupees in '000)		----- (%) -----	
Engineering										
Aisha Steel Ltd	-	177,000	-	-	177,000	-	-	-	-	-
International Steels Limited	105,100	124,000	-	-	120,000	109,100	3,948	0.00	0.00	0.03
International Industries Limited	32,000	-	3,200	-	32,000	3,200	242	0.00	0.00	-
Mughal Iron & Steel Industries	381,000	211,000	-	-	-	592,000	18,547	0.01	0.02	0.24
	518,100	512,000	3,200	-	329,000	704,300	22,737	0.02	0.02	
Power Generation & Distribution										
Lalpir Power Limited	644,000	-	-	-	100,000	544,000	5,516	0.00	0.01	0.14
Pakgen Power Limited	373,000	-	-	-	-	373,000	4,543	0.00	0.00	0.10
K-Electric Limited	900,000	-	-	-	545,000	355,000	1,005	0.00	0.00	-
Saif Power Limited	130,000	-	-	-	-	130,000	2,079	0.00	0.00	0.03
The Hub Power Company Limited	573,916	213,500	-	-	198,500	588,916	40,206	0.03	0.04	0.05
	2,620,916	213,500	-	-	843,500	1,990,916	53,349	0.04	0.05	
Commercial Banks										
Allied Bank Limited	254,300	-	-	-	100,500	153,800	10,938	0.01	0.01	0.01
Askari Bank Limited	130,000	-	-	-	130,000	-	-	-	-	-
Bank Al-falah Limited	1,042,050	127,000	-	-	184,500	984,550	31,319	0.02	0.03	0.06
Bank Al-Habib Limited (Refer 4.1.2)	433,400	82,000	-	-	55,000	460,400	24,802	0.02	0.03	0.04
Bank of Punjab	737,500	-	-	-	327,000	410,500	3,144	0.00	0.00	0.02
Faysal Bank Limited	228,097	-	-	-	-	228,097	3,164	0.00	0.00	0.02
Habib Bank Limited	349,680	53,500	-	-	38,000	365,180	37,698	0.03	0.04	0.02
MCB Bank Limited	91,600	65,000	-	-	16,500	140,100	20,914	0.02	0.02	0.01
Meezan Bank Limited	17,793	33,500	-	-	-	51,293	3,339	0.00	0.00	-
National Bank of Pakistan	70,000	62,500	-	-	-	132,500	3,744	0.00	0.00	0.01
United Bank Limited	383,091	-	-	-	149,700	233,391	23,528	0.02	0.02	0.02
	3,737,511	423,500	-	-	1,001,200	3,159,811	162,590	0.13	0.17	
Insurance										
Adamjee Insurance Co. Ltd	90,500	-	-	-	-	90,500	2,410	0.00	0.00	0.03
	90,500	-	-	-	-	90,500	2,410	0.00	0.00	
Glass and Ceramics										
Tariq Glass Industries Limited	119,500	2,500	61,000	-	-	183,000	9,249	0.01	0.01	0.25
Shabbir Tiles & Ceramics Ltd	100,000	-	-	-	-	100,000	631	0.00	0.00	0.03
	219,500	2,500	61,000	-	-	283,000	9,880	0.01	0.01	
Paper & Board										
Century Paper & Board Mills Ltd	145,400	-	-	-	-	145,400	6,719	0.01	0.01	0.10
Packages Limited	-	13,500	-	-	-	13,500	3,082	0.00	0.00	0.02
Cherat Packaging Ltd	79,100	-	7,910	-	-	87,010	7,338	0.01	0.01	0.20
	224,500	13,500	7,910	-	-	245,910	17,139	0.01	0.02	
Food and Personal Care Products										
Fauji Foods Limited	10,500	-	-	-	-	10,500	93	0.00	0.00	-
Matco Foods Limited	131,000	-	-	-	-	131,000	1,953	0.00	0.00	0.11
	141,500	-	-	-	-	141,500	2,046	0.00	0.00	
Automobile Assembler										
Honda Atlas Cars (Pakistan) Ltd	-	24,700	-	-	-	24,700	3,273	0.00	0.00	0.02
Indus Motor Company Limited	1,220	-	-	-	-	1,220	890	0.00	0.00	-
Millat Tractors Ltd	-	13,500	-	-	-	13,500	7,334	0.01	0.01	0.03
	1,220	38,200	-	-	-	39,420	11,497	0.01	0.01	
Pharma And Biotech										
AGP Limited	-	20,000	-	-	20,000	-	-	-	-	-
Highnoon Laboratories Limited	1,140	-	-	-	-	1,140	568	0.00	0.00	-
The Searle Company Limited	-	9,000	-	-	-	9,000	1,411	0.00	0.00	-
	1,140	29,000	-	-	20,000	10,140	1,979	0.00	0.00	
Miscellaneous										
Synthetic Products Limited	2,000	-	80	-	-	2,080	60	0.00	0.00	-
	2,000	-	80	-	-	2,080	60	0.00	0.00	
Total - 31 March 2020	13,607,017	4,792,800	180,372	-	5,928,375	12,651,814	647,190	0.50	0.66	

Carrying value before fair value adjustment as at 31 March 2020

775,255

4.1.2 Investments include shares with market value of Rs. 38.297 million (30 June 2019: Rs. 33.86 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no.11 dated 23 October 2007 issued by the SECP.

4.2.2 This represents 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 NPA by MUFAP since January 9, 2009. The amount of provision as per circular 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

4.2.3 This represents investment in privately placed sukuk bonds with a term of five years. On May 06, 2011, the issuer has defaulted its scheduled principal and profit payment and therefore it was classified as NPA by MUFAP. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circular.

5 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1.35% per annum of the net assets of the Fund.

6 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 3.46% (2019: 3.18%) which includes 0.24% (2019: 0.37%) representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'balanced scheme'.

7 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 14.1 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.12.213 million for the period ended March 31, 2020 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2020 would have been higher by Rs. 0.1523 per unit (June 30, 2019: Rs. 0.1434 per unit).

8 TAXATION

The Fund's income 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 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

9 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.

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2020 and June 30, 2019.

11 DETAILS OF NON COMPLIANT INVESTMENT WITH THE INVESTMENT CRITERIA AS DEFINED BY THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

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

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

The following are the details of non-compliant investments:

Type of Investment	Name of non-compliant investment	Value of investment before provision	Provision held, if any	Value of investment after provision	Percentage of net assets	Percentage of gross assets
.....Rupees in '000'.....						
Investment in Debt Securities						
	a) Saudi Pak Leasing Company Limited-TFC	27,547	27,547	-	-	-
	b) Eden Housing Industries Private Limited - Sukuk	9,844	9,844	-	-	-
	c) New Allied Electronics Limited	10,000	10,000	-	-	-

At the time of purchase, these term finance certificates and sukuks bonds were in compliance with the aforementioned circular. However, they subsequently defaulted or were downgraded to non investment grade.

The management is taking steps to ensure compliance with the above requirements.

12 TRANSACTIONS WITH CONNECTED PERSONS

12.1 Connected persons include NBP Fund Management Limited (NBP Funds) being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) and Baltoro Growth Fund being the sponsors, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, entities under common management or directorships, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company and unit holders holding 10 percent or more units of the Fund.

12.2 The transactions with connected persons are in the normal course of business, at contracted / agreed rates.

12.3 Remuneration and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

12.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust of Deed.

NBP BALANCED FUND (FORMERLY ; NAFA MULTI ASSET FUND)



12.5 Transactions during the period

	----- (Un-audited) -----	
	Nine Months Ended	
	March 31, 2020	March 31, 2019
	----Rupees in '000 ----	
NBP Fund Management Limited		
Management fee expense	16,352	24,450
Accounting and operational charges to the Management Company	1,076	1,223
Sindh Sales Tax on remuneration of the Management Company	2,126	3,179
Selling and marketing expenses	12,937	3,984
Sales load	197	1,054
National Bank of Pakistan - Parent Company		
Purchase of 62,500 shares (March 31, 2019: 67,000 shares)	1,908	3,365
Sell of Nil shares (March 31, 2019: 67,000 shares)	-	3,015
*International Industries Limited - Common Directorship		
Purchase of: (March 31, 2019: 54,000 shares)	-	8,920
Sell of (March 31, 2019: 83,300 shares)	-	14,230
Dividend income	-	275
International Steels Limited - Common Directorship		
Shares purchased 124,000 shares (March 31, 2019: 182,600 shares)	4,605	12,620
Shares sold: 120,000 shares (March 31, 2019: 221,000 shares)	4,775	16,074
Dividend income	239	450
Central Depository Company of Pakistan Limited - Trustee		
Remuneration	1,827	1,973
Sindh Sales Tax on remuneration of the Trustee	238	257
CDS charges	190	8
Employees of Management Company		
Units Issued 568 units; (March 31, 2019: Nil units)	10	-
Units Redeemed / Transferred out 17,270 units (March 31, 2019: Nil units)	284	-
Taurus Securities Limited - Subsidiary of Parent Company		
Brokerage charges	53	92
Portfolios managed by the Management Company		
Units Redeemed / Transferred out 1,211,509 units	20,331	-
National Clearing Company of Pakistan Limited (common directorship)		
NCCPL Charges	366	342
Pakistan Stock Exchange Limited (common directorship)		
Listing fee paid	25	-
The Hub Power Company Limited (Common directorship)		
Purchase of 213,500 shares	14,633	-
Sell of 198,500 shares	18,599	-
Purchase of Sukuk	50,000	-
Income of Sukuk	5,051	-
Fauji Fertilizer Company Limited - (common directorship)		
Purchase of 204,000 shares	19,462	-
Sell of 242,600 shares	24,031	-
Dividend Income	4,563	-
Gul Ahmed Textile Mills Limited. -(common directorship)		
Sell of 176,000 shares	7,598	-
Dividend Income	1,104	-
NBP Money Market Fund (CIS managed by the Management Company)		
Market Treasury Bills sold during the period	98,526	-
NBP Islamic Income Fund (CIS managed by the Management Company)		
Purchased Term Finance Certificates during the period	26,012	-

NBP BALANCED FUND (FORMERLY ; NAFA MULTI ASSET FUND)



12.6	Balances outstanding as at period end	Un-audited March 31, 2020	Audited June 30, 2019
		----- Rupees in '000 -----	
	NBP Fund Management Limited		
	Remuneration payable to Management Company	1,764	2,381
	Sindh Sales Tax payable to Management Company	229	310
	Selling and marketing expenses	5,083	3,048
	Allocated expenses payable	376	762
	Sale load and sale tax on sale load	240	9
	Federal excise duty on sales load	818	818
	Federal excise duty on remuneration of the Management Company	11,587	11,857
	National Bank of Pakistan - Parent company		
	Balance in current account	3,702	3,113
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration payable	205	204
	Sindh Sales Tax on remuneration of the Trustee	26	26
	CDC charges payable	192	40
	Security deposit	100	100
	NBP Employees Pension Fund		
	Investment held in the Fund: 26,464,902 units (June 30, 2019: 26,464,902 units)	423,383	436,316
	The Trustees- Karachi Electric Provident Fund (Units holder of 10% or more of units holding)		
	Investment held in the Fund: 34,224,720 units (June 30, 2019: 34,224,720 units)	547,524	564,249
	**Ronak Iqbal Lakhani (Units holder of 10% or more of units holding)		
	Investment held in the Fund: 8,058,491 units	128,919	-
	Employees of Management Company		
	Investment held in the Fund: 1,550 units (June 30, 2019: 18,252 units)	25	301
	*Summit Bank of Pakistan		
	Bank Balance in current account	-	3,094
	Bank Balance in Savings account	-	44
	*Askari Bank Limited		
	Bank Balance in savings account	-	6,895
	Ordinary shares held (30 June 2019:130,000)	-	2,458
	Bankislami Pakistan Limited -(common directorship)		
	Bank Balance current account	4	6
	National Bank of Pakistan - Parent company		
	Bank Balance current account	3,702	3,113
	Ordinary shares 132,500 held	3,744	-
	National Clearing Company of Pakistan Limited (common directorship)		
	NCCPL Charges payable	133	-
	Security deposits	2,750	2,750
	Taurus Securities Limited - Subsidiary of Parent Company		
	Brokerage payable	18	-
	The Hub Power Company Limited (common Directorship)		
	Ordinary 588,922 shares held	40,206	-
	Gul Ahmed Textile Mills Limited. -(common directorship)		
	Ordinary 491,800 shares held	11,336	-
	Fauji Fertilizer Company Limited - (common directorship)		
	Ordinary 436,900 shares held	40,636	-
	*International Industries Limited		
	Ordinary shares (June 30, 2019: 105,000 shares)	-	2,466
	International Steels Limited - Common Directorship		
	Ordinary shares held 109,100 (June 30, 2019: 32,000 shares)	3,948	4,174

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

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

13 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on April 27, 2020

14 GENERAL

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

14.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation. No significant reclassifications have been made during the current period.

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

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds