



*Managing Your Savings*

**NBP Fund Management Limited**



# **NBP GOVERNMENT SECURITIES LIQUID 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."



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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. 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 Shahra-e-Faisal, Karachi.

### Bankers to the Fund

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

## **Auditors**

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

## **Legal Advisor**

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

## **Head Office:**

7th Floor Clifton Diamond Building, Block No. 4,  
Scheme No. 5, Clifton Karachi.  
UAN: 021 (111-111-632),  
(Toll Free): 0800-20002,  
Fax: (021) 35825329  
Website: [www.nbpfunds.com](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  
Phone: 051-2514987  
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 Government Securities Liquid Fund (NGSLF)** for the period ended March 31, 2024.

### Fund's Performance

During 9MFY24, 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.

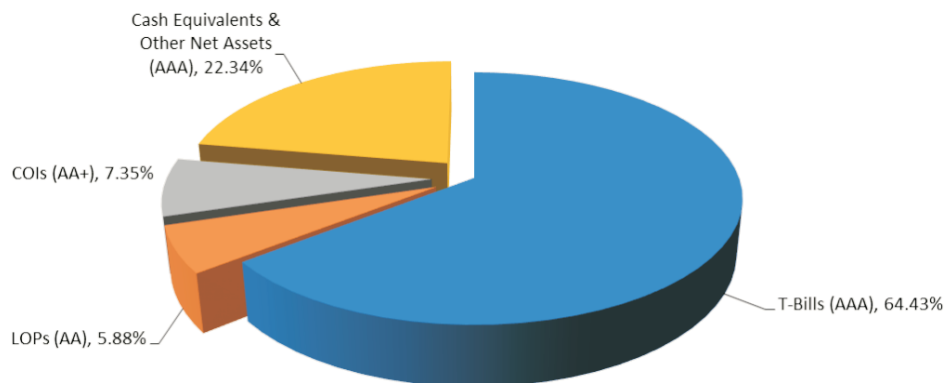
The MPC considered various factors, including an improved agricultural outlook, fluctuations in global oil prices, and ongoing efforts toward fiscal consolidation. However, the economic situation continues to face challenges due to lack of fiscal discipline. Additionally, escalating geopolitical tensions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

As of March 29, 2024, the net liquid foreign exchange reserves held with the SBP stood at approximately USD 8.04 billion. During the period, SBP held nineteen (19) T-Bill auctions realizing a total of Rs. 17.70 trillion against the target of Rs. 18.01 trillion. The yields on T-Bills for 3-month, 6-month and 12-month tenures decreased by 0.93%, 1.33% and 2.20% respectively. Similarly, PIB yields decreased by 2.73%, 0.51% and 1.10% for 3-year, 5-year and 10-year tenure. There were nine (9) PIB auctions held where an amount of around Rs. 1,256 billion was realized.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. The rating reflects exceptionally strong credit and liquidity profile of the Fund. T-Bills are the major asset class of the Fund. Exposure of the Fund to credit, liquidity and interest rate risk is exceptionally low due to 70% minimum investment in Government securities (T-Bills) with average maturity of the overall portfolio at 45 days. The Fund invests in AA and above rated Banks/DFIs with maximum maturity of six months.

The size of NBP Government Securities Liquid Fund has increased from Rs. 1,961 million to Rs. 6,805 million during the period (a massive increase of 247.1%). During the period, the unit price of the Fund has increased from Rs. 8.8351 (Ex-Div) on June 30, 2023 to Rs. 10.2977 on March 31, 2024, thus showing a return of 22.0% as compared to the benchmark return of 21.1% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 548.56 million during the period. After deducting total expenses of Rs. 33.93 million, the net income is Rs. 514.63 million. The asset allocation of NGSLF as on March 31, 2024 is as follows:



## Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 15.12% of the opening ex-NAV (15.52% of the par value) during the period ended March 31, 2024.

## 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 میجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2024ء کو ختم ہونے والی نو ماہی کے لئے NBP گورنمنٹ سیکورٹیز لیکویڈ فنڈ (NGSLF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

مالی سال 24 کی نو ماہی کے دوران، بینک دولت پاکستان (SBP) نے مائٹری 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، مائٹری پالیسی کے لیے ایک محتاط اپروچ 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۔

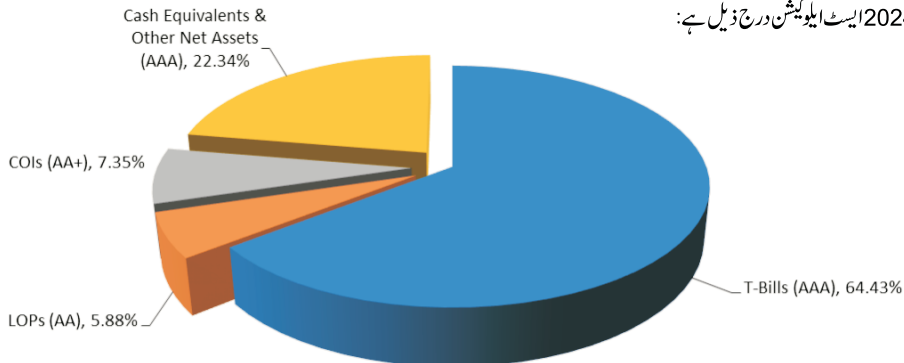
MPC نے بہتر زرعی نقطہ نظر، تیل کی عالمی قیمتوں میں اتار چڑھاؤ، اور مالی استحکام کی جانب جاری کوششوں سمیت مختلف عوامل پر غور کیا۔ تاہم، مالیاتی نظم و ضبط کے فقدان کی وجہ سے معاشی صورتحال کو مسلسل چیلنجز کا سامنا ہے۔ مزید برآں، بڑھتے ہوئے جغرافیائی سیاسی تناؤ کی وجہ سے عالمی فریٹ چارجز میں اضافہ ہوا ہے،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

29 مارچ 2024 تک اسٹیٹ بینک پاکستان کے ہاں موجود خالص لیکویڈ زرمبادلہ کے ذخائر تقریباً 8.04 بلین امریکی ڈالر تھے۔ مدت کے دوران، SBP نے ٹی بل کی انیس (19) نیلامیوں کا انعقاد کیا، جس سے 18.01 ٹریلین روپے ہدف کے مقابلے میں 17.70 ٹریلین روپے کی وصولی ہوئی۔ ٹی بلز کی شرح منافع میں 3 ماہ، 6 ماہ اور 12 ماہ کے لئے بالترتیب 0.93%، 1.33% اور 2.20% تک کمی ہوئی۔ اسی طرح، 3 سالہ، 5 سالہ اور 10 سالہ مدت کے لئے PIB شرح منافع میں 2.73%، 0.51% اور 1.10% تک کمی ہوئی۔ PIB کی نو (9) نیلامیاں ہوئیں جس سے تقریباً 1,256 بلین روپے کی رقم وصول ہوئی۔

NGSLF کو PACRA کی طرف سے مستحکم ریٹنگ "AAA(f)" دی گئی ہے۔ یہ ریٹنگ فنڈ کے غیر معمولی مستحکم کریڈٹ اور لیکویڈیٹی پروفائل کی عکاسی کرتی ہے۔ T-Bills اس فنڈ کی بڑی ایسیٹ کلاس ہے۔ گورنمنٹ سیکورٹیز (T-Bills) میں 45 دنوں میں مجموعی پورٹ فولیو کی اوسط میچورٹی کے ساتھ کم از کم 70% سرمایہ کاری کے باعث فنڈ کے کریڈٹ، لیکویڈیٹی اور انٹرسٹ ریٹ کے خطرات کی زد میں آنے کے امکانات نہ ہونے کے برابر ہیں۔ فنڈ کو زیادہ سے زیادہ چھ ماہ کی میچورٹی کے ساتھ AA بازانڈر ریٹنگ والے ڈفیس/ڈیفیس میں انویسٹ کرنے کی اجازت ہے۔

اس مدت کے دوران NBP گورنمنٹ سیکورٹیز لیکویڈ فنڈ کا سائز 1,961 ملین روپے سے بڑھ کر 6,805 ملین روپے ہو گیا یعنی 247.1% کا اضافہ ہوا۔ زیر جائزہ مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2023 کو 8.8351 روپے (Ex-Div) سے بڑھ کر 31 مارچ 2024 کو 10.2977 روپے ہو گئی، لہذا اسی مدت کے دوران فنڈ نے اپنے بیچ مارک 21.1% کے مقابلے میں 22.0% کا منافع درج کیا۔ فنڈ کی یہ کارکردگی میجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ فنڈ نے اس مدت کے دوران 548.56 ملین روپے کی مجموعی آمدنی کمائی۔ 33.93 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 514.63 ملین روپے ہے۔

NGSLF کی 31 مارچ 2024 ایسیٹ ایلوکیشن درج ذیل ہے:







## آمدنی کی تقسیم

میٹجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 31 مارچ 2024 کو ختم ہونے والی سہ ماہی کے لئے اوپننگ ex-NAV کا 15.12% (بنیادی قدر کا 15.52%) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

## اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے میٹجمنٹ 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 آرٹسٹ 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 میٹجمنٹ لمیٹڈ**

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 25 اپریل 2024ء

مقام: کراچی

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

	Note	Unaudited March 31, 2024	Audited June 30, 2023
<b>Rupees in '000</b>			
<b>ASSETS</b>			
Bank balances	4	1,570,088	194,392
Investments	5	5,284,758	1,734,677
Profit receivable		12,843	2,453
Receivable against issuance of units		-	77,171
Advances and prepayments		10,246	10,138
<b>Total assets</b>		<b>6,877,935</b>	<b>2,018,831</b>
<b>LIABILITIES</b>			
Payable to the Management Company		54,024	50,613
Payable to the Trustee		278	85
Payable to Securities and Exchange Commission of Pakistan		336	260
Payable on redemption of units		60	3,816
Accrued expenses and other liabilities		17,900	3,515
<b>Total liabilities</b>		<b>72,598</b>	<b>58,289</b>
<b>NET ASSETS</b>		<b>6,805,337</b>	<b>1,960,542</b>
<b>Unit Holders' Funds (as per statement attached)</b>		<b>6,805,337</b>	<b>1,960,542</b>
<b>Contingencies and Commitments</b>	6		
		-----Number of units-----	
<b>Number of units in issue</b>		<b>660,859,315</b>	<b>191,006,569</b>
		<b>Rupees</b>	
<b>Net assets value per unit</b>		<b>10.2977</b>	<b>10.2643</b>

The annexed notes 1 to 13 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, 2024

Note	Nine months ended		Quarter ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
-----Rupees in '000-----				
<b>INCOME</b>				
	(6)	(541)	338	(355)
(Loss) / gain on sale of investments - net				
Income from government securities	440,254	135,657	178,548	54,738
Income from letter of placements	43,691	-	32,375	-
Income from certificate of investments	908	-	908	-
Profit on bank deposits	71,277	13,928	38,785	3,515
Net unrealised (diminution) on re-measurement of investment classified as 'financial assets at fair value through profit or loss'	(7,556)	(503)	(5,600)	(835)
<b>Total Income</b>	<b>548,568</b>	<b>148,541</b>	<b>245,354</b>	<b>57,063</b>
<b>EXPENSES</b>				
Remuneration of the Management Company	12,231	1,827	6,997	660
Sindh sales tax on remuneration of the Management Company	1,590	238	910	86
Remuneration of the Trustee	1,409	501	651	180
Sindh sales tax on remuneration of Trustee	183	65	84	23
Annual fee - Securities and Exchange Commission of Pakistan	1,922	182	889	65
Reimbursement of operational expenses to the Management Company	3,203	1,138	1,481	410
Reimbursement of selling and marketing expenses	11,775	4,717	3,662	1,803
Securities transaction cost	95	61	33	26
Bank charges	221	174	58	53
Annual listing fee	23	21	8	7
Rating fee	251	226	91	80
Auditors' remuneration	860	809	208	192
Legal and professional charges	113	135	38	44
Printing Charges	58	50	11	40
<b>Total Expenses</b>	<b>33,934</b>	<b>10,144</b>	<b>15,121</b>	<b>3,669</b>
<b>Net income from operating activities</b>	<b>514,634</b>	<b>138,397</b>	<b>230,233</b>	<b>53,394</b>
Taxation	-	-	-	-
<b>Net income for the period after taxation</b>	<b>514,634</b>	<b>138,397</b>	<b>230,233</b>	<b>53,394</b>
<b>Earnings per unit</b>				
<b>Allocation of net income for the period</b>				
Net income for the period after taxation	514,634	138,397		
Income already paid on redemption of units	(25,695)	(2,680)		
	<b>488,939</b>	<b>135,717</b>		
<b>Accounting income available for distribution:</b>				
- Relating to capital gain	-	-		
- Excluding capital gain	488,939	135,717		
	<b>488,939</b>	<b>135,717</b>		

The annexed notes 1 to 13 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, 2024

	Nine months ended		Quarter ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	-----Rupees in '000-----			
Net income for the period after taxation	514,634	138,397	230,233	53,394
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>514,634</b>	<b>138,397</b>	<b>230,233</b>	<b>53,394</b>

The annexed notes 1 to 13 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, 2024

	Nine months period ended					
	March 31, 2024			March 31, 2023		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
	(Rupees in '000)					
Net assets at beginning of the period	1,849,356	111,186	1,960,542	1,114,644	104,578	1,219,222
Issue of 860,050,279 units (2023: 71,526,562 units)						
- Capital value	8,827,814	-	8,827,814	731,531	-	731,531
- Element of income	43,674	-	43,674	4,772	-	4,772
Total proceeds on issuance of units	8,871,488	-	8,871,488	736,303	-	736,303
Redemption of 390,197,533 units (2023: 58,468,829 units)						
- Capital value	(4,005,105)	-	(4,005,105)	(597,984)	-	(597,984)
- Element of loss	(2,086)	(25,695)	(27,781)	(1,063)	(2,680)	(3,743)
Total payments on redemption of units	(4,007,191)	(25,695)	(4,032,886)	(599,047)	(2,680)	(601,727)
Total comprehensive income for the period	-	514,634	514,634	-	138,397	138,397
<b>Interim distributions made during the period:</b>						
July 26, 2023: Re. 0.1476 (July 28, 2022: Re. 0.1030)	(233)	(24,387)	(24,620)	(26)	(10,505)	(10,531)
August 29, 2023: Re. 0.2027 (August 30, 2022: Re. 0.1341)	(3,631)	(37,288)	(40,919)	(129)	(13,504)	(13,633)
September 26, 2023: Re. 0.1657 (September 28, 2022: Re. 0.1199)	(3,263)	(26,257)	(29,520)	(352)	(12,733)	(13,085)
October 24, 2023: Re. 0.1704 (October 27, 2022: Re. 0.1192)	(5,659)	(35,647)	(41,306)	(1,087)	(13,097)	(14,184)
November 28, 2023: Re. 0.2018 (November 29, 2022: Re. 0.1301)	(9,400)	(79,616)	(89,016)	(391)	(16,224)	(16,615)
December 27, 2023: Re. 0.1631 (December 28, 2022: Re. 0.0782)	(5,745)	(52,698)	(58,443)	(58)	(14,657)	(14,715)
January 23, 2024: Re. 0.1623 (January 26, 2023: Re. 0.1277)	(4,754)	(63,673)	(68,427)	(725)	(15,663)	(16,388)
February 27, 2024: Re. 0.1857 (February 28, 2023: Re. 0.1478)	(2,052)	(76,226)	(78,278)	(712)	(18,241)	(18,953)
March 26, 2024: Re. 0.1528 (March 29, 2023: Re. 0.1484)	(3,609)	(74,303)	(77,912)	(114)	(19,255)	(19,369)
	(38,346)	(470,095)	(508,441)	(3,594)	(133,879)	(137,473)
<b>Net assets at end of the period</b>	<b>6,675,307</b>	<b>130,030</b>	<b>6,805,337</b>	<b>1,248,306</b>	<b>106,416</b>	<b>1,354,722</b>
Undistributed income brought forward						
- Realised income		112,980			104,578	
- Unrealised income		(1,794)			-	
		111,186			104,578	
Accounting income available for distribution						
- Relating to capital gain		-			-	
- Excluding capital gain		488,939			135,717	
		488,939			135,717	
Interim distributions made during the period:		(470,095)			(133,879)	
<b>Undistributed income carried forward</b>		<b>130,030</b>			<b>106,416</b>	
Undistributed income carried forward						
- Realised income		137,586			106,919	
- Unrealised (loss) / income		(7,556)			(503)	
		130,030			106,416	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<u>10.2643</u>			<u>10.2274</u>
Net assets value per unit at end of the period			<u>10.2977</u>			<u>10.2421</u>

The annexed notes 1 to 13 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, 2024

	Nine months ended	
	March 31, 2024	March 31, 2023
----- Rupees in '000 -----		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net income for the period	514,634	138,397
<b>Adjustments</b>		
Net unrealised (appreciation) / diminution on re-measurement of investment classified as financial assets at fair value through profit or loss'	7,556	503
	<u>522,190</u>	<u>138,900</u>
<b>Decrease / (increase) in assets</b>		
Investments	(3,557,637)	(1,286,856)
Profit receivable	(10,390)	1,821
Advance and prepayment	(108)	(102)
	<u>(3,568,135)</u>	<u>(1,285,137)</u>
<b>(Decrease) / Increase in liabilities</b>		
Payable to the Management Company	3,411	1,032
Payable to the Trustee	193	59
Payable to Securities and Exchange Commission of Pakistan	76	(26)
Accrued expenses and other liabilities	14,385	181
	<u>18,065</u>	<u>1,246</u>
<b>Net cash (used in) from operating activities</b>	<u>(3,027,880)</u>	<u>(1,144,991)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units	8,910,313	738,959
Payments on redemption of units	(4,036,642)	(601,118)
Distribution paid	(470,095)	(133,879)
<b>Net cash generated from financing activities</b>	<u>4,403,576</u>	<u>3,962</u>
Net Increase / (decrease) cash and cash equivalents during the period	<u>1,375,696</u>	<u>(1,141,029)</u>
Opening balance of cash and cash equivalents	194,392	1,250,836
<b>Cash and cash equivalents at the end of the period</b>	<u><u>1,570,088</u></u>	<u><u>109,807</u></u>

The annexed notes 1 to 13 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 INFORMATION (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Government Securities Liquid Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on 10 April 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on October 14, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The investment objective of the Fund is to generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short term government securities.

The Pakistan Credit Rating Agency (PACRA) has reaffirmed the asset manager rating of the Management Company of AM1 (June 30, 2023: AM1). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of the systems and processes. Furthermore, PACRA has maintained the stability rating of the Fund to AAA (f) (June 30, 2023: AAA (f)) dated September 23, 2023.

Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as Trustee of the Fund.

### 2 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, 2023.

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, 2024.

These condensed interim 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, 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 and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing 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 year ended June 30, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2023.

	Note	(Unaudited) March 31, 2024	(Audited) June 30, 2023
------(Rupees in '000)-----			
<b>4 BANK BALANCES</b>			
Current accounts		26	26
Savings accounts	4.1	<u>1,570,062</u>	<u>194,366</u>
		<u>1,570,088</u>	<u>194,392</u>
4.1	These accounts carry rates of return ranging from 11.01% to 21.85% (30 June 2023: 10% to 19.50%) per annum.		
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
Market Treasury Bills	5.1	4,384,758	1,734,677
Letters of Placement	5.2	400,000	-
Certificate of Investment	5.3	500,000	-
		<u>5,284,758</u>	<u>1,734,677</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, 2024	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024			
-----Rupees in '000-----								
-----(% )-----								
<b>Market Treasury Bills</b>								
July 14, 2022	12 Months	175,000	-	175,000	-	-	-	
May 4, 2023	3 Months	553,500	-	553,500	-	-	-	
June 15, 2023	3 Months	835,000	175,000	1,010,000	-	-	-	
May 18, 2023	3 Months	-	200,000	200,000	-	-	-	
June 22, 2023	3 Months	225,000	176,650	401,650	-	-	-	
August 10, 2023	3 Months	-	6,500,000	6,500,000	-	-	-	
October 6, 2022	12 Months	-	1,000,000	1,000,000	-	-	-	
July 25, 2023	3 Months	-	1,550,000	1,550,000	-	-	-	
September 21, 2023	3 Months	-	460,000	460,000	-	-	-	
October 5, 2023	3 Months	-	344,420	344,420	-	-	-	
October 19, 2023	3 Months	-	1,000,000	1,000,000	-	-	-	
October 19, 2023	6 Months	-	500,000	500,000	-	-	-	
November 2, 2023	3 Months	-	807,000	807,000	-	-	-	
November 2, 2023	6 Months	-	1,350,000	-	1,350,000	1,325,271	19.47	
August 24, 2023	3 Months	-	350,000	350,000	-	-	-	
November 17, 2022	12 Months	-	500,000	500,000	-	-	-	
September 7, 2023	3 Months	-	1,300,000	1,300,000	-	-	-	
November 16, 2023	3 Months	-	500,000	500,000	-	-	-	
November 16, 2023	6 Months	-	650,000	-	650,000	632,866	9.30	
November 30, 2023	3 Months	-	500,000	500,000	-	-	-	
November 30, 2023	6 Months	-	150,000	-	150,000	144,860	2.13	
December 28, 2023	3 Months	-	500,000	500,000	-	-	-	
April 6, 2023	12 Months	-	500,000	300,000	200,000	199,639	2.93	
March 7, 2024	3 Months	-	375,000	-	375,000	362,150	5.32	
January 11, 2024	3 Months	-	660,000	-	660,000	658,809	9.68	
January 11, 2024	6 Months	-	125,000	-	125,000	117,907	1.73	
July 13, 2023	12 Months	-	1,000,000	-	1,000,000	943,256	13.86	
October 19, 2023	3 Months	-	569,700	569,700	-	-	-	
March 27, 2023	12 Months	-	72,795	72,795	-	-	-	
December 28, 2023	3 Months	-	900,000	900,000	-	-	-	
		<b>1,788,500</b>	<b>22,715,565</b>	<b>19,994,065</b>	<b>4,510,000</b>	<b>4,384,758</b>	<b>64.42</b>	<b>82.98</b>

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

4,392,314

## 5.2 Letters of Placement

Name of issuer	Profit rate per annum	Maturity date	As at July 01, 2023	Placed during the period	Matured during the period	As at March 31, 2024	Market value as % of	
							Net Assets	Total investments
-----(% )-----								
PAIR Investment Company Limited	22.05%	10 November 2023	-	400,000	400,000	-	-	-
Pak-Oman Investment Company Limited	21.90%	10 November 2023	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	22.05%	17 November 2023	-	400,000	400,000	-	-	-
Zarai Taraqiyati Bank Limited	22.00%	24 November 2023	-	450,000	450,000	-	-	-
PAIR Investment Company Limited	22.05%	24 November 2023	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	22.05%	1 December 2023	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	22.05%	8 December 2023	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	21.75%	16 February 2024	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	21.60%	1 March 2024	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	21.60%	15 March 2024	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	21.60%	29 March 2024	-	400,000	400,000	-	-	-
PAIR Investment Company Limited	21.75%	19 April 2024	-	400,000	-	400,000	5.88	7.57

Name of Issuer	Profit rate per annum	Maturity date	As at July 01, 2023	Placed during the period	Matured during the period	As at March 31, 2024	Market value as % of	
							Net Assets	Total investments
							------(%)-----	
Pak Brunei Investment Company Limited	21.45%	22 March 2024	-	400,000	400,000	-	-	-
Pak-Oman Inv. Company Limited	21.90%	16 February 2024	-	400,000	400,000	-	-	-
Pak-Oman Inv. Company Limited	21.30%	1 March 2024	-	400,000	400,000	-	-	-
Pak-Oman Inv. Company Limited	21.40%	15 March 2024	-	400,000	400,000	-	-	-
Zarai Taraqjati Bank Limited	21.25%	19 January 2024	-	400,000	400,000	-	-	-
Zarai Taraqjati Bank Limited	21.70%	16 February 2024	-	400,000	400,000	-	-	-
Zarai Taraqjati Bank Limited	22.00%	21 February 2024	-	450,000	450,000	-	-	-
Zarai Taraqjati Bank Limited	22.00%	22 February 2024	-	400,000	400,000	-	-	-
Zarai Taraqjati Bank Limited	21.80%	1 March 2024	-	400,000	400,000	-	-	-
Zarai Taraqjati Bank Limited	21.50%	15 March 2024	-	400,000	400,000	-	-	-
						<b>400,000</b>	<b>5.88</b>	<b>7.57</b>

### 5.3 Certificate of Investment

Name of Issuer	Profit rate per annum	Maturity date	As at July 01, 2023	Placed during the period	Matured during the period	As at March 31, 2024	Market value as % of	
							Net Assets	Total investments
							------(%)-----	
Pak-Oman Inv. Co. Ltd	22.10%	29 April 2024	-	500,000	-	500,000	7.35	9.46
						<b>500,000</b>	<b>7.35</b>	<b>9.46</b>

## 6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 and June 30, 2023.

## 7 REIMBURSEMENT OF 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 0.40% per annum of the net assets of the Fund.

## 8 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon 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, 2024 to the unit holders in the manner as explained above, therefore, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

## 9 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2024 is 1.32% (2023: 1.11%) which includes 0.15% (2023: 0.05%) 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 2.0% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'money market scheme'.

## 10 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

- 10.1** Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes, Voluntary Pension Schemes managed by the Management Company and directors and officers of the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund and unit holders holding ten percent or more units of the Fund.
- 10.2** The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 10.3** Remuneration to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 10.4** Remuneration payable to the Trustee is determined in accordance with the provisions of the Trust Deed.
- 10.5** Details of the transactions with connected persons are as follows:

	----- (Unaudited) -----	
	Nine months ended	
	March 31, 2024	March 31, 2023
	----- Rupees in '000 -----	
<b>NBP Fund Management Company Limited - Management Company</b>		
Remuneration of the Management Company	12,231	1,827
Sindh sales tax on remuneration of the Management Company	1,590	238
Reimbursement of operational expenses to the Management Company	3,203	1,138
Reimbursement of selling and marketing expenses	11,775	4,717
Sales load including Sindh Sales Tax	705	254
ADC charges	137	35
<b>National Bank of Pakistan (Parent of the Management Company)</b>		
Bank profit earned by the fund on deposit in saving account	8	45
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee fee for the period	1,409	501
Sindh sales tax on remuneration of Trustee	183	65
<b>Employees of the Management Company</b>		
Dividend reinvested: 59,634 units (March 31, 2023: 34,823 units)	612	356
Units issued: 2,770,232 units (March 31, 2023: 1,575,552 units)	28,473	16,195
Units redeemed: 3,033,151 units (March 31, 2023: 1,460,110 units)	31,327	15,139
<b>NBP Employees Pension Fund (Subsidiary of the parent company)</b>		
Dividend reinvested: 4,494,344 units (March 31, 2023: 3,340,060 units)	46,157	34,175
Units issued: 2,220 units (March 31, 2023: 1,234 units)	-	-
<b>Fauji Fertilizer Company Limited (Common directorship)</b>		
Dividend reinvested: 1,638,086 units (March 31, 2023: 13 units)	16,823	-
Units issued: 108,124,796 units (March 31, 2023: Nil units)	1,109,824	-
Units redeemed: 66,415,906 units (March 31, 2023: 457 units)	687,051	5

----- (Unaudited) -----  
**Nine months ended**  
**March 31,    March 31,**  
**2024            2023**  
 ----- Rupees in '000 -----

**National Fullerton Asset Management Employee Provident Fund -  
 Provident Fund of the Management Company**

Dividend reinvested: 94,824 units (March 31, 2023: Nil units)	974	-
Units issued: 2,512,313 units (March 31, 2023: Nil units)	25,787	-
Units redeemed: 2,629,665 units (March 31, 2023: Nil units)	27,097	-

**Portfolios managed by the Management Company**

Dividend reinvested: 589,460 units (March 31, 2023: Nil Units)	6,054	-
Units issued: 6,953,697 units (March 31, 2023: 31,971 units)	71,394	327
Units redeemed: 604,186 units (March 31, 2023: 14,509,272 units)	6,283	148,658

**National Communications Services SMC Private Limited  
 Employees Contributory Provident Fund\***

**Trust (Unit holder of 10% or more of units of the CIS)**

Dividend reinvested: Nil units (March 31, 2023: 1,290,763 units)	-	13,207
Units issued: Nil units (March 31, 2023: 8,832,823 units)	-	91,104

**Mari Petroleum Company Limited**

**(Unit holder of 10% or more of units of the CIS)\*\***

Dividend reinvested: Nil units (March 31, 2023: 1,290,763 units)	-	-
Units issued: 145,826,447 units (March 31, 2023: Nil units)	1,500,000	-

(Unaudited)    (Audited)  
**As at            As at**  
**March 31,    June 30,**  
**2024            2023**  
 ----- Rupees in '000 -----

**10.6 Amounts outstanding as at period / year end**

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

Remuneration of the Management Company	2,679	295
Sindh Sales Tax on remuneration of the Management Company	348	38
Reimbursement of operational expenses to the Management Company	1,480	487
Federal excise duty on remuneration of the Management Company	45,777	45,777
Reimbursement of selling and marketing expenses	3,662	3,072
Sales load including Sindh Sales Tax	26	919
ADC charges payable including Sindh Sales Tax	52	23

**Central Depository Company of Pakistan Limited (Trustee)**

Remuneration of the Trustee	246	75
Sindh Sales Tax on remuneration of the Trustee	32	10

**National Bank of Pakistan (Parent of the Management Company)**

Bank balance	1,433	864
Mark up receivable	15	2

	(Unaudited) As at March 31, 2024 ----- Rupees in '000 -----	(Audited) As at June 30, 2023 -----
<b>National Fullerton Asset Management Employee Provident Fund - Provident Fund of the Management Company</b>		
Units held: 841,280 units (June 30, 2023: 863,809 units)	8,663	8,866
<b>Employees of the Management Company</b>		
Investment held in the Fund: 469,814 units (June 30, 2023: 672,498 units)	4,838	6,903
<b>NBP Employees Pension Fund - (Unit holder of 10% or more of units of the CIS)</b>		
Investment held in the Fund: 37,548,977 units (June 30, 2023: 33,052,413 units)	386,668	399,260
<b>Muhammad Murtaza Ali (Company Secretary and Chief Operating Officer)</b>		
Investment held in the Fund: 3 units (June 30, 2023: 3 units)	-	-
<b>Murree Brewery Company Limited - unit holder of 10% or more of units of the Fund**</b>		
Units held: Nil units (June 30, 2023 19,555,312 units)	-	200,000
<b>Mari Petroleum Company Limited unit holder of 10% or more of units of the Fund*</b>		
Units held: 145,826,447 units (June 30, Nil units)	1,501,677	-
<b>Portfolios managed by the Management Company</b>		
Units held: 15,181,860 units (2023: 5,362,387 units)	156,338	55,042
<b>Fauji Fertilizer Company Limited- (Common Directorship)</b>		
Investment held in the Fund: 43,346,975 units (June 30,2023: Nil units)	446,374	-

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

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

## 11 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Financial assets which are tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

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.

## Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

## 12 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 25, 2024.

## 13 GENERAL

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

13.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. No significant changes or reclassifications were made in this condensed interim financial information.

For NBP Fund Management Limited  
(Management Company)

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Chief Financial Officer

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Chief Executive Officer

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Director

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