

**NBP FUNDS**

Managing Your Savings

Aitemaad اعتماد



Islamic Savings

البنك الإسلامي

**NBP Fund Management Limited**



# **NBP ISLAMIC SARMAYA IZAF 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 (Islamic)  
United Bank Limited (Ameen)  
Bank Al Habib Limited (Islamic)  
Meezan Bank Limited  
Bank Islami (Pakistan) Limited  
Sindh Bank Limited (Saadat)  
MCB Bank Limited (Islamic)  
Dubai Islamic Bank Limited  
Bank Alfalah Limited (Islamic)  
Soneri Bank Limited (Mustaqeem)  
Habib Metro Bank Limited (Islamic)  
Allied Bank Limited (Islamic)  
Silk Bank Limited (Emaan)  
National Bank of Pakistan  
JS Bank Limited  
Al Baraka Bank Pakistan Limited

## **Auditors**

Grant Thornton Anjum Rahman.  
1st & 3rd Floor,  
Modern Motors House, Beaumont Road,  
Karachi, 75530

## **Legal Advisor**

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

## **Head Office:**

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

## **Lahore Office:**

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

## **Islamabad Office:**

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

## **Peshawar Office:**

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

## **Multan Office:**

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 Sarmaya Izafa Fund (NISIF)** for the period ended March 31, 2024.

### Fund's Performance

During 9MFY24, the stock market performance remained exceptional as the benchmark KSE-100 index achieved new highs and settled above 67,000 points at period end. During the period under review, KSE-100 Index surged by around 25,500 points, translating into a stellar return of 62%.

The equities started off on a firm footing and the strong performance carried throughout the period. The signing of the Staff Level Agreement (SLA) with IMF on June 29th, 2023 was the turning point for stock market. The IMF executive board approved USD 3 billion Stand-By Agreement (SBA) for nine months until March 2024. It paved the way for other multi-lateral loans and inflows from friendly countries. The multiple loan tranches realized from IMF and deposits from KSA & UAE buttressed the external reserves, averted a possible balance of payment (BoP) crisis and helped restore investors' confidence. Fitch also upgraded Pakistan's Long-Term Foreign Currency Issuer Rating. In tandem with SLA, Pakistan's dollar bonds rallied in the international market. The bond prices across various tenures surged in the range of 100-150% during the period, reflecting increasing investors' optimism of improving external position. Multilateral inflows, particularly from ADB and the World Bank, also gained momentum. Consequently, the State Bank of Pakistan's reserves improved from USD 4.4 billion to USD 8 billion at March end. The improving reserves, coupled with a crackdown against illicit trade in the open market, brought much-needed stability to the currency market. Owing to prudent policies pursued by authorities, the economy also showed signs of stabilization. According to Pakistan Bureau of Statistics (PBS), GDP growth for 1QFY2024 stood at 2.5%, while in 2Q it expanded by 1% on a YoY basis, mainly driven by robust agricultural growth. The current account deficit during July-Feb period was brought down significantly from USD 3.8 bn last year to under USD 1 bn in the current period. Though average inflation remained elevated during the period owing to massive increase in the energy component of the CPI basket and unabated food inflation, the recent readings show that it has somewhat moderated. During the period, the Monetary Policy Committee (MPC) of SBP kept the Policy Rate unchanged at 22%. However, secondary market yields across various tenures fell sharply from their peak, reflecting investors' expectations of impending rate cuts. The listed corporates declared stellar results with equally impressive dividend announcements by select companies. It is noteworthy that the cumulative profitability of KSE-100 listed companies surged by more than 50% YoY during September & December results. Sequential improvement in earnings was also broad-based. In a significant development, one of the largest auto players announced its intention to delist its shares from the bourse, acting as a key catalyst. The delisting price was 7x higher than the prevailing price, reflecting the potential of the stock market.

In terms of sector-wise performance, Auto Assemblers, Auto Parts & Accessories, Cable & Electrical Goods, Commercial Banks, Leather & Tanneries, Oil & Gas Exploration, Power Generation & Distribution, Refinery, and Transport sectors outperformed the market. On the other hand, Cement, Chemicals, Fertilizers, Food & Personal Care, Glass & Ceramics, Insurance, Miscellaneous, Oil & Gas Marketing Companies, Paper & Board, Pharmaceutical, Sugar & Allied, Technology & Communication, and Textile Composite sectors lagged behind the market. Regarding participants' market activity, Insurance, Foreigners and Companies emerged as the largest net buyers with inflows of around USD 121 million, USD 75 million, and USD 31 million, respectively.

The trading activity in corporate debt securities remained diminutive, recording cumulative trade value of Rs. 6.3 billion versus Rs. 6.2 billion in 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%. Despite some improvements in the inflation outlook, 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.

# NBP Islamic Sarmaya Izafa Fund

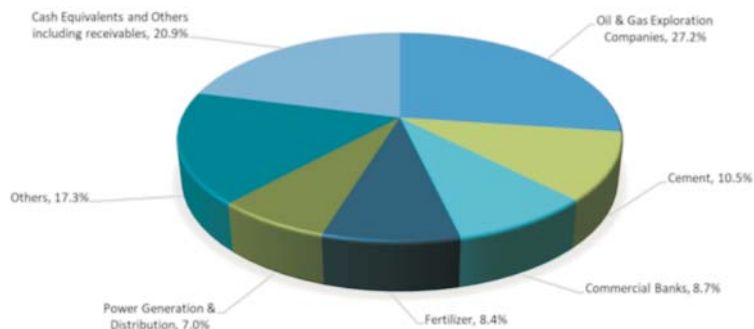


As of March 29, 2024, the net liquid foreign exchange reserves held with the SBP stood at approximately USD 8.04 billion. During the period, SBP held nineteen (19) T-Bill auctions realizing a total of Rs. 17.70 trillion against the target of Rs. 18.01 trillion. The yields on T-Bills for 3-month, 6-month 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.

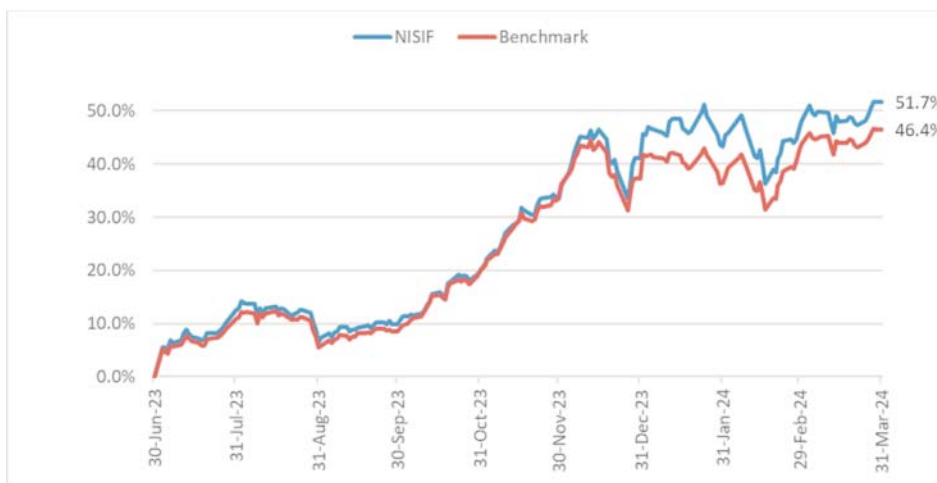
The size of NBP Islamic Sarmaya Izafa Fund has decreased from Rs. 1,284 million to Rs. 1,195 million during the period, i.e., a decrease of 7.0%. During the period, the unit price of NBP Islamic Sarmaya Izafa Fund has increased from Rs. 15.1426 on June 30, 2023 to Rs. 22.9713 on March 31, 2024, thus showing an increase of 51.7%. The Benchmark Increased during the same period was 46.4%. Thus, the Fund has outperformed its Benchmark by 5.3% during the period under review. Since inception the NAV of the Fund has increased from Rs.3.4241 (Ex-Div) on October 26, 2007 to Rs. 22.9713 on March 31, 2024, thus showing an increase of 570.9%. During the said period, the Benchmark increased by 358.1%, translating into outperformance of 212.8%. This performance is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 554.19 million during the period. After deducting total expenses of Rs. 39.66 million, the net income is Rs. 514.53 million.

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



## NIFSIF Performance versus Benchmark



## 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 2024ء کو ختم ہونے والی نو ماہی کے لئے NBP اسلامک سرمایہ اضافہ فنڈ (NISIF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

9MFY24 کے دوران اسٹاک مارکیٹ کی کارکردگی غیر معمولی رہی، کیونکہ بیچ مارک KSE-100 انڈیکس نئی بلند یوں تک پہنچ گئی اور مدت کے اختتام پر 67,000 پوائنٹس سے زائد ہو گیا۔ زیر جائزہ مدت کے دوران، KSE-100 انڈیکس تقریباً 25,500 پوائنٹس تک بڑھ گیا، جس کے نتیجے میں 62% کا شاندار منافع ہوا۔

ایکویٹی کا آغاز مضبوط بنیادوں پر ہوا اور پوری مدت میں کارکردگی مستحکم رہی۔ 29 جون 2023 کو IMF کے ساتھ اسٹاف لیول ایگریمنٹ (SLA) پر دستخط اسٹاک مارکیٹ کے لیے بہت اہم تھا۔ IMF کے ایگزیکٹو بورڈ نے مارچ 2024 تک نو ماہ کے لیے 3 بلین امریکی ڈالر کے اسٹینڈ بائی ایگریمنٹ (SBA) کی منظوری دے دی۔ اس سے دوست ممالک سے دیگر کثیرالجہتی قرضوں اور آمد کی راہ ہموار ہوئی۔ IMF سے ملنے والے متعدد قرضوں کی قسطوں اور KSA اور UAE سے ڈیپازٹس نے بیرونی ذخائر میں اضافہ، ممکنہ توازن ادائیگی (BoP) کے بحران کو کم اور سرمایہ کاروں کا اعتماد بحال کرنے میں مدد کی۔ فنڈ نے پاکستان کی طویل مدتی غیر ملکی کرنسی اجراء ریٹنگ کو بھی اپ گریڈ کر دیا۔ SLA کے ساتھ مل کر، بین الاقوامی مارکیٹ میں پاکستان کے ڈالر بانڈز میں تیزی آئی۔ اس عرصے کے دوران مختلف مدتوں میں بانڈ کی قیمتوں میں 100-150% کی حد تک اضافہ ہوا، جو بیرونی پوزیشن کو بہتر بنانے کے لیے سرمایہ کاروں کی حوصلہ افزائی کی عکاسی کرتی ہے۔ خاص طور پر ADB اور ورلڈ بینک سے، کثیرالجہتی آمد، کی بھی رفتار تیز ہوئی۔ اس کے نتیجے میں، اسٹیٹ بینک آف پاکستان کے ذخائر مارچ کے آخر میں 4.4 بلین امریکی ڈالر سے بڑھ کر 8 بلین امریکی ڈالر ہو گئے۔ اوپن مارکیٹ میں غیر قانونی تجارت کے خلاف کریک ڈاؤن کے ساتھ ذخائر میں بہتری سے کرنسی مارکیٹ میں انتہائی ضروری استحکام آیا۔ حکام کی جانب سے اختیار کی گئی دانشمندانہ پالیسیوں کی وجہ سے، معیشت نے بھی استحکام کے آثار دکھائے۔ پاکستان پیور آف سٹیٹیکس (PBS) کے مطابق مالی سال 2024 کی پہلی سہ ماہی کے لیے GDP کی شرح نمو 2.5 فیصد رہی، جب کہ دوسری سہ ماہی میں، بنیادی طور پر مضبوط زرعی نمو کی وجہ سے سہ ماہی سالانہ بنیادوں پر 1% تک بڑھ گئی۔ جولائی تا فروری کی مدت کے دوران کرنٹ اکاؤنٹ خسارہ گزشتہ سال 3.8 بلین امریکی ڈالر سے نمایاں طور پر کم ہو کر موجودہ مدت میں 1 بلین امریکی ڈالر سے بھی کم ہو گیا ہے۔ اگرچہ CPI باسکٹ کے توانائی کے اجزاء میں بڑے پیمانے پر اضافہ اور خوراک کی بہت زیادہ افراط زر کی وجہ سے اس مدت کے دوران اوسط مہنگائی بلند رہی، حالیہ ریڈنگز یہ ظاہر کرتی ہیں کہ اس میں کچھ حد تک کمی آئی ہے۔ اس مدت کے دوران، SBP کی مانیٹری پالیسی کمیٹی (MPC) نے پالیسی ریٹ کو 22% پر برقرار رکھا۔ تاہم مختلف ادوار میں ثانوی مارکیٹ کی شرح نمو اپنے عروج سے تیزی سے گر گئی، جو سرمایہ کاروں کی متوقع شرح میں کمی کی توقعات کی عکاسی کرتی ہے۔ لسٹڈ کارپوریشن نے منتخب کمپنیوں کے اتنے ہی متاثر کن ڈیویڈنڈ کے اعلانات کے ساتھ شاندار نتائج کا اعلان کیا۔ یہ بات قابل ذکر ہے کہ KSE-100 مندرجہ کمپنیوں کے مجموعی منافع میں تیسرا درجہ سہ ماہی کے نتائج کے دوران سالانہ 50% سے زیادہ کا اضافہ ہوا۔ آمدنی میں ترتیب وار بہتری بھی وسیع البنادی تھی۔ ایک اہم پیش رفت میں، سب سے بڑے آٹو پیپرز میں سے ایک نے کلیدی کیلاسٹ کے طور پر کام کرتے ہوئے اپنے حصص کو بورس سے ڈی لسٹ کرنے کے اپنے ارادہ کا اعلان کیا۔ ڈی لسٹنگ کی قیمت موجودہ قیمت سے 7 گنا زیادہ تھی، جو اسٹاک مارکیٹ کی صلاحیت کو ظاہر کرتی ہے۔

سیکٹرز اور کارکردگی کے لحاظ سے آٹو اسمبلرز، آٹو پارٹس اور ایسیریز، کیبل اور الیکٹریکل سامان، کمرشل بینکنگ، لیڈر اینڈ ٹینڈرز، آئل اینڈ گیس ایکسپلوریشن، پاور جنریشن اینڈ ڈسٹری بیوٹن، ریفائنری، اور ٹرانسپورٹ سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ اس کے برعکس سیمینٹ، فریٹلائزرز، خوراک اور ذاتی نگہداشت، گلاس اینڈ سرامیکس، انشورنس، متفرقات، آئل اینڈ گیس مارکیٹنگ کمپنیاں۔ پیپر اینڈ بورڈ، فارماسیوٹیکل، شوگر اینڈ الائیڈ، بیکنگ لوجی اینڈ کیڈیکیشن، اور ٹیکسٹائل کمپوزٹ سیکٹرز مارکیٹ میں پیچھے رہ گئے۔ شرکاء کے لحاظ سے مارکیٹ کی سرگرمیوں پر، انشورنس، غیر ملکی اور کمپنیاں بالترتیب 121 بلین امریکی ڈالر، 75 بلین امریکی ڈالر اور 31 بلین امریکی ڈالر کی آمد کے ساتھ بڑے خالص خریدار رہے۔

کارپوریٹ ڈیٹ سیکورٹیز میں تجارتی سرگرمی کم رہی، جس نے پچھلے سال کی اسی مدت میں 6.2 بلین روپے کے برعکس 6.3 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 کو 22% پر برقرار رکھا۔ افراط زر کے نقطہ نظر میں کچھ بہتری کے باوجود، 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۔

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۔

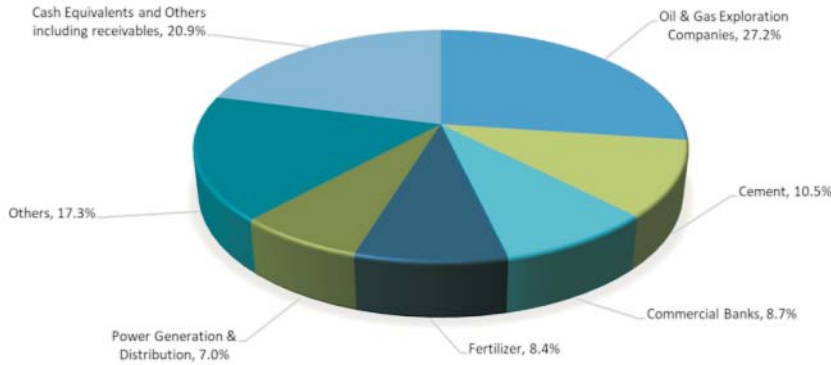
# NBP Islamic Sarmaya Izafa Fund

29 مارچ 2024 تک اسٹیٹ بینک پاکستان کے ہاں موجود خالص لیکویڈ زرمبادلہ کے ذخائر تقریباً 8.04 ملین امریکی ڈالر تھے۔ مدت کے دوران، SBP نے ٹی بل کی انٹیس (19) نیلامیوں کا انعقاد کیا، جس سے 18.01 ٹریلین روپے ہدف کے مقابلہ کل 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 کی 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 کی ہوئی۔ PIB کی نو (9) نیلامیاں ہوئیں جس سے تقریباً 1,256 ملین روپے کی رقم وصول ہوئی۔

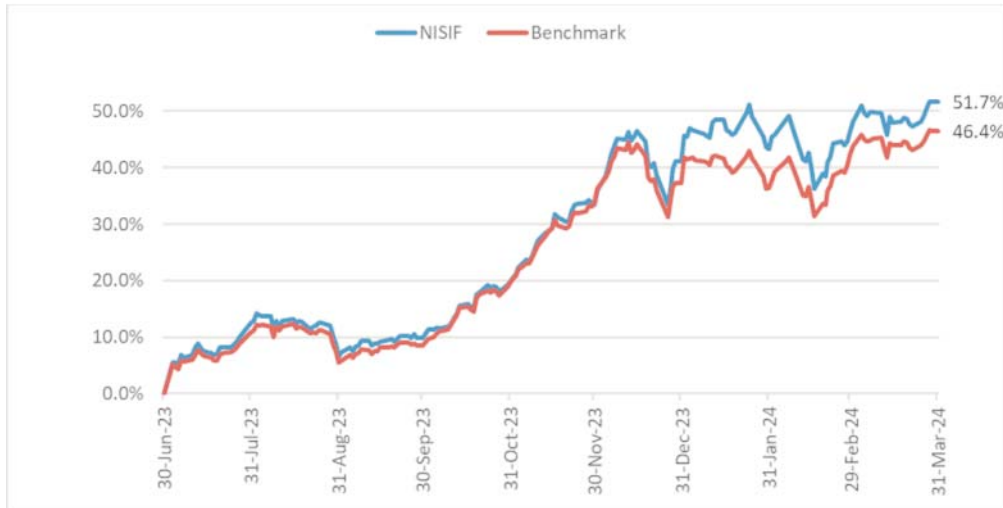
NBP اسلامک سرمایہ اضافہ فنڈ کا سائز اس مدت میں 1,284 ملین روپے سے کم ہو کر 1,195 ملین روپے ہو گیا، یعنی 7.0% کی کمی ہوئی۔ اس مدت کے دوران، NBP اسلامک سرمایہ اضافہ فنڈ کے یونٹ کی قیمت 30 جون 2023 کو 15.1426 روپے سے بڑھ کر 31 مارچ 2024 کو 22.9713 روپے ہو گئی، لہذا 51.7% کا اضافہ ظاہر کیا۔ اسی مدت کے دوران بیچ مارک بڑھ کر 46.4% ہو گیا تھا۔ لہذا فنڈ کی کارکردگی زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 5.3% بہتر رہی۔ اپنے قیام کے بعد 26 اکتوبر 2007 سے فنڈ کا NAV 3.4241 روپے (EX-Div) سے بڑھ کر 31 مارچ 2024 کو 22.9713 روپے ہو گیا، یعنی 570.9% کا اضافہ ہوا۔ اس مدت کے دوران بیچ مارک 358.1% سے بڑھا۔ لہذا فنڈ نے 212.8% کی بہتر کارکردگی دکھائی۔ یہ کارکردگی پیئمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP اسلامک سرمایہ اضافہ فنڈ کو اس مدت کے دوران 554.19 ملین روپے کی مجموعی آمدنی ہوئی۔ 39.66 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 514.53 ملین روپے ہے۔

31 مارچ 2024 کو فنڈ کی ایسٹ ایلوکییشن درج ذیل ہے:



NISIF کی کارکردگی بمقابلہ بیچ مارک





## اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ 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 آرٹسٹس 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 فونڈ مینجمنٹ 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
Note	----- Rupees in '000 -----	
<b>ASSETS</b>		
Balances with banks	3 296,929	243,176
Investments	4 944,460	1,079,253
Profit accrued and dividend receivable	5,396	5,885
Receivable against sale of investment	-	11,399
Receivable against transfer of units	2,998	11,268
Advances, deposits, prepayments and other receivables	6,640	6,478
<b>Total assets</b>	<b>1,256,423</b>	<b>1,357,459</b>
<b>LIABILITIES</b>		
Payable to NBP Fund Management Limited - Management Company	25,368	29,182
Payable to Central Depository Company of Pakistan Limited - Trustee	209	215
Payable to the Securities and Exchange Commission of Pakistan	95	449
Payable against redemption of units	1,623	1,544
Accrued expenses and other liabilities	34,385	41,620
<b>Total liabilities</b>	<b>61,680</b>	<b>73,010</b>
<b>NET ASSETS</b>	<b>1,194,743</b>	<b>1,284,449</b>
<b>Unit holders' funds (As per statement attached)</b>	<b>1,194,743</b>	<b>1,284,449</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
	5	
	----- Number of units -----	
<b>NUMBER OF UNITS IN ISSUE</b>	<b>52,010,273</b>	<b>84,823,698</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>NET ASSET VALUE PER UNIT</b>	<b>22.9713</b>	<b>15.1426</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>				
Gain / (Loss) on sale of investments - net	127,995	(26,421)	37,113	(28,473)
Income from sukuk bonds	1,535	27,016	-	4,702
Profit on bank deposits	45,689	32,088	15,260	10,893
Dividend income	51,661	131,570	16,616	33,572
Unrealised appreciation / (diminution) on revaluation of investments carried at fair value through profit or loss - net	327,307	(60,552)	30,070	10,119
<b>Total Income</b>	<b>554,187</b>	<b>103,701</b>	<b>99,059</b>	<b>30,813</b>
<b>EXPENSES</b>				
Remuneration of the Management Company	20,559	37,051	7,370	9,855
Sindh sales tax on Management Fee	2,673	4,817	958	1,282
Remuneration of the Trustee	1,661	2,603	543	739
Sindh sales tax on remuneration of Trustee	216	338	71	96
Annual fee - Securities and Exchange Commission of Pakistan	864	371	303	303
Reimbursement of Operational Expenses of Management Company	1,820	3,706	590	986
Securities transaction cost	1,071	1,809	200	658
Shariah advisor fee	138	263	46	45
Settlement and bank charges	413	274	137	(100)
Annual listing fee	21	21	7	7
Auditors' remuneration	743	566	246	186
Fund rating fee	203	205	67	67
Legal and professional charges	109	110	36	36
Reimbursement of Selling & Marketing Expenses	9,136	24,083	2,152	6,406
Printing charges	28	137	200	236
<b>Total Expenses</b>	<b>39,655</b>	<b>76,354</b>	<b>12,926</b>	<b>20,802</b>
<b>Net Income from operating activities</b>	<b>514,532</b>	<b>27,347</b>	<b>86,133</b>	<b>10,011</b>
<b>Net Income for the period before taxation</b>	<b>514,532</b>	<b>27,347</b>	<b>86,133</b>	<b>10,011</b>
Taxation	-	-	-	-
<b>Net Income for the period after taxation</b>	<b>514,532</b>	<b>27,347</b>	<b>86,133</b>	<b>10,011</b>
<b>Allocation of net income for the period</b>				
Net (loss) / income for the period after taxation	514,532	27,347		
Income already paid on units redeemed	(120,330)	(10,578)		
	<b>394,202</b>	<b>16,769</b>		
<b>Accounting income available for distribution:</b>				
Relating to capital gain	-	-		
Excluding capital gain	394,202	16,769		
	<b>394,202</b>	<b>16,769</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 (Rupees in '000)	March 31, 2023	March 31, 2024 (Rupees in '000)	March 31, 2023
Net (loss) / income for the period after taxation	514,532	27,347	86,133	10,011
<b>Other comprehensive income</b>				
Items that may be reclassified subsequently to the income statement	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>514,532</b>	<b>27,347</b>	<b>86,133</b>	<b>10,011</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					
	2024			2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period	1,524,954	(240,505)	1,284,449	3,341,972	(239,634)	3,102,338
Issue of 6,578,488 units (2023: 60,641,442 units)						
- Capital value	99,615	-	99,615	229,695	-	229,695
- Element of income	32,161	-	32,161	4,809	-	4,809
Total proceeds on issuance of units	131,776	-	131,776	234,504	-	234,504
Redemption of 39,391,913 units (2023: 146,621,460 units)						
- Capital value	(596,496)	-	(596,496)	(1,576,667)	-	(1,576,667)
- Element of income	(19,188)	(120,330)	(139,518)	(13,838)	(10,578)	(24,416)
Total payments on redemption of units	(615,684)	(120,330)	(736,014)	(1,590,505)	(10,578)	(1,601,083)
Total comprehensive income for the period	-	514,532	514,532	-	27,347	27,347
Distribution during the period	-	-	-	-	-	-
<b>Net assets at end of the period</b>	<b>1,041,046</b>	<b>153,697</b>	<b>1,194,743</b>	<b>1,985,971</b>	<b>(222,865)</b>	<b>1,763,106</b>
<b>Undistributed income brought forward</b>						
- Realised		(194,592)			279,514	
- Unrealised		(45,913)			(519,148)	
		(240,505)			(239,634)	
Accounting (loss) / income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		394,202			16,769	
		394,202			16,769	
<b>Undistributed income carried forward</b>		<b>153,697</b>			<b>(222,865)</b>	
Undistributed income carried forward						
- Realised		(173,610)			(134,966)	
- Unrealised		327,307			(60,552)	
		153,697			(195,518)	
				----- (Rupees) -----		
Net assets value per unit at beginning of the period			15.1426			15.2302
Net assets value per unit at end of the period			22.9713			15.2974

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 (gain) for the period before taxation	514,532	27,347
<b>Adjustments</b>		
Unrealised diminution on investments at fair value through profit or loss - net	(327,307)	60,552
Capital (gain) / loss on sale of investments - net	(127,995)	26,421
	<u>59,230</u>	<u>114,320</u>
<b>Decrease in assets</b>		
Receivable against sale of investments	11,399	(7,844)
Investments	590,095	1,185,062
Dividend and profit receivable	489	(6,084)
Advances, deposits, prepayments and other receivable	(162)	(125)
	<u>601,821</u>	<u>1,171,009</u>
<b>(decrease) / in liabilities</b>		
Payable to the Management Company	(3,814)	12,445
Payable to the Trustee	(6)	(105)
Payable to Securities and Exchange Commission of Pakistan	(354)	(535)
Payable against purchase of investments	-	-
Accrued expenses and other liabilities	(7,235)	(13,977)
	<u>(11,409)</u>	<u>(2,172)</u>
<b>Net cash generated from operating activities</b>	<u>649,642</u>	<u>1,283,157</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Receipts from issue of units	140,046	239,893
Payments on redemption of units	(735,935)	(1,600,754)
<b>Net cash (used in) financing activities</b>	<u>(595,889)</u>	<u>(1,360,861)</u>
<b>Net decrease in cash and cash equivalents during the period</b>	<u>53,753</u>	<u>(77,704)</u>
Cash and cash equivalents at the beginning of the period	243,176	347,525
<b>Cash and cash equivalents at the end of the period</b>	<u><u>296,929</u></u>	<u><u>269,821</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, 2024

### 1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Sarmaya Izafa Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 17 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (The NBFC Rules). The Trust Deed was amended through supplemental trust deed executed on February 19, 2019 for the change of name and categorization of the Fund as a shariah compliant asset allocation scheme.

During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to 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 is 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 NBFC Rules through a certificate of registration issued by 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 Fund is an open-ended mutual fund and categorised as an Islamic asset allocation scheme and its units are listed on Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

The investment objective of the Fund is to generate income by investing in shariah compliant equity and equity related securities and income by investing in shariah compliant bank deposits, debt and money market securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM1' to the Management Company on August 22, 2022 and has assigned performance ranking of 3-star to the Fund on February 10, 2023.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited 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 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 the Companies Act, 2017 along with part VIII A 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 declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at and for the period ended March 31, 2024.

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

## 2.2 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 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 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 audited 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 audited annual financial statements as at and for the year ended June 30, 2023.

<b>3 Bank Balances</b>		<b>(Un-Audited)</b>	<b>(Audited)</b>
		<b>March</b>	<b>June</b>
		<b>31, 2024</b>	<b>30, 2023</b>
	<b>Note</b>	<b>(Rupees in '000)</b>	
Current Accounts		13,078	25,132
Saving Accounts	3.1	283,851	218,044
		<u>296,929</u>	<u>243,176</u>
<b>3.1</b>	These accounts of the Fund carry profit rates ranging from 9% to 18.18% (2023: 11.01% to 21.75%) per annum.		
<b>4 INVESTMENTS</b>		<b>(Un-audited)</b>	<b>(Audited)</b>
		<b>March 31,</b>	<b>June 30,</b>
		<b>2024</b>	<b>2023</b>
	<b>Note</b>	<b>----- Rupees in '000 -----</b>	
<b>Financial assets at fair value through profit or loss</b>			
Listed equity securities	4.1	<b>944,460</b>	2,455,403
Sukuks	4.2	<b>45,342</b>	339,555
		<u><b>989,802</b></u>	<u>2,794,958</u>

## 4.1 Listed equity securities

Name of the investee company	As at July 01, 2023	Acquired during the period	Bonus / right issue	Sold during the period	As at March 31, 2024	Market value as at March 31, 2024	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
----- Number of shares ----- Rupees in '000 ----- % -----									
All shares have a nominal face value of Rs. 10 each except for shares of Thal limited and Synthetic Products Limited Limited, which have a face value of Rs. 5.									
<b>OIL AND GAS MARKETING COMPANIES</b>									
Pakistan State Oil Company Limited (4.1.1)	253,051	-	-	121,800	131,251	22,646	1.90	2.29	0.03
Hascal Petroleum Limited	3,424	-	-	-	3,424	27	-	0.00	-
	<b>256,475</b>	<b>-</b>	<b>-</b>	<b>121,800</b>	<b>134,675</b>	<b>22,673</b>	<b>1.90</b>	<b>2.29</b>	
<b>OIL AND GAS EXPLORATION COMPANIES</b>									
Oil and Gas Development Company Limited	1,279,590	84,100	-	560,400	803,290	97,720	8.18	9.87	0.02
Pakistan Oilfields Limited	33,230	-	-	33,230	-	-	-	-	-
Pakistan Petroleum Limited (4.1.1)	1,604,480	139,903	-	749,402	994,981	105,617	8.84	10.67	0.04
Mari Petroleum Company Limited	73,249	-	-	25,539	47,710	121,039	10.13	12.23	0.04
	<b>2,990,549</b>	<b>224,003</b>	<b>-</b>	<b>1,368,571</b>	<b>1,845,981</b>	<b>324,376</b>	<b>27.15</b>	<b>32.77</b>	
<b>CHEMICALS</b>									
Lucky Core Industries Limited	4,766	-	-	4,766	-	-	-	-	-
Engro Polymer & Chemicals Limited	46,326	-	-	46,326	-	-	-	-	-
	<b>51,092</b>	<b>-</b>	<b>-</b>	<b>51,092</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>FOOD AND PERSONAL CARE PRODUCTS</b>									
Al Shaheer Corporation Limited 11,788					11,788	109	-	0.01	0.01
	<b>11,788</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,788</b>	<b>109</b>	<b>-</b>	<b>0.01</b>	
<b>ENGINEERING</b>									
Mughal Iron And Steel Industries Limited	725,739	10,000	-	375,678	360,061	22,709	1.90	2.29	0.14
	<b>725,739</b>	<b>10,000</b>	<b>-</b>	<b>375,678</b>	<b>360,061</b>	<b>22,709</b>	<b>1.90</b>	<b>2.29</b>	
<b>CEMENT</b>									
Lucky Cement Limited	100,420	-	-	63,820	36,600	27,998	2.34	2.83	0.01
Kohat Cement Company Limited	669,436	-	-	261,113	408,323	91,865	7.69	9.28	0.20
PECTO Cement Limited	230,700	-	-	60,000	170,700	5,078	0.43	0.51	0.34
	<b>1,000,556</b>	<b>-</b>	<b>-</b>	<b>384,933</b>	<b>615,623</b>	<b>124,941</b>	<b>10.46</b>	<b>12.62</b>	
<b>TRANSPORT</b>									
Pakistan National Shipping Corporation	133,300	-	-	34,000	99,300	29,607	2.48	2.99	0.08
	<b>133,300</b>	<b>-</b>	<b>-</b>	<b>34,000</b>	<b>99,300</b>	<b>29,607</b>	<b>2.48</b>	<b>2.99</b>	
<b>TEXTILE COMPOSITE</b>									
Nishat Mills Limited	170,400	28,500	-	93,000	105,900	7,024	0.59	0.71	0.03
Kohinoor Textile Mills Limited 662,380		-	-	465,100	197,280	19,961	1.67	2.02	0.07
Synthetic Products Limited	590	-	-	590	590	8	-	0.00	-
	<b>833,370</b>	<b>28,500</b>	<b>-</b>	<b>558,100</b>	<b>303,770</b>	<b>26,993</b>	<b>2.26</b>	<b>2.73</b>	
<b>FERTILIZER</b>									
Engro Corporation Limited (4.1.1)	412,581	1,700	-	134,900	279,381	100,376	8.40	10.14	0.05
Engro Fertilizers Limited	68,500	-	-	68,500	-	-	-	-	-
	<b>481,081</b>	<b>1,700</b>	<b>-</b>	<b>203,400</b>	<b>279,381</b>	<b>100,376</b>	<b>8.40</b>	<b>10.14</b>	
<b>POWER GENERATION AND DISTRIBUTION</b>									
The Hub Power Company Limited (4.1.1)	1,390,890	33,600	-	733,976	690,514	83,739	7.01	8.46	0.05
Lalpir Power Limited	233,500	-	-	215,500	18,000	357	0.03	0.04	-
	<b>1,624,390</b>	<b>33,600</b>	<b>-</b>	<b>949,476</b>	<b>708,514</b>	<b>84,096</b>	<b>7.04</b>	<b>8.50</b>	

# NBP Islamic Sarmaya Izafa Fund

Name of the investee company	As at July 01, 2023	Acquired during the period	Bonus / right issue	Sold during the period	As at March 31, 2024	Market value as at March 31, 2024	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of the investee company
----- Number of shares ----- Rupees in '000 ----- % -----									
<b>COMMERCIAL BANKS</b>									
Meezan Bank Limited	776,479	4,500	-	296,200	484,779	103,559	8.67	10.46	0.04
	<b>776,479</b>	<b>4,500</b>	<b>-</b>	<b>296,200</b>	<b>484,779</b>	<b>103,559</b>	<b>8.67</b>	<b>10.46</b>	
<b>AUTOMOBILE PARTS AND ACCESSORIES</b>									
Baluchistan Wheels Limited	151,500	-	-	151,500	-	-	-	-	-
Thal Limited	1	-	-	-	1	-	-	-	-
Panther tyres ltd	46,600	-	-	46,600	-	-	-	-	-
Agriaautos Industries Co. Ltd.	1,750	-	-	-	1,750	175	-	0.02	0.01
	<b>199,851</b>	<b>-</b>	<b>-</b>	<b>198,100</b>	<b>1,751</b>	<b>175</b>	<b>-</b>	<b>0.02</b>	
<b>PHARMACEUTICALS</b>									
Haleon Pakistan Limited (Formerly GSKCH Pak Ltd)	1,000	-	-	1,000	-	-	-	-	-
IBL HealthCare Limited	35,700	-	-	35,700	-	-	-	-	-
The Searle Company Limited	118,886	15,000	17,382	99,982	51,286	2,682	0.22	0.27	0.02
AGP Limited	41,506	-	-	17,700	23,806	1,767	0.15	0.18	0.01
Citi Pharma Limited	120,816	-	-	47,500	73,316	1,700	0.14	0.17	0.03
	<b>317,908</b>	<b>15,000</b>	<b>17,382</b>	<b>201,882</b>	<b>148,408</b>	<b>6,149</b>	<b>0.51</b>	<b>0.62</b>	
<b>TECHNOLOGY AND COMMUNICATION</b>									
Avanceon Limited	20,588	-	-	-	20,588	1,056	0.09	0.11	0.01
TPL Trakker Limited	-	-	-	-	-	-	-	-	-
Systems Limited	207,741	1,000	-	44,800	163,941	63,180	5.29	6.38	0.13
	<b>228,329</b>	<b>1,000</b>	<b>-</b>	<b>44,800</b>	<b>184,529</b>	<b>64,236</b>	<b>5.38</b>	<b>6.49</b>	
<b>CABLE AND ELECTRICAL GOODS</b>									
Pak Elektron Limited	178,940	-	-	178,940	-	-	-	-	-
	<b>178,940</b>	<b>-</b>	<b>-</b>	<b>178,940</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>GLASS AND CERAMICS</b>									
Tariq Glass Industries Limited	96,626	92,063	-	62,900	125,789	13,530	1.13	1.37	0.17
Shabbir Tiles and Ceramics Limited	2,135,500	-	-	661,500	1,474,000	20,931	1.75	2.11	1.23
	<b>2,232,126</b>	<b>92,063</b>	<b>-</b>	<b>724,400</b>	<b>1,599,789</b>	<b>34,461</b>	<b>2.88</b>	<b>3.48</b>	
<b>Grand Total</b>					<b>6,778,349</b>	<b>944,460</b>	<b>79.02</b>	<b>95.42</b>	

Carrying value before mark to market as at March 31, 2024

617,153

**4.1.1** Investments include shares with market value of Rs. 121.173 million (June 30, 2023: Rs. 87.659 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular number 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

## 4.2 Non-performing Sukuks

Name of the investee company	Note	Number of certificates				Market value as at March 31, 2024	Investment as a percentage of		
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at March 31, 2024		Net assets	Market value of total investments	Issue size
Eden Housing Limited	4.2.1	5,000	-	-	5,000	-	-	-	-
<b>Carrying value as at March 31, 2024</b>						<b>4,922</b>			
<b>Accumulated impairment</b>						<b>4,922</b>			

All sukuk have a face value of Rs. 5,000 each.

Eden Housing Limited

4.2.1

5,000

-

-

5,000

-

-

-

-

**Carrying value as at March 31, 2024**

**4,922**

**Accumulated impairment**

**4,922**

**4.2.1** This represents investment in privately placed sukuks with a term of five years. On May 6, 2011, the investee company defaulted its principal and profit payment and therefore it was classified as non performing asset by MUFAP. The amount of provision as per Circular no. 1 of 2009 and Circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

**4.2.2** The sukuks held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.

## **5 CONTINGENCIES AND COMMITMENTS**

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

## **6 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. Currently, the Management Company has charged selling and marketing expenses at the rate of 0.73% per annum of the net assets of the Fund.

## **7 TAXATION**

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2022 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

## **8 TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund based on the current period is 4.37% (March 31, 2023: 4.13%) which includes 0.42% (March 31, 2023: 0.30%) representing Government Levy, and the SECP Fee. The prescribed limit for the ratio is 4.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an "Islamic asset allocation" scheme.

## **9 DETAILS OF NON-COMPLIANT INVESTMENTS**

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

The Securities and Exchange Commission of Pakistan vide its circular no. 16 dated July 7, 2010, prescribed special disclosures for the schemes holding investments that are non compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirements of their constitutive documents.

The following are the details of non-compliant investments:

Names of non-compliant investment	Non-compliance of clause	Type of Investment	Value of investment before provision	Provision held	Value of investment after provision	% of net assets	% of gross assets
Eden Housing Limited	Rating is below investment grade as prescribed in clause 9 (v) of the annexure of circular no. 7 of 2009	Sukuks (8.1)	4,922	(4,922)	-	-	-

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

## 10 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 sponsors, NAFA Pension Fund, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment 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.

The transactions with connected persons and related parties are carried out in the normal course of business, at contracted rates and terms determined in accordance with the market norms.

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

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

	(Un Audited) Nine months Ended	
	March 31, 2024	March 31, 2023
	(Rupees in '000)	
<b>NBP Fund Management Limited - Management Company</b>		
Remuneration of the Management Company	20,559	37,051
Sindh Sales Tax on remuneration of the Management Company	2,673	4,817
Sales and Transfer load charged including sindh sale tax	1,645	1,645
Reimbursement of operational expenses to the Management Company	1,820	3,706
Reimbursement of Selling and Marketing Expense	9,136	24,083
Units Issued: Nil (2023: 5,243,844 Units)	-	77,706
ADC Charges for the period including sindh sales tax	36	36
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of the Trustee	1,661	2,603
Sindh Sales Tax on remuneration of the Trustee	216	338

	(Un Audited)	
	Nine months Ended	
	March 31, 2024	March 31, 2023
	(Rupees in '000)	
<b>Khalid Mehmood - Chief Financial Officer</b>		
Units Redeemed: Nil (2023: 24,902 units)	-	390
<b>Employees of the Management Company</b>		
Units Issued: 1,375,974 (2023: 1,100,791)	27,459	17,156
Units Redeemed: 1,349,677 (2023: 1,256,516)	26,867	19,497
<b>Portfolios managed by Management Company</b>		
Units Redeemed: 1,605,938 units (2023: Nil)	25,879	-
<b>Taurus Securities Limited (Subsidiary of Parent of the Management Company)</b>		
Brokerage charges	123	125
<b>K-electric</b>		
Purchase of Short term Sukuk	-	50,000
Profit on Sukuk	-	4,469
<b>BankIslami Pakistan Limited (Common directorship)</b>		
Profit on deposits	7,538	12,315
** Current period figure has not been presented as the person is not classified as a related party / connected person of the Fund as at March 31, 2024.		
	<b>Un-Audited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>March 31,</b>	<b>June 30,</b>
	<b>2024</b>	<b>2023</b>
<b>10.2 Amounts outstanding as at period / year end</b>	<b>(Rupees in '000)</b>	
<b>NBP Fund Management Limited - Management Company</b>		
Remuneration of the Management Company	2,504	2,159
Sindh Sales Tax on remuneration of the Management Company	326	281
Reimbursement of Operational expenses	590	786
Sales and transfer load	1,541	2,798
Sindh Sales Tax and Federal Excise Duty on sales load	17,750	17,913
Reimbursement of Selling and Marketing Expense	2,153	5,110
ADC Share Payable including sindh sales tax	504	135
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee fee payable	185	339
Sindh Sales tax Trustee remuneration	24	44
CDC Charges	80	92
Security deposit	100	100
<b>National Bank of Pakistan - (Parent of the Management Company)</b>		
Bank balances in saving accounts	1,674	11,258
Profit accrued	4	126

	<b>Un-Audited</b>	Audited
	<b>As at</b>	As at
	<b>March 31,</b>	June 30,
	<b>2024</b>	2023
	<b>(Rupees in '000)</b>	
<b>Khalid Mehmood - Chief Financial Officer</b>		
Units held in the Fund Nil units (June 30, 2022 : 24,902 units)	-	379
<b>Bank Islami Pakistan Limited</b>		
<b>(Common directorship)</b>		
Bank balances in saving accounts	<b>50,456</b>	92,236
Profit accrued	<b>1,180</b>	1,175
<b>Employees of the Management Company</b>		
Units held in the Fund 125,417 units (June 30, 2023 : 700,884 units)	<b>2,881</b>	6,719

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

## 11 FAIR VALUE MEASUREMENT

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.

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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing at the reporting date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

### 11.1 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

These condensed interim financial statements were authorized 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 better presentation.

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

## Head Office

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