

NBP FUNDS

Managing Your Savings

Aitemaad اعتماد



Islamic Savings

اسلامک سیونگ

NBP Fund Management Limited



NBP ISLAMIC MUSTAHKAM 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 Shakra-e-Faisal, Karachi.

Bankers to the Fund

Habib Bank Limited
United Bank Limited
Allied Bank Limited
Bank Alfalah Limited
Dubai Islamic Bank Limited
Faysal Islamic 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 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 Islamic Mustahkam Fund - NBP Islamic Fixed Term Munafa Plan - II (NIFTMP-II)** and **NBP Islamic Mustahkam Fund - NBP Islamic Fixed Term Munafa Plan - V (NIFTMP-V)** for the period ended March 31, 2024.

The funds aim to provide investors with potentially higher returns, for fixed tenure by investing primarily in Shariah Compliant Fixed Income instruments. The Fund primarily invests in Shariah Compliant: government securities, cash at bank with licensed Islamic banks and/or Islamic branches/windows of Conventional banks.

NBP ISLAMIC MUSTAHKAM FUND - NBP ISLAMIC FIXED TERM MUNAFA PLAN - II (NIFTMP-II)

Fund's Performance

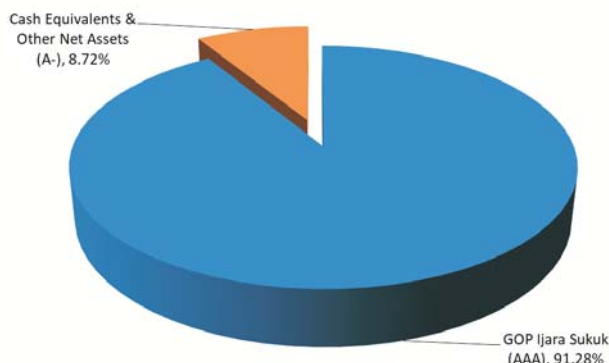
The size of NBP Islamic Mustahkam Fund - NBP Islamic Fixed Term Munafa Plan - II has increased from Rs. 692 million to Rs. 741 million during the period (a growth of 7.2%). During the period, the unit price of the Fund has increased from Rs. 9.4624 (Ex-Div) on June 30, 2023 to Rs. 10.9203 on March 31, 2024, thus showing return of 20.4% as compared to the benchmark return of 6.6% for the same period. The performance of the Fund is net of management fee and other expenses.

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 market witnessed issuance of a decent size of corporate sukuks to meet the increasing funding need for fixed capital investments and working capital, respectively. In the secondary market, the trading activity in corporate sukuks 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 Fund has earned a total income of Rs. 107.99 million during the period. After deducting total expenses of Rs. 5.90 million, the net income is Rs. 102.09 million. The asset allocation of NIFTMP-II as on March 31, 2024 is as follows:



Income Distribution

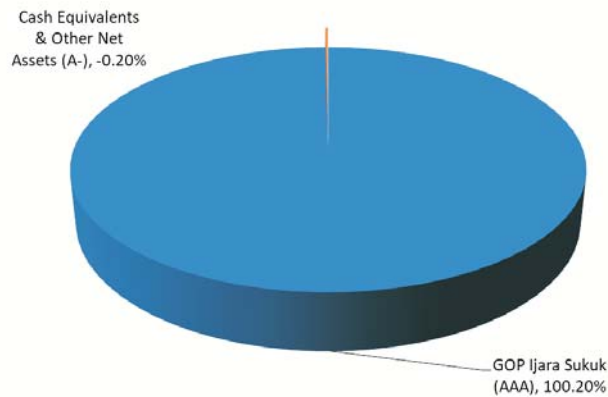
The Board of Directors of the Management Company has approved interim cash dividend of 5.96% of the opening ex-NAV (5.96% of the par value) during the period ended March 31, 2024.

NBP ISLAMIC MUSTAHKAM FUND - NBP ISLAMIC FIXED TERM MUNAFA PLAN - V (NIFTMP-V)

Fund's Performance

The fund NBP Islamic Mustahkam Fund - NBP Islamic Fixed Term Munafa Plan - V was launched on January 23, 2024 and closed at Rs. 603 million on March 31, 2024. During the period, the unit price of the Fund has increased from Rs. 10.0000 since inception to Rs. 10.1811 on March 31, 2024, thus showing return of 9.7% as compared to the benchmark return of 11.1%. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 12.43 million during the period. After deducting total expenses of Rs. 1.37 million, the net income is Rs. 11.06 million. The asset allocation of NIFTMP-V as on March 31, 2024 is as follows:



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 بھد مسرت 31 مارچ 2024ء کو ختم ہونے والی مدت کے لئے NBP اسلامک مستحکم فنڈ - NBP اسلامک فکسڈ ٹرم منافع پلان II (NIFTMP-II) اور NBP اسلامک مستحکم فنڈ - NBP اسلامک فکسڈ ٹرم منافع پلان V (NIFTMP-V) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈز کا مقصد، بنیادی طور پر شریعت کے مطابق فکسڈ انکم انسٹرومنٹس میں سرمایہ کاری کر کے سرمایہ کاروں کو مقررہ مدت تک ممکنہ طور پر زیادہ منافع فراہم کرنا ہے۔ فنڈ بنیادی طور پر شریعہ کمپلائنسٹ: سرکاری سکیورٹیز، لائسنس یافتہ اسلامی بینکوں اور/یا روایتی بینکوں کی اسلامی شاخوں/ونڈوز میں نقدی صورت میں سرمایہ کاری کرتا ہے۔

NBP اسلامک مستحکم فنڈ - NBP اسلامک فکسڈ ٹرم منافع پلان II (NIFTMP-II)

فنڈ کی کارکردگی

موجودہ مدت کے دوران NBP اسلامک مستحکم فنڈ - NBP اسلامک فکسڈ ٹرم منافع پلان II کا سائز 692 ملین روپے سے بڑھ کر 741 ملین روپے ہو گیا (7.2% اضافہ ہوا)۔ اس مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2023 کو 9.4624 روپے (Ex-Div) سے بڑھ کر 31 مارچ 2024 کو 10.9203 روپے ہو چکی ہے، لہذا اسی مدت کے لئے 6.6% سالانہ کے نیچ مارک ریٹرن کے مقابلے 20.4% کارڈین ظاہر کیا ہے۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

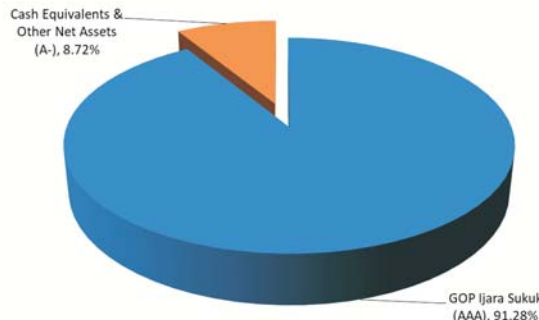
MPC نے بہتر زرعی نقطہ نظر، تیل کی عالمی قیمتوں میں اتار چڑھاؤ، اور مالی استحکام کی جانب جاری کوششوں سمیت مختلف عوامل پر غور کیا۔ تاہم، مالیاتی نظم و ضبط کے فقدان کی وجہ سے معاشی صورتحال کو مسلسل چیلنجز کا سامنا ہے۔ مزید برآں، بڑھتے ہوئے جغرافیائی سیاسی تناؤ کی وجہ سے عالمی فریٹ چارجز میں اضافہ ہوا ہے،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

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

مارکیٹ نے بالترتیب فکسڈ کیپیٹل انویسٹمنٹ اور ورکنگ 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 بلین 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 کی باوجود، جو زیادہ رہی، مانیٹری پالیسی کے لیے ایک محتاط اپروچ کی ضرورت پر زور دیا گیا، خاص طور پر براہِ 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۔

فنڈ کو موجودہ مدت کے دوران 107.99 ملین روپے کی مجموعی آمدنی ہوئی ہے۔ 5.90 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص آمدنی 102.09 ملین روپے ہے۔

31 مارچ 2024 کو NIFTMP-II کی ایسٹ ایلوکیشن درج ذیل ہے:



آمدنی کی تقسیم

میٹجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 31 مارچ 2024 کو ختم ہونے والی مدت کے لئے اوپننگ ex-NAV کا 5.96% (بنیادی قدر کا 5.96%) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

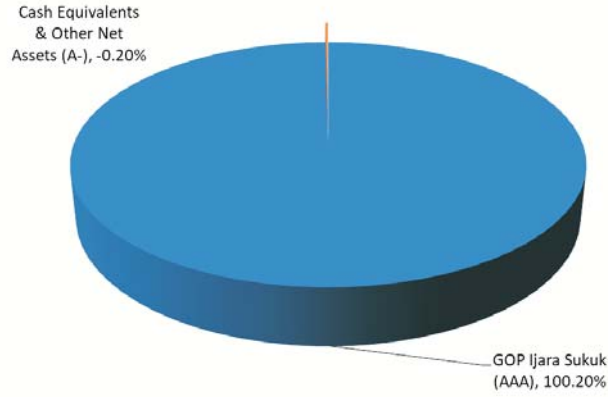
NBP اسلامک فکسڈ ٹرم منافع پلان V (NIFTMP-V)

فنڈ کی کارکردگی

موجودہ مدت کے دوران NBP اسلامک مستحکم فنڈ - NBP اسلامک فکسڈ ٹرم منافع پلان V کا 23 جنوری 2024 کو آغاز ہوا اور 31 مارچ 2024 کو 603 ملین روپے پر بند ہوا۔ اس مدت کے دوران، فنڈ کے یونٹ کی قیمت اپنے قیام کو 10,000 روپے سے بڑھ کر 31 مارچ 2024 کو 10,1811 روپے ہو چکی ہے، لہذا اسی مدت کے لئے 11.1% سالانہ کے پیچ مارک ریٹرن کے مقابلے 9.7% کا ریٹرن ظاہر کیا ہے۔ یہ کارکردگی میٹجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو موجودہ مدت کے دوران 12.43 ملین روپے کی مجموعی آمدنی ہوئی ہے۔ 1.37 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص آمدنی 11.06 ملین روپے ہے۔

31 مارچ 2024 کو NIFTMP-V کی ایسٹ ایلیوکیشن درج ذیل 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 سٹریٹیجی 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

	---Un-Audited--- March 31, 2024				-----Audited----- June 30, 2023			
	NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	Total	NIFTM PLAN-I	NIFTM PLAN-II	Total	
	----- Rupees in '000 -----				----- Rupees in '000 -----			
ASSETS	Note							
Balances with banks	4	2,313	465	13	2,791	2,493	5,731	8,224
Investments	5	-	676,576	603,844	1,280,420	384,000	659,713	1,043,713
Profit receivable		324	65,740	16	66,080	6,612	28,865	35,477
Deposits, prepayments and other receivables		-	9	100	109	114	138	252
Total assets		2,637	742,790	603,973	1,349,400	393,219	694,447	1,087,666
LIABILITIES								
Payable to the Management Company		355	1,101	489	1,945	537	1,242	1,779
Payable to the Central Depository Company of Pakistan Limited -Trustee		-	38	33	71	21	35	56
Payable to the Securities and Exchange Commission of Pakistan	8	-	47	39	86	7	29	36
Accrued expenses and other liabilities		2,282	434	774	3,490	814	1,433	2,247
Total Liabilities		2,637	1,620	1,335	5,592	1,379	2,739	4,118
NET ASSETS		-	741,170	602,638	1,343,808	391,840	691,708	1,083,548
UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)		-	741,170	602,638	1,343,808	391,840	691,708	1,083,548
CONTINGENCIES AND COMMITMENTS	6							
		----- No. of units -----				----- No. of units -----		
NUMBER OF UNITS IN ISSUE		-	67,870,988	59,192,016		39,079,898	68,987,703	
NET ASSET VALUE PER UNIT		-	10.9203	10.1811		10.0266	10.0265	

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

	Nine months ended				Quarter ended			
	NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	Total	NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	Total
	For the period from July 1, 2023 to August 31, 2023	For the period from July 1, 2023 to March 31, 2024	For the period from January 23, 2023 to March 31, 2024		Quarter Ended March 31, 2024	Quarter Ended March 31, 2024	For the period from January 23, 2023 to March 31, 2024	
Note ----- (Rupees in '000) ----- (Rupees in '000) -----								
INCOME								
Return / profit on:								
- bank balances and term deposits	12,782	549	16	13,347	-	65	16	81
- government Ijarah Sukuk securities	-	107,486	22,325	129,811	-	36,068	22,325	58,393
- Contingent load income	12	47	42	101	-	12	42	54
Capital (Loss) on sale of investments - net		(49)	(336)	(385)	-	(12)	(336)	(348)
Unrealised (diminution) in the value of investments at fair value 'through profit or loss' - net		(47)	(9,617)	(9,664)	-	1	(9,617)	(9,616)
Total income	12,794	107,986	12,430	133,210	-	36,134	12,430	48,564
EXPENSES								
Remuneration of the Management Company	280	2,565	986	3,831	-	904	986	1,890
Sindh Sale Tax on Management Company's remuneration	36	333	128	497	-	117	128	245
Reimbursement of allocated expenses	98	804	-	902	-	272	-	272
Remuneration of the Central Depository Company of Pakistan Ltd. - Trustee	36	295	63	394	-	100	63	163
Sindh Sale Tax on remuneration of trustee	5	38	8	51	-	13	8	21
Reimbursement of selling and marketing expenses	139	937	-	1,076	-	272	-	272
Annual fee - Securities and Exchange Commission of Pakistan	49	402	86	537	-	136	86	222
Auditors' remuneration	93	168	46	307	-	9	46	55
Listing fee	5	29	1	35	-	12	1	13
Amortisation of preliminary expenses and floatation costs	114	130	-	244	-	43	-	43
Printing charges	9	14	3	26	-	1	3	4
Legal fee	16	40	15	71	-	4	15	19
Shariah advisor fee	2	57	7	66	-	9	7	16
Settlement & Bank charges	86	85	24	195	-	3	24	27
Total expenses	968	5,897	1,367	8,232	-	1,895	1,367	3,262
Net income from operating activities	11,826	102,089	11,063	124,978	-	34,239	11,063	45,302
Net income for the period before taxation	11,826	102,089	11,063	124,978	-	34,239	11,063	45,302
Taxation	-	-	-	-	-	-	-	-
Net income for the period after taxation	11,826	102,089	11,063	124,978	-	34,239	11,063	45,302
Earning per unit								
Allocation of Net income for the period:								
Net income for the year after taxation	11,826	102,089	11,063	124,978				
Income already paid on units redeemed	(29)	(208)	-	(237)				
	11,797	101,881	11,063	124,741				
Accounting income available for distribution:								
- Relating to Capital Gains	-	-	-	-				
- Excluding Capital Gains	11,797	101,881	11,063	124,741				
	11,797	101,881	11,063	124,741				

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

(Un Audited)

Quarter ended

NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	Total	NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	Total	
For the period from July 1, 2023 to August 31, 2023	For the period from July 1, 2023 to March 31, 2024	For the period from January 23, 2023 to March 31, 2024		Quarter Ended March 31, 2024	Quarter Ended March 31, 2024	For the period from January 23, 2023 to March 31, 2024		
----- (Rupees in '000) -----				----- (Rupees in '000) -----				
Net income for the period after taxation	11,826	102,089	11,063	124,978	-	34,239	11,063	45,302
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	11,826	102,089	11,063	124,978	-	34,239	11,063	45,302

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	NIFTM PLAN-I			NIFTM PLAN-II			NIFTM PLAN-V		
	For the period from July 1, 2023 to August 31, 2023 (Rupees in '000)			For the period from July 1, 2023 to March 31, 2024 (Rupees in '000)			For the period from January 23, 2023 to March 31, 2024 (Rupees in '000)		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
Net assets at the beginning of the period	390,801	1,039	391,840	689,664	2,044	691,708	-	-	-
Issuance of units Nil									
NIFTMP- I: 1,092,903 units & NIFTMP- II: 854 units									
- Capital value	10,958	-	10,958	9	-	9	613,536	-	613,536
- Element of income	(22)	-	(22)	-	-	-	-	-	-
Total proceeds on issuance of units	10,936	-	10,936	9	-	9	613,536	-	613,536
Redemption units 516,415									
NIFTMP- I: 40,172,801 units & NIFTMP- II: 1,117,569 units									
- Capital value	(402,797)	-	(402,797)	(11,205)	-	(11,205)	(21,616)	-	(21,616)
- Element of loss	833	(29)	804	(407)	(208)	(615)	(345)	-	(345)
Total payments on redemption of units	(401,964)	(29)	(401,993)	(11,612)	(208)	(11,820)	(21,961)	-	(21,961)
Total comprehensive income for the period	-	11,826	11,826	-	102,089	102,089	-	11,063	11,063
Distribution for the period ended August 31, 2023: NIFTMP- I - @ Re. 0.0134 per unit declared on July 06, 2023	-	(520)	(520)	-	-	-	-	-	-
Distribution for the period ended August 31, 2023: NIFTMP- I - @ Re. 0.3197 per unit declared on August 31, 2023	-	(12,089)	(12,089)	-	-	-	-	-	-
Distribution for the period ended December 31, 2023: NIFTMP- II - @ Re. 0.5961 per unit declared on October 17, 2023	-	-	-	(9)	(40,807)	(40,816)	-	-	-
	-	(12,609)	(12,609)	(9)	(40,807)	(40,816)	-	-	-
Net assets at the end of the period	(227)	227	-	678,052	63,118	741,170	591,575	11,063	602,638
Undistributed income brought forward									
- Realised		1,039			1,331			-	
- Unrealised		-			713			-	
Accounting income available for distribution		1,039			2,044			-	
- Relating to capital gain		-			-			-	
- Excluding capital gain		11,797			101,881			11,063	
		11,797			101,881			11,063	
Distribution during the period		(12,609)			(40,807)				
Undistributed income carried forward		227			63,118			11,063	
Undistributed income carried forward									
- Realised Income		227			63,165			20,680	
- Unrealised Loss		-			(47)			(9,617)	
		227			63,118			11,063	
Net assets value per unit at beginning of the period			(Rupees) - 10.0266			(Rupees) - 10.0265			(Rupees) - -
Net assets value per unit at end of the period			-			10.9203			10.1811

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

	NIFTM PLAN-I For the period from July 1, 2023 to August 31, 2023	NIFTM PLAN-II Quarter Ended September 30, 2023	NIFTM PLAN-V Quarter Ended September 30, 2023
	Note	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES			
Net income for the period before taxation	11,826	102,089	11,063
Adjustments			
Income on GoP Ijarah sukuks	-	(107,486)	(22,325)
Profit on balances with banks and Term deposits	(12,782)	(549)	(16)
Unrealised (appreciation) / diminution in the value of investments 'at fair value through profit or loss' - net	-	47	9,617
Amortisation of preliminary expenses and floatation costs	114	130	-
	(12,668)	(107,858)	(12,724)
(Increase) / decrease in assets			
Investments	-	(16,910)	(613,461)
Deposits, prepayments and other receivables	-	(1)	(100)
Profit receivable	-	-	-
	-	(16,911)	(613,561)
Increase / (decrease) in liabilities			
Payable to the Management Company	(182)	(141)	489
Payable to the Trustee	(21)	3	33
Payable to Securities and Exchange Commission of Pakistan	(7)	18	39
Accrued expenses and other liabilities	1,468	(999)	774
	1,258	(1,119)	1,335
Profit received on bank balances and sukuk certificates	19,070	71,160	22,325
Net cash generated from operating activities	19,486	47,361	(591,562)
CASH FLOW FROM FINANCING ACTIVITIES			
Receipts from issue of units	10,936	-	613,536
Payments on redemption of units	(401,993)	(11,820)	(21,961)
Distribution Paid	(12,609)	(40,807)	-
Net cash (used in) financing activities	(403,666)	(52,627)	591,575
Net (decrease) / increase in cash and cash equivalents during the period	(384,180)	(5,266)	13
Cash and cash equivalents at the beginning of the period	4.2 386,493	5,731	-
Cash and cash equivalents at the end of the period	2,313	465	13

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Mustahkam Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered 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 July 21, 2022.

The Fund is required to be registered under the Sindh Trusts Act, 2020 (the Sindh Trust Act). Accordingly, on August 29, 2022 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 by the SECP under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund has been categorised as an open ended 'Shariah Compliant Fixed Rate' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the Securities and Exchange Commission of Pakistan and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription under pre - IPO at a par value of Rs 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from May 30, 2023 for NIFTMP Plan - I , April 17, 2023 for NIFTMP Plan - II and January 23, 2024 for NIFTMP-V and are transferable and redeemable by surrendering them to the Fund.

The objective of NBP Islamic Fixed Term Munafa Plan – I (NIFTM Plan - I), NBP Islamic Fixed Term Munafa Plan – II (NIFTM Plan - II) and NBP Islamic Fixed Term Munafa Plan – V (NIFTM Plan - V) is to earn potentially higher returns by investing in Shariah Compliant Fixed Income instruments. The investment objectives and policies are explained in the Fund's offering document.

The Pakistan Credit Rating Agency (PACRA) has reaffirmed an Asset Manager Rating of AM1 (June 30, 2023: AM1) as at June 22, 2023 to the Management Company. The Fund has not yet been rated.

Title of the assets of the Fund is held in the name of CDC as 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 Financial Reporting Standards (IFRS Standards) 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
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), 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 from IFRS Standards, 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 Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended March 31, 2024.

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, 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.

		---Un-Audited--- March 31, 2024			-----Audited----- June 30, 2023			
		NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	NIFTM PLAN-I	NIFTM PLAN-II	Total	
		----- (Rupees in '000) -----			----- (Rupees in '000) -----			
4	BALANCES WITH BANKS							
		Note						
	Savings accounts	4.1	2,313	465	13	2,493	5,731	8,224
			2,313	465	13	2,493	5,731	8,224

- 4.1 The savings accounts carry profit at rates ranging from 19.50% to 20.50% per annum for NIFTM Plan I and NIFTM Plan II and 18.5% for NIFTMP-V (June 30, 2023: 19.50% to 20.50% per annum for NIFTM Plan II).

5.1 Government securities - Ijarah sukuks - NIFTMP-V

Name of Security	Issue date	Maturity date	Number of certificates				Profit rate	Market value as at March 31, 2024	Investment as a percentage of	
			As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024			Net Assets	Market value of total investments
GOPIS-02	Jan 24, 2024	Jan 22, 2025	-	7,320	258	7,062	19.50%	603,844	100.20%	100%
								Rupees in '000'	----- % -----	
								<u>603,844</u>		
Carrying value as at March 31, 2024								<u>594,227</u>		

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 0.5% per annum of the net assets of the Fund.

8 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

As per NBFC Regulation 62(1) w.e.f. July 01, 2023, the Asset Management Company, within fifteen days of the close of every calendar month of the Collective Investment Scheme, shall pay the Commission non-refundable fee which is 0.075% of average annual net assets of the CIS.

9 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 percent 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 percent 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 ended June 30, 2024 to the unit holders in the manner as explained above, therefore, no provision for taxation has been made in these condensed 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 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.10% in NIFTMP-II and 1.19% in NIFTMP-V (June 30, 2023: 1.67% in NIFTMP-I and 1.20% in NIFTMP-II) which includes 0.14% and 0.19% respectively (June 30, 2023: 0.08% in NIFTMP-I and 0.04% in NIFTMP-II) representing Government Levy, SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Shariah Compliant Income" scheme.

11 TRANSACTIONS WITH CONNECTED PERSONS

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 sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.

11.1 The transactions with connected persons and related parties are carried out at agreed terms

11.2 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.

11.3 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

11.4 Details of the transactions with connected persons are as follows:

NIFTM PLAN-I	NIFTM PLAN-II	NIFTM PLAN-V	Total
For the period from July 1, 2023 to August 31, 2023	For the period from July 1, 2023 to March 31, 2024	For the period from January 23, 2023 to March 31, 2024	

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

NBP Fund Management Limited - Management Company

Remuneration for the period	280	2565	986	3,831
Sindh Sales Tax on Management Company's remuneration	36	333	128	497
Reimbursement of selling and marketing expenses	139	937	-	1,076
Reimbursement of allocated expenses	98	804	-	902

Central Depository Company of Pakistan Limited - Trustee

Remuneration for the period	36	295	63	394
Sindh Sale Tax on remuneration of trustee	5	38	8	51

Employees of the Management Company

Issue of units 148,852 units (2023: Nil units)	-	-	1,489	1,489
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Portfolios managed by the management company

Issue of units 150 units (2023: Nil units)	-	-	-	-
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---Un-Audited---				-----Audited-----		
31 March 2024				30 June 2024		
NIFTM Plan - I	NIFTM Plan - II	NIFTM Plan - V	Total	NIFTM Plan - I	NIFTM Plan - II	Total

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

11.5 Amounts outstanding as at period end

NBP Fund Management Limited (Management Company)

Remuneration of the Management Company	-	307	433	740	135	84	219
Sindh Sales Tax on remuneration of the Management Company	-	40	56	96	18	11	29
Reimbursement of selling and marketing expenses payable	139	272	-	411	117	720	837
Reimbursement of allocated expenses payable	-	272	-	272	52	216	268
Payable against preliminary expense and floatation cost	173	173	-	346	173	173	346
Other payable	43	37	-	80	42	38	80

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	-	34	29	63	19	31	50
Sindh sales tax on remuneration of the Trustee	-	4	4	8	2	4	6

Portfolios Managed by the Management Company

Investment held in the fund 11,319,374 units (June 30, 2023: 3,527,821 units)	-	123,612	-	123,612	-	35,372	35,372
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Employee of the Management Company

Investment held in the fund 148,852 units (June 30, 2023 Nil units)	-	-	1,515	1,515	-	-	-
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GCL Officers Provident Fund- unit holder with more than 10% holding

Investment held in the fund 7,791,507 Units (June 30, 2023: 7,791,403 units)	-	85,086	-	85,086	-	78,121	78,121
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Master Textile Provident Fund - unit holder with more than 10% holding

Investment held in the fund 20,777,353 units (June 30, 2023: 20,777,076 units)	-	226,895	-	226,895	-	208,321	208,321
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Raghib Rashid - unit holder with more than 10% holding

Investment held in the fund Nil units (June 30, 2023: 5,068,480 units)	-	-	-	-	50,820	-	50,820
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Sardar Abid Ali Khan - unit holder with more than 10% holding

Investment held in the fund Nil units (June 30, 2023: 4,554,797 units)	-	-	-	-	45,669	-	45,669
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Master Textile Provident Fund - unit holder with more than 10% holding

Investment held in the fund 10,085,565 units (June 30, 2023: Nil units)	-	-	102,682	102,682	-	-	-
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11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on April 25, 2024.

12 GENERAL

12.1 Figures have been rounded off to the nearest thousand Rupees.

12.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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