



# NBP FUNDS

*Managing Your Savings*

**AM1**  
Rated by PACRA

## NBP MAHANA AMDANI 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.



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**FUND'S INFORMATION**

**Management Company**

**NBP Fund Management Limited - Management Company**

**Board of Directors of Management Company**

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

**Company Secretary & COO**

Mr. Muhammad Murtaza Ali

**Chief Financial Officer**

Mr. Khalid Mehmood

**Audit & Risk Committee**

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

**Human Resource Committee**

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

**Strategy & Business Planning Committee**

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

**Trustee**

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

**Bankers to the Fund**

Albaraka Bank of Pakistan  
Allied Bank Limited  
Askari Bank Limited  
Bank Al Habib Limited  
Bank Alfalah Limited  
Bank Islami Pakistan Limited  
Faysal Bank Limited

# NBP MAHANA AMDANI FUND

(FORMERLY; NAFA SAVINGS PLUS FUND)



Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
Khushhali Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
Samba Bank Limited  
Silk Bank Limited  
Sindh Bank Limited  
Soneri Bank Limited  
Summit Bank Limited  
Telenor Microfinance Bank Limited  
The First Microfinance Bank Limited  
The Bank of Punjab  
U Microfinance Bank Limited  
United Bank Limited  
Zarai Taraqiati Bank Limited  
Mobilink Microfinance Bank Limited

#### Multan Office:

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

#### Auditors

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

#### Legal Advisor

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

#### Head Office:

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

#### Lahore Office:

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

#### Islamabad Office:

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

#### Peshawar Office:

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

## DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of **NBP Mahana Amdani Fund (NMAF)** for the period ended March 31, 2020.

### Fund's Performance

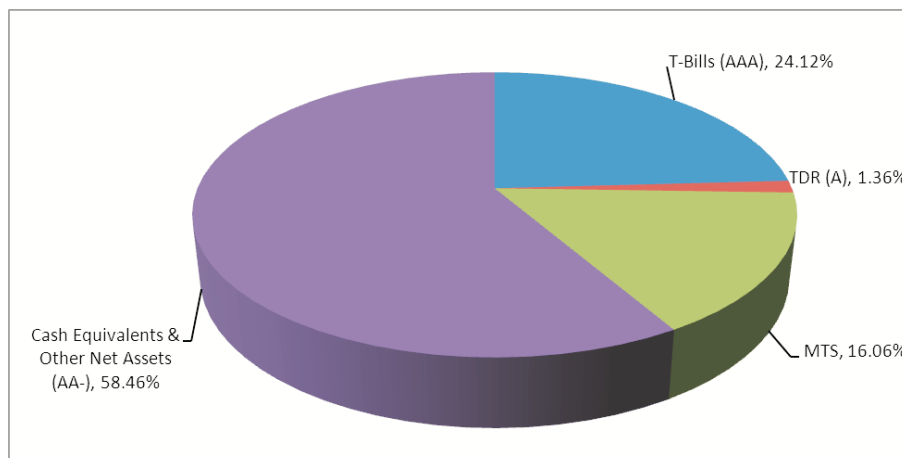
The size of NBP Mahana Amdani Fund has increased from Rs. 545 million to Rs. 2,198 million during the period (i.e. an extraordinary growth of 303%). During the period, the unit price of the Fund has increased from Rs. 10.1629 on June 30, 2019 to Rs. 11.1848 on March 31, 2020, thus showing a return of 13.3% as compared to the benchmark return of 13.5% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund is rated 'AA- (f)' by PACRA, which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Weighted average maturity of the Fund cannot exceed one year. The Fund is allowed to invest in MTS. However, NBP Funds' internal guidelines permit financing in only fundamentally strong companies. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rate of return with no direct exposure to the stock market.

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. 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 pressure. 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 slashed the Policy Rate by a cumulative 225bps to 11%; owing to improved inflation outlook, sharp fall in the global oil prices, and economic fallout from the Coronavirus pandemic.

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 yields on T-Bills for 3-month, 6-month and 12-month tenures decreased by 175 basis points, 193 basis points and 264 basis points, respectively. Similarly, expecting protracted period of monetary easing, PIB yields decline 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.

The Fund has earned a total income of Rs. 174.36 million during the period. After deducting total expenses of Rs. 18.71 million, the net income is Rs. 155.65 million. The chart below presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NMAF.



**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 مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نو ماہی کے لئے NBP ماہانہ آمدنی فنڈ (سابقہ: NAFA سیونگز پلس فنڈ) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

اس مدت کے دوران NBP ماہانہ آمدنی فنڈ کا سائز 545 ملین روپے سے بڑھ کر 2,198 ملین روپے ہو گیا ہے، یعنی 303% کی غیر معمولی اضافہ۔ اس مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 10.1629 روپے سے بڑھ کر 31 مارچ 2020ء کو 11.1848 روپے تک پہنچ چکی ہے، لہذا اسی مدت کے لئے اپنے بیچ مارک منافع 13.5% کے مقابلے میں 13.3% منافع درج کرایا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو PACRA کی طرف سے AA-(f) کی ریٹنگ دی گئی ہے جو منافع جات میں متعلقہ استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشاندہی کرتی ہے۔ فنڈ کی میچورٹی کی نئی تلی اوسط مدت ایک سال سے زائد نہیں ہو سکتی۔ فنڈ کو MTS میں سرمایہ کاری کی اجازت ہے، تاہم NBP فنڈز کی داخلی ہدایات صرف بنیادی طور پر مستحکم کمپنیوں میں سرمایہ کاری کی اجازت دیتی ہیں۔ یہ یہاں ذکر مناسب ہے کہ اس ایسیٹ کلاس میں فنڈ منافع کی پہلے سے طے شدہ شرح منافع پر فنانسنگ فراہم کرتا ہے اور اسٹاک مارکیٹ میں براہ راست سرمایہ کاری نہیں کرتا۔

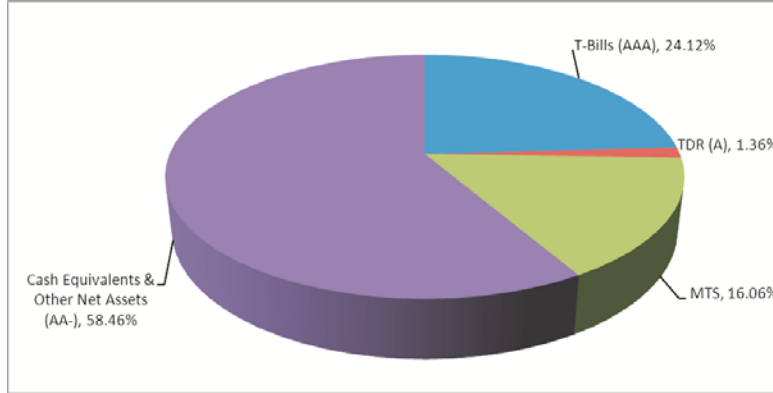
مدت کے دوران کارپوریٹ ڈیٹ سیکورٹیز میں تجارتی سرگرمی میں کمی ہوئی۔ گزشتہ سال کی اسی مدت میں مجموعی تجارتی قدر 11.4 بلین روپے کے برعکس 20.4 بلین روپے پر قائم رہی۔ مالی سال 2020 کی نو ماہی میں اسٹیٹ بینک آف پاکستان نے چھ ماہی پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 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 معیار تبدیل نہیں کیا۔ 17 مارچ، 2020ء کو اور پھر 24 مارچ، 2020ء 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۔

ان پالیسی اقدامات اور افراط زر اور شرح سود کے نقطہ نظر باعث سورجین پیداوار میں بھی اضافہ ہوا۔ اسی مدت کے دوران کارپوریٹ ڈیٹ سیکورٹیز میں تجارتی سرگرمی میں اضافہ دیکھا گیا۔ مجموعی تجارتی قدر 20.4 بلین روپے رہی جبکہ گزشتہ 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 تیلامیوں 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 متوقع ماہی پالیسی کے آغاز کے باعث 3 سال، 5 سال اور 10 سال کی مدتوں کے دوران PIB منافع بالترتیب 456bps، 470bps اور 457bps کی کمی ہوئی۔ اس مدت کے دوران، نو (9) PIB تیلامیاں بھی کی گئیں جہاں سے 1,671 بلین روپے حاصل کئے۔

فنڈ کو اس مدت کے دوران 174.36 بلین روپے کی مجموعی آمدنی ہوئی۔ 18.71 بلین روپے کے اخراجات متہا کرنے کے بعد خالص آمدنی 155.65 بلین روپے ہے۔



درج ذیل چارٹ NMAF کی ایسٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:



### اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمیٹی 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 رٹسٹی 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** مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 27 اپریل 2020ء

مقام: کراچی

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

	Note	Un-audited March 31, 2020	Audited June 30, 2019
-----Rupees in '000-----			
<b>ASSETS</b>			
Balances with banks and short term deposits	4	1,302,750	465,647
Investments	5	560,168	89,710
Receivable against Margin Trading System		353,085	19
Profit receivable		21,491	5,628
Receivable against transfer of units		15,223	973
Deposits, prepayments and other receivables		357	590
<b>Total assets</b>		<b>2,253,074</b>	<b>562,567</b>
<b>LIABILITIES</b>			
Payable to the Management Company		12,987	1,907
Payable to the Trustee		234	80
Payable to the Securities and Exchange Commission of Pakistan		234	327
Payable on redemption of units		9,271	-
Accrued expenses and other liabilities		32,355	15,221
<b>Total liabilities</b>		<b>55,081</b>	<b>17,535</b>
<b>NET ASSETS</b>		<b>2,197,993</b>	<b>545,032</b>
<b>Unit holders' funds (as per statement attached)</b>		<b>2,197,993</b>	<b>545,032</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	10	(Number of units)	
<b>Number of units in issue</b>		<b>196,515,849</b>	<b>53,629,608</b>
-----Rupees-----			
<b>Net asset value per unit</b>		<b>11.1848</b>	<b>10.1629</b>

The annexed notes 1 to 15 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

Note	Nine months ended		Quarter ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
-----Rupees in '000-----				
<b>INCOME</b>				
	3,346	(31)	3,345	(2)
gain / (loss) on sale of investments - net				
Income from government securities	20,897	1,717	19,401	636
Income from term deposit receipts	5,891	2,084	1,167	25
Income from commercial paper	7,904	-	3,232	-
Income from bank deposits	115,850	23,227	63,060	9,718
Income form Margin Trading System	17,040	5,964	15,220	1,751
Net unrealised appreciation / (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	3,437	(10)	3,423	(10)
<b>Total Income</b>	<b>174,365</b>	<b>32,951</b>	<b>108,848</b>	<b>12,118</b>
<b>EXPENSES</b>				
Remuneration of the Management Company	3,644	2,236	1,149	756
Sindh sales tax on remuneration of the Management Company	474	291	150	99
Remuneration of the Trustee	877	547	534	169
Sindh sales tax on remuneration of the Trustee	114	71	69	22
Annual fee - Securities and Exchange Commission of Pakistan	234	241	143	74
Accounting and operational charges to the Management Company	1,169	322	712	99
Selling and marketing expenses	6,362	913	3,213	397
Auditors' remuneration	456	455	98	108
Settlement and bank charges	1,497	1,068	1,200	313
Annual listing fee	21	21	7	7
Fund rating fee	371	338	131	120
Legal and professional charges	76	18	25	-
National Clearing Company of Pakistan Limited fee	156	-	31	-
Printing charges	82	20	-	3
<b>Total Expenses</b>	<b>15,533</b>	<b>6,541</b>	<b>7,462</b>	<b>2,167</b>
<b>Net income from operating activities</b>	<b>158,832</b>	<b>26,410</b>	<b>101,386</b>	<b>9,951</b>
Provision for Sindh Workers' Welfare Fund	(3,177)	(528)	(2,028)	(199)
<b>Net income for the period before taxation</b>	<b>155,655</b>	<b>25,882</b>	<b>99,358</b>	<b>9,752</b>
Taxation	-	-	-	-
<b>Net income for the period after taxation</b>	<b>155,655</b>	<b>25,882</b>	<b>99,358</b>	<b>9,752</b>
<b>Allocation of net income for the period</b>				
Net income for the period	155,655	25,882	99,358	9,752
Income already paid on units redeemed	(88,231)	(1,004)	(81,089)	(240)
	<b>67,424</b>	<b>24,878</b>	<b>18,269</b>	<b>9,512</b>
<b>Accounting income available for distribution:</b>				
-Relating to capital gains	3,696	-	3,696	-
-Excluding capital gains	63,728	24,878	14,573	9,512
	<b>67,424</b>	<b>24,878</b>	<b>18,269</b>	<b>9,512</b>

The annexed notes 1 to 15 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

	<u>Nine months ended</u>		<u>Quarter ended</u>	
	<u>March 31,</u> <u>2020</u>	<u>March 31,</u> <u>2019</u>	<u>March 31,</u> <u>2020</u>	<u>March 31,</u> <u>2019</u>
	-----Rupees in '000-----			
Net income for the period after taxation	155,655	25,882	99,358	9,752
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<u><u>155,655</u></u>	<u><u>25,882</u></u>	<u><u>99,358</u></u>	<u><u>9,752</u></u>

The annexed notes 1 to 15 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 ended Mar-2020			Nine Months ended Mar-2019		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	534,778	10,254	545,032	466,867	28,902	495,769
Issuance of 411,860,294 units (2019: 20,556,118 units)						
- Capital value	4,185,695	-	4,185,695	208,482	-	208,482
- Element of income	272,033	-	272,033	636	-	636
Total proceeds on issuance of units	4,457,727	-	4,457,728	209,118	-	209,118
Redemption of 268,974,053 units (2019: 26,769,894 units)						
- Capital value	(2,733,556)	-	(2,733,556)	(271,503)	-	(271,503)
- Element of loss	(138,635)	(88,231)	(226,866)	(11)	(1,004)	(1,015)
Total payments on redemption of units	(2,960,422)	(88,231)	(2,960,422)	(271,514)	(1,004)	(272,518)
Total comprehensive income for the period	-	155,655	155,655	-	25,882	25,882
<b>Final cash distribution:</b>						
For the period ended March 31, 2020: Nil (2018: at the rate of 5.52% declared on 4 July 2018)	-	-	-	(5,878)	(19,708)	(25,586)
<b>Interim cash distribution:</b>						
- Nil (1.07% date of declaration: August 29, 2018)	-	-	-	(218)	(4,644)	(4,862)
- Nil (0.56% date of declaration: September 28, 2018)	-	-	-	(74)	(2,371)	(2,445)
- Nil (0.65% date of declaration: October 29, 2018)	-	-	-	(26)	(2,617)	(2,643)
- Nil (0.63% date of declaration: November 28, 2018)	-	-	-	(39)	(2,427)	(2,466)
- Nil (0.73% date of declaration: December 28, 2018)	-	-	-	(115)	(2,860)	(2,975)
- Nil (0.899% date of declaration: January 28, 2019)	-	-	-	(7)	(3,275)	(3,282)
- Nil (0.788% date of declaration: February 26, 2019)	-	-	-	(82)	(2,976)	(3,058)
- Nil (0.84% date of declaration: March 28, 2019)	-	-	-	(62)	(3,266)	(3,328)
	-	-	-	(623)	(24,436)	(25,059)
<b>Net assets at end of the period</b>	<b>2,032,083</b>	<b>77,678</b>	<b>2,197,993</b>	<b>397,970</b>	<b>9,636</b>	<b>407,606</b>
Undistributed income brought forward						
- Realised		10,261			28,904	
- Unrealised		(7)			(2)	
		10,254			28,902	
Accounting income available for distribution:						
- Relating to capital gains		3,696				
- Excluding capital gains		63,728			24,878	
		67,424			24,878	
Final distribution Nil (30 June 2018)		-			(19,708)	
<b>Interim distributions made during the period</b>		-			(24,436)	
Undistributed income carried forward		77,678			9,636	
Undistributed income carried forward						
- Realised		74,241			9,646	
- Unrealised		3,437			(10)	
		77,678			9,636	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			10.1629			10.6940
Net assets value per unit at end of the period			11.1848			10.1531

The annexed notes 1 to 15 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 MONTHS PERIOD ENDED MARCH 31, 2020

	<u>Nine months ended</u>	
	March 31, 2020	March 31, 2019
	-----Rupees in '000-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	155,655	25,882
<b>Adjustments</b>		
Income from government securities	(20,897)	-
Income from term deposit receipts	(5,891)	-
Income from commercial paper	(7,904)	-
Income from bank deposits	(115,850)	-
Income from Margin Trading System	(17,040)	-
Net unrealised (diminution) on remeasurement of investments classified as 'financial assets at fair value through profit or loss'	(3,437)	10
loss / (Gain) on sale of investments - net	(3,346)	31
	<u>(18,710)</u>	<u>25,923</u>
<b>(Increase) / decrease in assets</b>		
Investments	(463,675)	45,539
Receivable against Margin Trading System	(353,066)	73,117
Profit receivable	151,719	(3,308)
Deposits, prepayments and other receivables	233	(6)
	<u>(679,039)</u>	<u>115,342</u>
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company	11,080	226
Payable to the Trustee	154	(14)
Payable to the Securities and Exchange Commission of Pakistan	(93)	(114)
Accrued expenses and other liabilities	17,134	865
	<u>28,275</u>	<u>963</u>
<b>Net cash generated from / (used in) operating activities</b>	<u>(669,474)</u>	<u>142,228</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units	4,457,728	202,617
Payments on redemption of units	(2,951,151)	(272,507)
Distributions paid	-	(44,144)
<b>Net cash generated / (used in) from financing activities</b>	<u>1,506,577</u>	<u>(114,034)</u>
<b>Net increase / decrease in cash and cash equivalents during the period</b>	<u>837,103</u>	<u>28,194</u>
Cash and cash equivalents at the beginning of the period	465,647	350,506
<b>Cash and cash equivalents at the end of the period</b>	<u><u>1,302,750</u></u>	<u><u>378,700</u></u>

The annexed notes 1 to 15 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 MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020**

**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** NBP Mahana Amdani Fund (Formerly NAFA Mahana Amdani 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 approved by the Securities and Exchange Commission of Pakistan (SECP) on October 9, 2009.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3** The Fund has been categorised as an open ended 'income scheme scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009.
- 1.4** The objective of the Fund is to provide an open-end income scheme, seeking to minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.
- 1.5** The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM1 as at December 24, 2019 to the Management Company and rated AA-(f) with stable outlook as at October 18, 2019 to the Fund.
- 1.6** The title to the assets of the Fund is held in the name of CDC as the Trustee of the Fund.

**2 BASIS OF PREPARATION**

**2.1 STATEMENT OF COMPLIANCE**

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

	Note	(Un-audited) March 31, 2020	(Audited) June 30, 2019
<b>4 BANK BALANCES</b>		----- Rupees in '000 -----	
In current accounts		5,252	2,118
In savings accounts		<u>1,297,498</u>	<u>463,529</u>
		<u><u>1,302,750</u></u>	<u><u>465,647</u></u>
<b>5 INVESTMENTS</b>			
<b>Investment by category</b>			
<b>At fair value through profit or loss</b>			
Investment in Government securities	5.1	530,168	4,947
Commercial Paper		-	34,763
Term deposits receipts	5.2	<u>30,000</u>	<u>50,000</u>
		<u><u>560,168</u></u>	<u><u>89,710</u></u>



**5.1 Investment in government securities - 'At fair value through profit or loss'**

Issue date	Tenor	Face value				Market Value as at March 31, 2020	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2019	Purchased during the period	Disposed / matured during the period	As at March 31, 2020			
-----Rupees in '000-----						----- % -----		
<b>Market Treasury Bills</b>								
09 May 2019	3 months	5,000	-	5,000	-	-	-	-
18 Jul 2019	6 months		35,000	35,000	-	-	-	-
24 Oct 2019	12 months	-	93,000	93,000	-	-	-	-
07 Nov 2019	3 months	-	85,000	85,000	-	-	-	-
02 Jan 2020	12 months	-	100,000	100,000	-	-	-	-
05 Dec 2019	3 months	-	1,100,000	1,100,000	-	-	-	-
27 Feb 2020	3 months		750,000	500,000	250,000	246,262	11.20	43.96
10 Oct 2019	12 months		300,000	-	300,000	283,906	12.92	50.68
						530,168		
<b>Carrying Value as at March 31, 2020</b>						526,731		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'						3,437		

**5.2** This is maintained with Mobilink Microfinance Bank Limited carrying profit at the rate of 15.6% (June 30, 2019: 13.2%) per annum, with maturity on October 21, 2020.

**6 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 0.4% per annum of the net assets of the Fund.

**7 TOTAL EXPENSE RATIO**

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 1.59% (2019: 2.2%) which includes 0.34% (2019: 0.35%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'Income scheme'.

**8 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 15.1 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.5.310 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. 0.027 per unit (June 30, 2019: Rs. 0.0398 per unit).

**9 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.

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 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS**

**11.1** Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan, Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, Funds under management of the Management Company, directors and key management personnel of the Management Company and other associated companies. Connected persons also includes any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

**11.2** Transactions with related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to related parties / connected persons. The transactions with related parties / connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with the market rates.

**11.3** Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the Trust Deed and Offering Document.

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

	---- (Un-Audited) ----	
	Nine months ended	
	March 31, 2020	March 31, 2019
	-----Rupees in '000-----	
<b>11.5 Transactions during the period</b>		
<b>NBP Fund Management Limited</b>		
Management fee for the period	3,644	2,236
Sindh sales tax on remuneration of the Management Company	474	291
Accounting and operational charges to the Management Company	1,169	322
Selling and marketing expenses payable	6,362	913
Sales load	7,745	135
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration for the period	877	547
Sindh sales tax on remuneration of the Trustee	114	71
<b>Employees of the Management Company</b>		
Units issued / transferred in 293,397 units; (2019: 134,430 units)	3,175	1,139
Units redeemed / transferred out 96,624 units; 2019: 585137 units)	1,051	5,966

# NBP MAHANA AMDANI FUND (FORMERLY; NAFA SAVINGS PLUS FUND)



	---- (Un-Audited) ---- Nine months ended	
	March 31, 2020	March 31, 2019
	----Rupees in '000-----	
<b>NBP Endowment Fund Student Loan Scheme</b>		
Units issued / transferred in Nil units; 2019: 1,284 units)	-	13
<b>NAFA Money Market Fund (CIS managed by the Management Company)</b>		
Market Treasury Bills sold during the period	-	24,983
<b>NAFA Government Securities Liquid Fund (CIS managed by the Management Company)</b>		
Market Treasury Bills sold during the period	-	24,926
<b>NAFA Government Securities Savings Fund (CIS managed by the Management Company)</b>		
Market Treasury Bills purchased during the period	82,978	24,886
<b>Portfolios managed by the Management Company</b>		
Market Treasury Bills purchased during the period	278,477	-
<b>CDC Trustee NAFA Income Opportunity Fund (CIS managed by the Management Company)</b>		
Market Treasury Bills purchased during the period	199,529	-
<b>Dr. Amjand Waheed - Chief Executive Officer</b>		
Units issued / transferred in 83,842 units (2019:Nil units)	900	-
Units redeemed / transferred out 83,842 units;( 2019:Nil units)	908	-
<b>Mr. Ali Saigol -- Director</b>		
Units issued / transferred in 908 units (2019:Nil units)	10	-
<b>Fauji Fertilizer Company Limited (Common Directorship)</b>		
Units issued / transferred in 57,224,832 units (2019:Nil units)	619,959	-
Units redeemed / transferred out 11,665,889 units;( 2019:Nil units)	120,079	-
<b>The Hub Power Company Limited (Common Directorship)</b>		
Purchase of Commercial paper	46,671	-
Income earned from Commercial paper	4,237	-
<b>*Summit Bank Limited</b>		
Bank profit earned on saving account	-	5
<b>Bank Islami Pakistan Limited (Common Directorship)</b>		
Bank profit earned on saving account	208	2
<b>*Askari Bank Limited</b>		
Bank profit earned on saving account	-	19
<b>National Bank of Pakistan (Parent company)</b>		
Bank profit earned on saving account	305	-
<b>Pakistan Stock Exchange (Common Directorship)</b>		
Listing pee paid	25	-
<b>National Clearing Company of Pakistan Limited (Common Directorship)</b>		
NCCPL charges	156	188
LAGA and levy	1,149	575

# NBP MAHANA AMDANI FUND

(FORMERLY; NAFA SAVINGS PLUS FUND)



## 12 Amounts outstanding as at period end

	Un-audited March 31, 2020	Audited June 30, 2019
	(Rupees in '000)	
<b>NBP Fund Management Limited</b>		
Remuneration payable to the Management Company	496	357
Allocation of expenses	712	213
Sindh sales tax on remuneration of the Management Company	64	46
Federal excise duty on remuneration of the Management Company	10,620	10,620
Selling and Marketing expenses payable	3,212	853
Sales load and Transfer Load to Management Company	7,270	133
Sales tax payable on sales load	945	17
Federal excise duty on sales load	292	292
Others	288	288
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	207	71
Sindh Sales Tax payable	27	9
Settlement charges payable	21	6
Security Deposit	100	100
<b>National Bank of Pakistan - Parent Company</b>		
Balance in account	5,235	5,343
<b>NBP Endowment Fund Student Loan Scheme -- Associated Companies</b>		
Investment held in the Fund (Nil units; June 30, 2019:16,058 units)	-	163
<b>Employees of the Management Company</b>		
Investment held in the Fund (212,718 units; June 30, 2019: 15,945 units)	2,379	162
<b>*Summit Bank Limited</b>		
Bank Balances	-	748
<b>*Askari Bank Limited</b>		
Bank Balances	-	93
<b>Bank Islami Pakistan Limited (Common Directorship)</b>		
Bank Balances	3,081	323
<b>Syed Muhammad Asif Ali (10% holding of units)</b>		
<b>Unit holder with 10% or more units holding</b> Units held Nil units (June 2019: 6,476,677 Units)	-	65,822
<b>Mr. Ali Saigol -- Director</b>		
Investment held in the Fund (908 units; June 30, 2019: Nil units)	10	-
<b>Fauji Fertilizer Company Limited (Common Directorship)</b>		
Investment held in the Fund (45,558,943 units; June 30, 2019: Nil units)	509,568	-
<b>National Clearing Company of Pakistan Limited (Common Directorship)</b>		
Security deposit	250	250
LAGA and levy	279	34

\* Current balances with parties have not been disclosed as they did not remain connected person and related parties during the period

**13 CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant changes to corresponding figures have been made during the current period.

**14 DATE OF AUTHORISATION FOR ISSUE**

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

**15 GENERAL**

**15.1** Figures have been rounded off to the nearest thousand rupees.

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

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

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

\_\_\_\_\_  
**Director**

## Head Office

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