

NBP FUNDS

Managing Your Savings

Aitemaad اعتماد



Islamic Savings

اسلامک سیونگ

NBP Fund Management Limited



NBP GOKP ISLAMIC PENSION FUND

QUARTERLY REPORT
MARCH 31, 2024

AM1
Rated by PACRA

MISSION STATEMENT

"To become country's most
investor-focused company,
by assisting investors
in achieving their financial goals."

Contents

FUND'S INFORMATION	03
DIRECTORS' REPORT	05
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	07
CONDENSED INTERIM INCOME STATEMENT	08
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	09
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS	12
CONDENSED INTERIM CASH FLOW STATEMENT	13
NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS	14

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. Tauqeer Mazhar	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Saad Amanullah Khan	Director
Mr. Ruhail Muhammad	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Ruhail Muhammad	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Human Resource & Remuneration Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Tauqeer Mazhar	Member

Strategy & Business Planning Committee

Mr. Saad Amanullah Khan	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Khalid Mansoor	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

The Bank of Khyber
United Bank Limited

Auditors

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

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:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2 & 4

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited financial statements of **NBP GoKP Islamic Pension Fund - Money Market Sub Fund (GOKP-IMMF)** for the period ended March 31, 2024.

Fund's Performance

The fund NBP GoKP Islamic Pension Fund - Money Market Sub Fund was launched on December 13, 2023 and closed at Rs. 59 million on March 31, 2024. During the period, the unit price of the Fund has increased from Rs. 100.0000 (Ex-Div) since inception to Rs. 105.3560 on March 31, 2024, thus showing return of 17.9%.

The market witnessed issuance of a decent size of corporate sukuk to meet the increasing funding need for fixed capital investments and working capital, respectively. In the secondary market, the trading activity in corporate sukuk declined with traded value of around Rs. 3.6 billion compared to Rs. 4.9 billion, during the same period last year. Throughout the first nine months of fiscal year 2024, the State Bank of Pakistan (SBP) convened six Monetary Policy Committee (MPC) meetings, maintaining the policy rate at 22%. This decision was made in light of a recent decrease in inflation, although the committee remained cautious due to persisting risks and challenges. Despite some improvements in the inflation outlook, which remains elevated, the need for a prudent approach to monetary policy was emphasized, particularly considering significant adjustments in administered energy prices that have impacted inflation outcomes and future projections.

The MPC considered various factors, including an improved agricultural outlook, fluctuations in global oil prices, and ongoing efforts toward fiscal consolidation. However, the economic situation continues to face challenges due to lack of fiscal discipline. Additionally, escalating geopolitical tensions have led to increased global freight charges, posing threats to global trade and commodity prices.

Recognizing the importance of maintaining the current stringent monetary policy stance alongside fiscal consolidation to achieve the medium-term inflation target, the MPC underscored the need for continued vigilance. As of March 29, 2024, the net liquid foreign exchange reserves held with the SBP stood at approximately USD 8.04 billion

The asset allocation of the Fund as on March 31, 2024 is as follows:

Asset Allocation (% of Net Assets)	
GOP Ijara Sukuk	92.5%
Cash Equivalents	0.6%
Others	6.9%
Total	100.0%

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 Officer

Director

Date: **April 25, 2024**
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2024 کو ختم ہونے والی مدت کے لئے NBP GoKP اسلامک پنشن فنڈ - منی مارکیٹ سب فنڈ (GoKP-IMM) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

31 دسمبر 2023 کو NBP GoKP اسلامک پنشن فنڈ - منی مارکیٹ سب فنڈ کا آغاز ہوا اور 31 مارچ 2024 کو 59 ملین روپے پر بند ہوا۔ زیر جائزہ مدت کے دوران، فنڈ کے پونٹ کی قیمت اپنے قیام کو 100,000 روپے (Ex-Div) سے بڑھ کر 31 مارچ 2024 کو 105,356,000 روپے ہو گئی، لہذا فنڈ نے 17.9% سالانہ منافع ظاہر کیا۔

مارکیٹ نے بالترتیب فیکسڈ کیپیٹل، انویسٹمنٹ اور ورلڈ کیپیٹل کی بڑھتی ہوئی فنڈنگ کی ضرورت کو پورا کرنے کے لیے کارپوریٹ سٹاک کے معقول سائز کا اجراء دیکھا۔ ثانوی مارکیٹ میں، کارپوریٹ سٹاک میں تجارتی سرگرمی کم رہی، جس نے پچھلے سال کی اسی مدت میں 4.9 ملین روپے کے برعکس 3.6 بلین روپے کی مجموعی تجارتی قیمت ریکارڈ کی ہے۔ مالی سال 24 کی نو ماہی کے دوران، بینک دولت پاکستان (SBP) نے مانیٹری پالیسی کمیٹی (MPC) کے چھ اجلاس منعقد کئے، پالیسی ریٹ 22% پر برقرار رکھا۔ یہ فیصلہ افراط زر میں حالیہ کمی کی روشنی میں کیا گیا تھا، اگرچہ کمیٹی درپیش خطرات اور مشکلات کے باعث محتاط رہی۔ افراط زر کے نقطہ نظر میں کچھ بہتری کے باوجود، جو زیادہ رہی، مانیٹری پالیسی کے لیے ایک محتاط نقطہ نظر کی ضرورت پر زور دیا گیا، خاص طور پر زیر انتظام توانائی کی قیمتوں میں اہم ایڈجسٹمنٹ پر غور کیا گیا جس نے افراط زر کے نتائج اور مستقبل کے تخمینوں کو متاثر کیا ہے۔

MPC نے بہتر زرعی نقطہ نظر، تیل کی عالمی قیمتوں میں اتار چڑھاؤ، اور مالی استحکام کی جانب جاری کوششوں سمیت مختلف عوامل پر غور کیا۔ تاہم، مالیاتی نظم و ضبط کے فقدان کی وجہ سے معاشی صورتحال کو مسلسل چیلنجز کا سامنا ہے۔ مزید برآں، بڑھتے ہوئے جغرافیائی سیاسی تناؤ کی وجہ سے عالمی فریٹ چارجز میں اضافہ ہوا ہے، جس سے عالمی تجارت اور اجناس کی قیمتوں کو خطرات لاحق ہیں۔

وسط مدتی افراط زر کا ہدف حاصل کرنے کے لئے مالی استحکام کے ساتھ ساتھ موجودہ سخت مانیٹری پالیسی کے موقف کو برقرار رکھنے کی اہمیت کو تسلیم کرتے ہوئے MPC نے مسلسل نگرانی کی ضرورت پر زور دیا۔ 29 مارچ 2024 تک اسٹیٹ بینک پاکستان کے ہاں موجود خالص لیکویڈیز رِمبادلہ کے ذخائر تقریباً 8.04 بلین امریکی ڈالر تھے۔

31 مارچ 2024 کو فنڈ کی ایسٹ ایلوکیشن حسب ذیل ہے:

ایسٹ ایلوکیشن (نیٹ ایسیٹس کا %)	
92.5%	GOP اجارہ سٹاک
0.6%	کیٹس کے مساوی
6.9%	دیگر
100.0%	کل

اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمیٹی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ 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 فنڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر
تاریخ: 25 اپریل 2024ء
مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2024

		March 31, 2024 (Un-audited)				
		Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total
ASSETS	Note	----- (Rupees in '000) -----				
Bank balances		381	500	500	500	1,881
Investments	4	54,770	-	-	-	54,770
Deferred Formation Cost		423	-	-	-	423
Profit receivables		4,172	-	-	-	4,172
		<u>59,746</u>	<u>500</u>	<u>500</u>	<u>500</u>	<u>61,246</u>
LIABILITIES						
Payable to NBP Fund Management Limited - Pension Fund Manager		42	-	-	-	42
Payable to Central Depository Company of Pakistan Limited - Trustee		25	-	-	-	25
Payable to Securities and Exchange Commission of Pakistan		6	-	-	-	6
Payable Against Formation cost		450	-	-	-	450
Accrued expenses and other liabilities		41	-	-	-	41
Total liabilities		<u>564</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>564</u>
Net assets		<u>59,182</u>	<u>500</u>	<u>500</u>	<u>500</u>	<u>60,682</u>
PARTICIPANTS' SUB FUNDS (AS PER STATEMENT ATTACHED)		<u>59,182</u>	<u>500</u>	<u>500</u>	<u>500</u>	<u>60,682</u>
Contingencies and commitment	5	-				
Number of units in issue		<u>561,737</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	
Net assets value per unit		<u>105.3560</u>	<u>100.0000</u>	<u>100.0000</u>	<u>100.0000</u>	

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2024

From December 13, 2023 till March 31, 2024				
Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total

Note ----- (Rupees in '000) -----

INCOME

Profit on bank deposits	436	-	-	-	436
Income from sukuk certificates	2,620	-	-	-	2,620
Loss on sale of investments - net	(10)	-	-	-	(10)
Net unrealized loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(299)	-	-	-	(299)
Total income	2,747	-	-	-	2,747

EXPENSES

Remuneration to NBP Fund Management Limited - Pension Fund Manager	37	-	-	-	37
Sindh Sales Tax on remuneration of Pension Fund Manager	5	-	-	-	5
Remuneration to Central Depository Company of Pakistan Limited - Trustee	22	-	-	-	22
Sindh Sales Tax on remuneration to Central Depository Company of Pakistan Limited Trustee	3	-	-	-	3
Annual fee - Securities and Exchange Commission of Pakistan	6	-	-	-	6
Auditors' remuneration	-	-	-	-	-
Printing and stationary expenses	5	-	-	-	5
Amortization of Formation cost	27	-	-	-	27
Bank charges	6	-	-	-	6
Legal and professional charges	29	-	-	-	29
Total expenses	140	-	-	-	140
Net income for the period before taxation	2,607	-	-	-	2,607
Taxation	8	-	-	-	-
Net income for the period after taxation	2,607	-	-	-	2,607

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2024

	From December 13, 2023 till March 31, 2024				
	Money Market sub fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total
	----- (Rupees in '000) -----				
Net income for the period after taxation	2,607	-	-	-	2,607
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	<u>2,607</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,607</u>

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2024

Quarter Ended March 31, 2024				
Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total

Note ----- (Rupees in '000) -----

INCOME

Profit on bank deposits	370	-	-	-	370
Income from sukuk certificates	2,322	-	-	-	2,322
Loss on sale of investments - net	(10)	-	-	-	(10)
Net unrealized loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(294)	-	-	-	(294)
Total income	2,388	-	-	-	2,388

EXPENSES

Remuneration to NBP Fund Management Limited - Pension Fund Manager	32	-	-	-	32
Sindh Sales Tax on remuneration of Pension Fund Manager	4	-	-	-	4
Remuneration to Central Depository Company of Pakistan Limited - Trustee	19	-	-	-	19
Sindh Sales Tax on remuneration to Central Depository Company of Pakistan Limited Trustee	3	-	-	-	3
Annual fee - Securities and Exchange Commission of Pakistan	5	-	-	-	5
Auditors' remuneration	-	-	-	-	-
Printing and stationary expenses	4	-	-	-	4
Amortization of Formation cost	22	-	-	-	22
Bank charges	6	-	-	-	6
Legal and professional charges	24	-	-	-	24
Total expenses	119	-	-	-	119
Net income for the period before taxation	2,269	-	-	-	2,269
Taxation	8	-	-	-	-
Net income for the period after taxation	2,269	-	-	-	2,269

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2024

	Quarter Ended March 31, 2024				Total
	Money Market sub fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	
	----- (Rupees in '000) -----				
Net income for the period after taxation	2,269	-	-	-	2,269
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	<u>2,269</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,269</u>

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2024

From December 13, 2023 till March 31, 2024				
Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total
----- (Rupees in '000') -----				
Net assets at beginning of the period	-	-	-	-
Amount received / receivables on issuance of units	56,575	500	500	58,075
	56,575	500	500	58,075
Loss on sale of investments - net	(10)	-	-	(10)
Net unrealized loss on re-measurement of investments at fair value through 'profit or loss'	(299)	-	-	(299)
Other net income for the period	2,916	-	-	2,916
Total comprehensive income for the period	2,607	-	-	2,607
Net assets at end of the period	59,182	500	500	60,682
Net assets value per unit at beginning of the period	-	-	-	-
Net assets value per unit at end of the period	105.3560	100.0000	100.0000	100.0000

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2024

	From December 13, 2023 till March 31, 2024				Total
	Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	
----- Rupees in '000' -----					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period	2,607	-	-	-	2,607
Adjustments:					
Loss on sale of investments	10				10
Net unrealized loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	299	-	-	-	299
	<u>2,916</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,916</u>
(Increase) in assets					
Investments - net	(55,079)	-	-	-	(55,079)
Profit receivables	(4,172)	-	-	-	(4,172)
Deferred Formation Cost	(423)	-	-	-	(423)
	<u>(59,674)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(59,674)</u>
Increase in liabilities					
Payable to NBP Fund Management Limited - Pension Fund Manager	492	-	-	-	492
Payable to Central Depository Company of Pakistan Limited - Trustee	25	-	-	-	25
Payable to Securities and Exchange Commission of Pakistan	6	-	-	-	6
Accrued expenses and other liabilities	41	-	-	-	41
	<u>564</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>564</u>
Net cash used in operating activities	<u>(56,194)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(56,194)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Amount received on issuance of units	56,575	500	500	500	58,075
Net cash generated from financing activities	<u>56,575</u>	<u>500</u>	<u>500</u>	<u>500</u>	<u>58,075</u>
Net increase in cash and cash equivalents during the period	<u>381</u>	<u>500</u>	<u>500</u>	<u>500</u>	<u>1,881</u>
Cash and cash equivalents at beginning of the period	-	-	-	-	-
Cash and cash equivalents at end of the period	<u><u>381</u></u>	<u><u>500</u></u>	<u><u>500</u></u>	<u><u>500</u></u>	<u><u>1,881</u></u>

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.

**For NBP Fund Management Limited
(Pension Fund Manager)**

Chief Financial Officer

Chief Executive Officer

Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP GOKP Islamic Pension Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as trustee. The Trust Deed was executed and approved by the Securities and Exchange Commission of Pakistan on September 26, 2023 under the Voluntary Pension System Rules, 2005 (VPS Rules).

The objective of the Fund is to provide a secure source of retirement savings and regular income after retirement of the employees of KPK Government. The Fund comprises of four Shariah compliant sub funds namely Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Equity Index Sub-Fund (collectively the "Sub-Funds"). The Pension Fund Manager shall offer Allocation Scheme to the employees according to their risk/return and age requirements, through Sub-Funds of the NBP GoKP Pension Fund. The risk profile of each Allocation Scheme shall be dependent on the percentage allocation of that Scheme in the various Sub-Funds.

All Employees of KPK Government appointed/recruited under the Khyber Pakhtunkhwa Civil Servants (Amendment) Act, 2022 or an employee of the KPK Government, regularized as civil servant through any legal instrument, issued after coming into force of the Khyber Pakhtunkhwa Civil Servants (Amendment) Act, 2022 irrespective of the effective date of regularization shall be eligible to contribute to the Pension Fund.

- 1.2 The Pension Fund Manager has been licensed to act as a Pension Fund Manager under the Voluntary Pension System Rules, 2005 (VPS Rules) through a certificate of registration issued by SECP. The registered office of the Pension Fund Manager is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi.
- 1.3 The Fund is an unlisted open end pension scheme and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in VPS Rules and can be redeemed by surrendering to the Fund. Further, as per the offering document, distribution of income or dividend is not allowed from any of the sub-funds.
- 1.4 The primary objective of the Fund is to provide individuals with a portable, individualized, funded (based on defined contribution), flexible pension scheme, assisting and facilitating them to plan and provide for their retirement.
- 1.5 The Fund has been formed to enable the participants to contribute in a diversified portfolio of securities, which are Shariah compliant. Under the Trust Deed, all the conducts and acts of the Fund are based on Shariah. The Pension Fund Manager has appointed Mufti Ehsan Waqar Ahmed as Shariah Advisor to the Pension Fund to ensure that the activities of the Fund are in compliance with the principles of Shariah.
- 1.6 The Fund consists of four Sub-Funds namely, NBP GoKP Islamic Pension Fund - Equity Sub-Fund (the Equity Sub-Fund), NBP GoKP Islamic Pension Fund - Equity Index Sub-Fund (the Equity Index Sub-Fund), NBP GoKP Islamic Pension Fund - Debt Sub-Fund (the Debt Sub-Fund) and NBP GoKP Islamic Pension Fund - Money Market Sub-Fund (the Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the Sub-Fund is as follows:

NBP GoKP Islamic Pension Fund - Money Market Sub-Fund

The Money Market Sub-Fund shall consist of shariah complaint government securities, cash and near cash instruments which include cash in bank accounts (excluding TDRs), , money market placements, deposits, certificate of deposits (COD), certificate of musharakas (COM) or any other Islamic mode of placement such as; Bai'- Mu'ajjal, Bai'-Mussawwama, Bai'- Salam, Istisna'a, Mudaraba, Murabaha and Musharika or any other structure as approved by the Shariah Advisor, TDRs and Islamic commercial papers. Rating of any Shariah Compliant security in the portfolio shall not be lower than AA. Rating of any shariah compliant bank and shariah compliant DFI with which funds are placed should not be lower than AA. Rating of any Shariah Compliant NBFC and Modaraba with which funds are placed shall not be lower than AAA. At least 10%, of the net assets shall be invested in deposit with scheduled commercial bank (excluding TDRs) or Shariah Compliant government securities not exceeding 90 days' maturity. Exposure to any single entity, other than the securities issued by

Federal Government, shall not exceed 15% of net assets for Shariah Compliant money market sub fund. Exposure in security of entity, other than the securities issued by Federal Government, shall not exceed 15% of net assets for Shariah Compliant money market sub fund or 10% of size of the issue of that security. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of Net Assets of a money market Sub-fund. A pension fund manager shall not place funds (including TDR, PLS Saving Deposit, COD, COM, COI and money market placements) of more than 25% of net assets of money market sub-fund with all microfinance banks, non-bank finance companies and Modarabas. The weighted average time to maturity of assets of a Shariah Compliant Money Market Sub-fund shall be up to one (1) year, and time to maturity of any asset in the portfolio of Shariah Compliant Money Market Subfund shall not exceed six (6) months except in case of Shariah Compliant Government Securities such as Government Ijarah Sukuks which may be up to five (5) years.

NBP GoKP Islamic Pension Fund - Debt Sub-Fund

The Debt Sub-fund shall consist of Shariah Compliant government securities, cash in bank account, money market placements, deposits, certificate of deposits (COD), certificate of musharakas (COM), TDRs, Islamic commercial paper, TFC/ Sukuk or any other Islamic mode of placement such as; Bai'-Mu'ajjal, Bai'-Mussawwama, Bai'-Salam, Istisna'a, Mudaraba, Murabaha and Musharika or any other structure as approved by the Shariah Advisor, reverse repo, deposits/placements with Microfinance Banks and any other approved debt/money market security issued from time to time. Rating of any security in the portfolio shall not be lower than A+. Rating of any bank and DFI with which funds are placed should not be lower than A+. Rating of any NBFC and Modaraba with which funds are placed shall not be lower than AA. At least 25% of the net assets shall be invested in deposit with scheduled Commercial banks (excluding TDRs) or Shariah Compliant government securities not exceeding 90 days' maturity. Exposure to any single entity, other than the securities issued by Federal Government, shall not exceed 15% of net assets of Shariah Compliant debt sub fund. Exposure in debt security of an entity, other than the securities issued by Federal Government, shall not exceed 15% of net assets for Shariah Compliant debt sub fund or 10% of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty- five percent (25%) of Net Assets of Debt Sub-fund. The pension fund manager shall not place funds (including TDR, PLS Saving deposit, COD, COM, COI, money market placements and other clean placements of funds) of more than 25% of net assets of with all Islamic microfinance banks, Islamic non-bank finance companies and Modarabas. The weighted average time to maturity of Debt Sub-fund shall not exceed five (5) years and this condition shall not apply to securities issued by the Federal Government. Rating of microfinance banks with which funds are placed shall not be lower than A+.

NBP GoKP Islamic Pension Fund - Equity Sub-Fund

Assets of the Equity Sub-Fund shall be invested in Shariah Compliant equity securities which are listed on the Stock Exchange or in securities of which the application for listing has been approved by the Stock Exchange. The Equity Sub-Fund shall be eligible to invest in units of Shariah Compliant Real Estate Investment Trusts and Exchange Traded Funds, provided that entity /sector /group exposure limits as prescribed are complied with. At least ninety percent (90%) of net assets of the Equity Sub-Fund shall remain invested in listed Shariah Compliant equity securities based on rolling average investment of last ninety (90) days calculated on daily basis. The Pension Fund Manager may make investment maximum up to five percent (5%) of net assets of the Equity Sub-Fund in units of Shariah Compliant private equity and venture capital funds registered under Private Funds Regulations, 2015. The Pension Fund Manager may make investment maximum up to ten percent (10%) of net assets of the Equity Sub-Fund in public offering and pre-initial public offering of equity securities. Investment in Shariah Compliant equity securities of any single company shall not exceed fifteen percent (15%) of net assets of the Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to thirty-five percent (35%) or the index weight, whichever is higher, subject to maximum of forty percent (40%) of net assets of the Equity Sub-Fund in Shariah Compliant equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in Shariah Compliant government securities having less than one-year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A". The Pension Fund Manager shall ensure that the investment in equity securities of the certain companies, as specified in the Offering Document, shall not exceed ten percent (10%) of the net assets of the Equity.

NBP GoKP Islamic Pension Fund - Equity Index Sub-Fund

The Investment Objective of the Equity Index Sub-Fund is to provide investors an opportunity to track closely the performance of the KMI-30 by investing in companies of the Index in proportion to their weightages. The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis. The un-invested amount shall be kept in cash and/or near cash instruments where near cash instruments include cash in bank account (excluding TDRs). Performance Benchmark of Equity Index Sub-Fund shall be KMI-30 Index. Index Sub-fund may select an index (or a subset thereof) established by a recognized independent third party. Exposure to securities issued by entities of a single sector shall not exceed weight of sector in the index or its subset and exposure to any security shall not exceed weight of security in the index or its subset.

- The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by the Federal Government and Islamic windows of commercial banks having 'A+' rating provided that deposit with any one bank shall not exceed 20% of net assets of Money Market Sub-Fund. Investment in securities issued by provincial government, city government, government corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document.

1.7 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, bank charges, any premia payable in respect of any schemes selected by the Participant. The net contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value notified by the Pension Fund Manager at the close of that business day.

1.8 Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of 'AM1' to the Pension Fund Manager while the Fund is currently not rated.

1.9 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

1.10 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company has fulfilled requirements for registration and accordingly, the fund has been registered under Sindh Trusts Act, 2020.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS - 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension System Rules, 2005 (the VPS Rules) , Voluntary Pension System Part V (NBFC Regulations, 2008) and requirements of the trust deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and requirements of the trust deed differ from the IFRS standards, provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and requirements of the trust deed have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34 'Interim Financial Reporting'. These condensed interim financial statements does not include all the information and disclosures required in the annual financial statements.

2.1.3 These condensed interim financial statements are being submitted to the participants as required under Regulation 7(f) of the VPS Rules, 2005.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 financial statements of the Fund for the period ended December 31, 2023.

The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income expenses and other factors. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the period ended December 31, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the period ended December 31, 2023.

		March 31, 2024 (Un-audited)				
		Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total
4	INVESTMENTS	Note ----- (Rupees in '000') -----				
	Financial assets at fair value through profit and loss					
	Government securities-Ijarah sukuks	4.1	54,770	-	-	54,770
			<u>54,770</u>	<u>-</u>	<u>-</u>	<u>54,770</u>

4.1 Government securities- Ijarah sukuks

4.1.1 Held by Money Market sub fund

Name of the security	Issue date	Maturity Date	Tenor	Face Value				Market value as at March 31, 2024	Market value as a percentage of net assets of the sub-fund	Market value as a percentage of total investments of sub-fund
				As at July 1, 2023	Purchases during the period	Matured / sold during the period	As at March 31, 2024			
----- Rupees '000' ----- % -----										
Government Ijarah sukuk - 1y FRR	October 9, 2023	October 9, 2024	12 Months	-	20,000	-	20,000	20,148	34.04%	36.79%
Government Ijarah sukuk -VRR-39	October 9, 2023	October 9, 2024	12 Months	-	25,500	20,000	5,500	5,521	9.33%	10.08%
Government Ijarah sukuk-1y VRR	April 17, 2023	April 17, 2024	12 Months	-	19,100	-	19,100	19,115	32.30%	34.90%
Government Ijarah sukuk-VRR-41 5y	December 4, 2023	December 4, 2028	5 Years	-	5,000	-	5,000	5,004	8.46%	9.14%
Government Ijarah sukuk-VRR-40 3y	December 4, 2023	December 4, 2026	3 Years	-	5,000	-	5,000	4,982	8.42%	9.10%
				-	<u>74,600</u>	<u>20,000</u>	<u>54,600</u>	<u>54,770</u>	<u>92.55%</u>	<u>100.0%</u>

Carrying value before fair value adjustment as at March 31, 2024

55,069

4.1.2 The nominal value of GOP Ijara Sukuks certificate is Rs. 100,000 each.

5 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at March 31,2024

6 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

6.1 Connected persons include NBP Fund Management Limited, being the Pension Fund Manager, Central Depository Company of Pakistan Limited, being the Trustee, National Bank of Pakistan (NBP) and Baltoro Growth Fund being the sponsors of the Fund / Pension Fund Manager and other collective investment schemes managed by the NBP Fund Management Limited, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Pension Fund Manager or the net assets of the Fund and directors and officers of the NBP Fund Management Limited and employee benefit funds of the NBP Fund Management Limited.

6.2 The transactions with connected persons and related parties are carried at agreed rates and terms.

6.3 Remuneration payable to Pension Fund Manager and the Trustee is determined in accordance with the provisions of the Voluntary Pension System Rules, 2005 and the Trust Deed respectively.

The details of significant transactions carried out by the Fund with connected persons and balances with them are as follows:

(Un-Audited)
From December 13, 2023 till March 31, 2024

Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total
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6.4 Transactions during the period

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

NBP Fund Management Limited - Pension Fund Manager

Remuneration to Pension Fund Manager	37	-	-	-	37
Sindh Sales Tax on remuneration to Pension Fund Manager	5	-	-	-	5
Investment: Money Market Sub Fund: 300,000 units Debt Sub Fund: 5,000 units, Equity Sub fund: 5,000 units Equity Index Sub Fund: 5,001 units	30,000	500	500	500	31,500

Central Depository Company of Pakistan Limited (CDC) - Trustee

Remuneration to Trustee	22	-	-	-	22
Sindh Sales Tax on remuneration to Trustee	3	-	-	-	3

(Un-Audited)
As at March 31, 2024

Money Market Sub Fund	Debt Sub Fund	Equity Sub Fund	Equity Index Sub Fund	Total
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6.5 Balances outstanding as at period / year end

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

NBP Fund Management Limited - Pension Fund Manager

Remuneration payable	37	-	-	-	37
Sindh Sales Tax payable	5	-	-	-	5
Preliminary expenses and flotation cost payable	450	-	-	-	450
Investment: Money Market Sub Fund: 300,000 units Debt Sub Fund: 5,000 units, Equity Sub fund: 5,000 units Equity Index Sub Fund: 5,001 units	31,607	500	500	500	33,107

Central Depository Company of Pakistan Limited (CDC) - Trustee

Remuneration payable	22	-	-	-	22
Sindh Sales Tax payable	3	-	-	-	3

7 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.

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

The fair value of financial assets traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- **Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- **Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- **Level 3:** Unobservable inputs for the asset or liability.

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

		Money Market sub fund						
		Carrying value			Fair value			
		At fair value through Profit or loss	Amortised cost	Other financial liabilities	Level 1	Level 2	Level 3	Total
December 31, 2023	Note	----- (Rupees in '000') -----						
Financial assets measured at fair value								
Investments								
Government of Pakistan - Ijarah sukuk		54,770	-	-	-	54,770	-	54,770
		54,770	-	-	-	54,770	-	54,770
Financial assets not measured at fair value 7.1								
Bank balances		-	381	-	-	-	-	381
Markup receivables		-	4,172	-	-	-	-	4,172
Deposits and other receivables		-	-	-	-	-	-	-
		-	4,553	-	-	-	-	4,553
Financial liabilities not measured at fair value 7.1								
Payable to the Management Company		-	-	-	-	-	-	-
Remuneration payable to the Trustee		-	-	-	-	-	-	-
Net assets attributable to redeemable units		-	-	59,182	-	-	-	59,182
Payable against redemption of units		-	-	-	-	-	-	-
Accrued expenses and other liabilities		-	-	41	-	-	-	41
		-	-	59,223	-	-	-	59,223

7.1 There were no transfers between above levels during the year.

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

7.3 The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximations of fair value.

8 TAXATION

8.1 The income of the Fund is exempt from income tax under clause 57(3) (viii) of part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation 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 to the Second Schedule of the Income Tax Ordinance, 2001. Accordingly, Supertax and any other taxes introduced in Finance Act, 2015 is also not applicable on the Fund.

9 TOTAL EXPENSE RATIO

Total expense ratio (all the expenses, including government levies, incurred during the year divided by average net asset value for the year) is :

Category	Rate per annum
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Money Market	0.94%
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Total expense ratio (excluding government levies) is :

Category	Rate per annum
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Money Market	0.85%
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10 GENERAL

10.1 Figures have been rounded off to the nearest thousand rupees unless otherwise specified.

11 DATE OF AUTHORISATION FOR ISSUE

11.1 These condensed interim financial statements were authorised for issue on April 25, 2024 by the Board of directors of the Pension Fund Manager.

For NBP Fund Management Limited
(Pension Fund Manager)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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