

NBP FUNDS

Managing Your Savings

Aitemaad اعتماد



Islamic Savings

اسلامک سیونگز

NBP Fund Management Limited



NBP ISLAMIC MONEY MARKET FUND

QUARTERLY REPORT
SEPTEMBER 30, 2022

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
Mr. Saad Amanullah Khan	Member
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member

Human Resource Committee

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

Strategy & Business Planning Committee

Mr. Saad Amanullah Khan	Chairman
Mr. Tauqeer Mazhar	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Ruhail Muhammad	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

Allied Bank Limited	
Askari Bank Limited	
Bank Al Habib Limited	
Faysal Bank Limited	Summit Bank Limited
Habib Bank Limited	United Bank Limited
Habib Metropolitan Bank Limited	Dubai Islamic Bank Limited
JS Bank Limited	Zarai Taraqiati Bank Limited
MCB Bank Limited	Bank Islami Pakistan Limited
Meezan Bank Limited	National Bank of Pakistan
	Bank Alfalah 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 Condensed Interim financial statements of **NBP Islamic Money Market Fund (NIMMF)** for the quarter ended September 30, 2022.

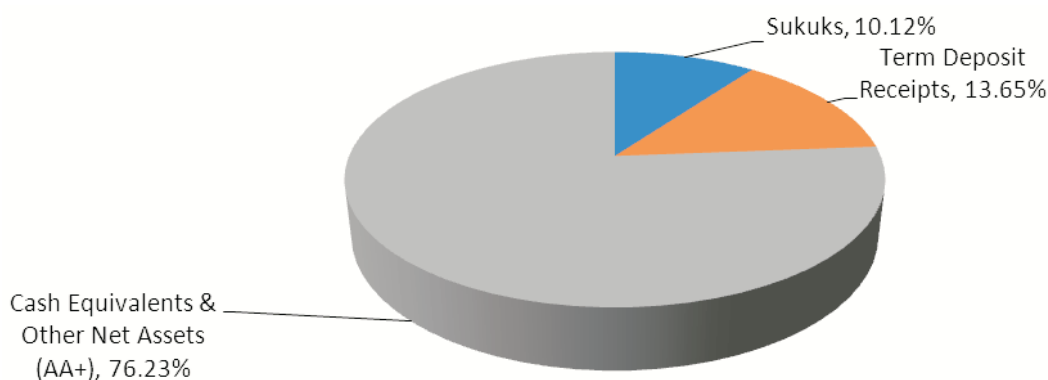
Fund's Performance

During the quarter, SBP held two Monetary Policy Committee meetings and increased the policy rate by 125 basis points to 15%. The market witnessed a sizable issuance of Shariah Compliant commercial papers from the corporates to meet their increasing funding need for working capital/bridge financing for fixed capital investments. Inflation as measured by the CPI, escalated sharply and averaged 25.1% during the period as compared to 8.6% in 1QFY22. Amid spike in the perishable item prices, the utilities also increased significantly. Owing to the global and domestic uncertainties, and due to pressure on the exchange rate, the inflation outlook remains elevated for FY23. The exacerbating political noise as well as the global unrest due to the Russia-Ukraine conflict intensifying; significant uncertainties prevail around the outlook for international commodity prices and domestic fiscal consolidation. Also, following the increase in FED rates, the central banks across the world are pushed to confront with challenging outlook.

NIMMF is categorized as a Shariah Compliant Money Market Fund. The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks/Islamic windows of commercial banks. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days while also providing easy liquidity along with a high-quality credit profile.

The size of NBP Islamic Money Market Fund has increased from Rs. 6,087 million to Rs. 6,668 million during the period (i.e., a growth of 10%). During the period, the unit price of the Fund has increased from Rs. 10.0764 on June 30, 2022 to Rs. 10.4169 on September 30, 2022, thus showing return of 13.4% p.a. as compared to the benchmark return of 5.5% p.a. 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. 233.867 million during the period. After deducting total expenses of Rs. 14.840 million, the net income is Rs. 219.027 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NIMMF.



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: October 29, 2022

Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بھد مسرت 30 ستمبر 2022ء کو ختم ہونے والی سہ ماہی کے لئے NAFA اسلامک منی مارکیٹ فنڈ (NIMMF) کے غیر جانچ شدہ کنڈینسڈ عبوری مالیاتی گوشوارے پیش کرتے ہیں۔

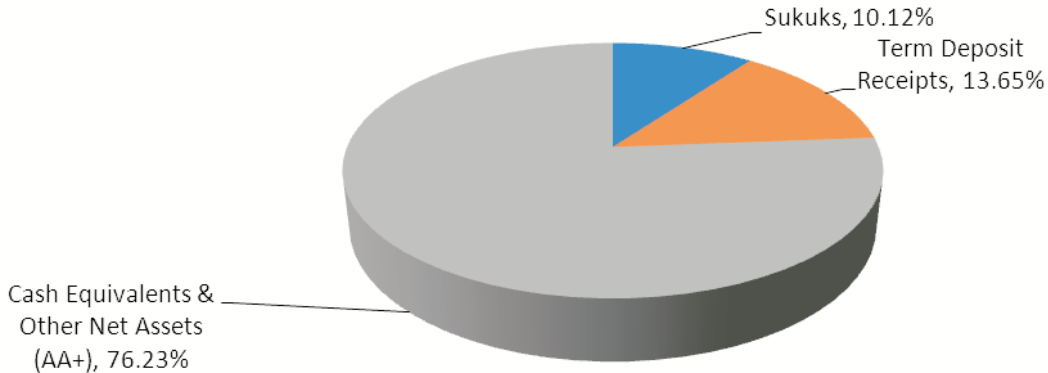
فنڈ کی کارکردگی

سہ ماہی کے دوران، SBP نے دو ماہیٹری پالیسی کمیٹی کے اجلاس منعقد کیے اور پالیسی شرح کو 125 بیس پوائنٹس بڑھا کر 15% کر دیا۔ مارکیٹ نے ورکنگ کیپٹل کے لئے اپنی زیادہ فنڈنگ ضروریات / مقررہ کیپٹل سرمایہ کاری کے لئے برج فنڈنگ کو پورا کرنے کے لئے کارپوریٹس سے شریعہ کیپٹل کمرشل پیپرز کا قابل ذکر اجراء دیکھا۔ اسی عرصے کے دوران CPI کی پیمائش کردہ افراط زر تیزی سے بڑھی اور اوسطاً 25.1% رہی جو کہ مالی سال 2022 کی پہلی سہ ماہی میں 8.6% تھی۔ خراب ہونے والی اشیاء کی قیمتوں اور یوٹیلٹی میں بھی نمایاں اضافہ ہوا۔ عالمی اور ملکی غیر یقینی صورتحال اور شرح مبادلہ پر دباؤ کی وجہ سے، مالی سال 23 کے لیے افراط زر کا نقطہ نظر بلند ہے۔ روس اور یوکرین کے تنازع کی شدت سے بڑھتا ہوا سیاسی شور اور عالمی بد امنی؛ بین الاقوامی اجناس کی قیمتوں اور ملکی مالی استحکام کے نقطہ نظر کو نمایاں غیر یقینی صورتحال کا سامنا ہے۔ نیز، FED کی شرح میں اضافے کے بعد، دنیا بھر کے مرکزی بینکوں کو چیلنجنگ نقطہ نظر کا سامنا کرنے پر مجبور کر دیا گیا ہے۔

NIMMF کی درجہ بندی بطور شریعہ کیپٹل منی مارکیٹ فنڈ کی گئی ہے۔ اس فنڈ کا مقصد اسلامی بینکوں / تجارتی بینکوں کی اسلامی ونڈوز کی پیش کردہ منافع کی شرحوں کے مقابلے میں تو اتار سے بہتر منافع فراہم کرنا ہے۔ ریٹنگ کا کم از کم تقاضا AA ہے، جب کہ فنڈ کو چھ ماہ سے زائد میچورٹی والی سیکورٹی میں انویسٹ کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کی نئی تلی اوسط مدت 90 دن سے زائد نہیں ہو سکتی، جبکہ اعلیٰ کوالٹی پروفائل کے ساتھ آسان لیکویڈیٹی بھی فراہم کرتی ہے۔

موجودہ مدت کے دوران NBP اسلامک منی مارکیٹ فنڈ کا سائز 6,087 ملین روپے سیردھکر 6,668 ملین روپے ہو گیا ہے یعنی 10% کا اضافہ ہوا۔ زبر جائزہ مدت کے دوران، فنڈ کے یونٹ کی قیمت 10.0746 کو 10.4169 سے بڑھ کر 30 ستمبر 2022 کو 10.4169 روپے ہو گئی، لہذا اس مدت کے دوران فنڈ نے اسپنچ مارک 5.5% کے مقابلے میں 13.4% منافع درج کیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ نے موجودہ مدت کے دوران 233.867 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 14.840 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 219.027 ملین روپے ہے۔ درج ذیل چارٹ NIMMF کی ایسٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:





اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمیٹی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر پونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

بورڈ اپنے اسٹاف اور 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 فنانس مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 29 اکتوبر 2022

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2022

	Note	Un-Audited September 30, 2022	Audited June 30, 2022
(Rupees in '000)			
ASSETS			
Bank balances	4	4,983,371	4,532,900
Investment	5	1,585,000	1,540,000
Preliminary and floatation costs		84	140
Profit receivable		117,015	75,017
Receivable against transfer of units		231	23,735
Deposits, prepayments and other receivable		255	295
Total assets		6,685,956	6,172,087
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		14,911	12,637
Payable to Central Depository Company of Pakistan Limited - Trustee		335	308
Payable to the Securities and Exchange Commission of Pakistan		332	1,080
Payable against redemption of units		6	45,355
Accrued expenses and other liabilities		2,484	25,769
Total liabilities		18,068	85,149
NET ASSETS		6,667,888	6,086,938
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		6,667,888	6,086,938
Contingencies and commitments	6		
		-----Number of units-----	
Number of units in issue		640,103,831	604,077,218
		-----Rupees-----	
Net asset value per unit		10.4169	10.0764

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

INCOME	Note	Quarter Ended September 30, 2022	Quarter Ended September 30, 2021
(Rupees in '000)			
Return / profit on:			
- bank balances		174,797	58,133
- term deposit receipts		34,496	5,538
- commercial paper		-	7,388
- sukuku		24,574	10,255
- bai maujjal		-	-
		233,867	81,314
Gain on sale of investment at fair value through profit and loss		-	29
Total income		233,867	81,343
EXPENSES			
Remuneration of NBP Fund Management Limited - Management Company		2,215	1,249
Sindh Sales Tax on remuneration of the Management Company		288	162
Reimbursement of operational expenses to the Management Company		2,076	1,420
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		913	738
Sindh Sales Tax on remuneration of the Trustee		119	96
Annual fee to the Securities and Exchange Commission of Pakistan		332	227
Settlement and bank charges		19	92
Auditors' remuneration		192	173
Preliminary and floatation cost		56	56
Fund rating fee		63	57
Legal and professional charges		38	46
Annual listing fee		7	7
Printing charges		18	46
Reimbursement of selling & Marketing Expense	7	8,302	5,679
Shariah advisor fee		202	153
Total expenses		14,840	10,201
Net income from operating activities		219,027	71,142
Reversal of provision against Sindh Workers' Welfare Fund		-	16,079
Net income for the period before taxation		219,027	87,221
Taxation	8	-	-
Net income for the period after taxation		219,027	87,221
Earnings per unit			
Allocation of net income for the period:			
Net income for the period after taxation		219,027	87,221
Income already paid on units redeemed		(16,688)	(15,231)
		202,339	71,990
Accounting income available for distribution:			
- Relating to capital gain		-	29
- Excluding capital gain		202,339	71,961
		202,339	71,990

The annexed notes from 1 to 12 form an integral part of these 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 QUARTER ENDED SEPTEMBER 30, 2022

	Quarter Ended September 30, 2022	Quarter Ended September 30, 2021
	(Rupees in '000)	
Net income for the period after taxation	219,027	87,221
Other comprehensive income	-	-
Total comprehensive income for the period	219,027	87,221

The annexed notes from 1 to 12 form an integral part of these 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 QUARTER ENDED SEPTEMBER 30, 2022

	Quarter Ended September 30, 2022	Quarter Ended September 30, 2021
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	219,027	87,221
Adjustments:		
Return on - bank balances	(174,797)	(58,133)
Return on - term deposit receipts	(34,496)	(5,538)
Return on - commercial paper	-	(7,388)
Return on - sukuk	(24,574)	(10,255)
Amortization of preliminary and floatation cost	56	56
Reversal of provision against Sindh Workers' Welfare Fund	-	(16,079)
	<u>(233,811)</u>	<u>(97,337)</u>
	(14,784)	(10,116)
(Increase) / Decrease in assets		
Investments	(45,000)	339,831
Deposits and prepayments	40	31
	<u>(44,960)</u>	<u>339,862</u>
Decrease in liabilities		
Payable to the Management Company	2,274	667
Payable to the Trustee	27	(23)
Payable to the Securities and Exchange Commission of Pakistan	(748)	(728)
Accrued expenses and other liabilities	(23,285)	(18,527)
	<u>(21,732)</u>	<u>(18,611)</u>
Return on bank balances received	191,869	71,462
Net cash generated from operating activities	<u>110,393</u>	<u>382,597</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	2,459,335	1,698,303
Amounts paid on redemption of units	(2,119,257)	(2,507,643)
Net cash used in financing activities	<u>340,078</u>	<u>(809,340)</u>
Net increase / (decrease) in cash and cash equivalents during the year	450,471	(426,743)
Cash and cash equivalents at the beginning of the year	4,532,900	3,767,594
Cash and cash equivalents at the end of the year	<u>4,983,371</u>	<u>3,340,851</u>

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The annexed notes from 1 to 12 form an integral part of these 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 QUARTER ENDED SEPTEMBER 30, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Money Market 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 January 04, 2018 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

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 Management Company is also the member of Mutual Fund Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and classified as sharia compliant "shariah compliant money market scheme" by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units 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 objective of the Fund is to provide competitive return with maximum possible capital preservation by investing in low risk and liquid Shariah Compliant authorized instruments.

The Pakistan Credit Rating Agency (PACRA) has maintained an asset manager rating of 'AM1' to the Management Company and has assigned stability rating AA(f) to the Fund.

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.

During the year ended 30 June, 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 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.

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 VIIIA of the repealed Companies Ordinance, 1984; and

Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS, 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 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.

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, 2022.

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 September 30, 2022.

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

3. SUMMARY OF 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, 2022.

3.2 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, 2022. 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, 2022.

4	BANK BALANCES	Un-audited September 30, 2022	Audited June 30, 2022
		Note	Rupees in '000
	Current accounts	4.1	16,373
	Savings accounts	4.2	3,750,910
			<u>4,983,371</u>
			<u>3,767,594</u>

4.1 These include bank balances of Rs. 2.424 million (June 30, 2022: Rs. 3.83) maintained with Bank Islami Pakistan (related party) and Rs. 0.545 million (June 30, 2022: Rs. 1.13) with National Bank of Pakistan Limited (related party) .

4.2 These savings accounts carry profit at rates ranging from 6.5% to 16.00% per annum (June 30, 2022: 6.5% to 15.44% per annum).



5	INVESTMENTS	Un-audited September 30, 2022	Audited June 30, 2022
		Note	Rupees in '000
	At fair value through profit or loss		
	Term deposit receipts	5.1 910,000	890,000
	Sukuks	5.2 675,000	650,000
		1,585,000	1,540,000

5.1 Sukuks

Name of the investee company	Number of certificates				Market value as at September 30, 2022	Investment as a percentage of	
	As at July 01, 2022	Purchases during the year	Disposals / matured during the year	As at September 30, 2022		Net assets	Market value of total investments
					Rupees '000	-----	% -----
All sukuks have a face value of Rs. 100,000 each .							
K-Electric	175	-	175	-	-	0.00%	0.00%
K-Electric	225	-	225	-	-	0.00%	0.00%
K-Electric	250	-	250	-	-	0.00%	0.00%
K-Electric	-	350	-	350	350,000	5.25%	22.08%
K-Electric	-	150	-	150	150,000	2.25%	9.46%
K-Electric	-	175	-	175	175,000	2.62%	11.04%
Carrying value as at September 30, 2022					675,000	10.12%	42.59%

5.1.1 Significant terms and conditions of sukuk outstanding as at September 30, 2022 are as follows:

Name of security	Total Face Value	Face value (unredeemed)	Profit rate (per annum)	Issue Date	Maturity Date
	-----Rupees '000'-----				
K-Electric	350,000	350,000	17.24%	August 10,2022	February 10,2023
K-Electric	150,000	150,000	17.35%	August 29,2022	February 28,2023
K-Electric	175,000	175,000	17.51%	September 21, 2022	March 21,2023

Name of the investee company	Carrying Value				Carrying Value as at June 30, 2022	Investment as a percentage of	
	As at July 01, 2022	Purchases during the year	Sold / matured during the year	As at June 30, 2022		Net assets	Market value of total investments
	----- Rupees in '000 -----						
Bank Alfalah Ltd- Islamic Banking (Note 5.2.1)	890,000	910,000	890,000	910,000	910,000	13.65%	57.41%
	890,000	910,000	890,000	910,000	910,000	13.65%	57.41%

5.2.1 This carries profit rate of 15.25% and is to be matured on 21 October 2022.

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2022 and June 30, 2022.

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 0.50% per annum of the net assets of the Fund.

8 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, 2023 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.

9 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period is 0.89% (September 30, 2021: 0.9%) which includes 0.04% (September 30, 2021: 0.04%) representing Government Levy, Sindh Worker's Welfare Fund and the SECP Fee. The prescribed limit for the ratio is 2% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as a 'Shari'ah compliant Money Market scheme.

10 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

- 10.1 Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP), Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, 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 directors and their close family members and key management personnel of the Management Company.
- 10.2 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.
- 10.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations.
- 10.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

	Un-audited Quarter Ended September 30, 2022 (Rupees in '000)	Un-audited Quarter Ended September 30, 2021 (Rupees in '000)
10.5 Details of transactions with connected persons are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	2,215	1,249
Sindh Sales Tax on Management Company's remuneration	288	162
Reimbursement of operational expenses to the Management Company	2,076	1,420
Reimbursement of selling & Marketing Expense	8,302	5,679
Sales load inclusive of Sindh Sales Tax	1,540	838
ADC charge	214	27
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	913	738
Sindh Sales Tax on Remuneration of the Trustee	119	96
CDS charges	1	46
Employees of the Management Company		
Units issued / transferred in 6,319,889 units (2021: 4,328,591)	65,152	43,972
Unit redeemed / transferred out 4,455,161 units (2021: 5,332,091)	45,902	54,110
CDC Trustee NAFA Islamic Capital Preservation Plan-I		
Units issued / transferred in 244,575 units (2021: 968,479)	2,500	9,900
Unit redeemed / transferred out 758,281 units (2021: 5,866,610)	7,751	59,712
CDC Trustee NAFA Islamic Capital Preservation Plan-II		
Units issued / transferred in Nil units (2021: 235,914)	-	2,400
Unit redeemed / transferred out 483,311 units (2021: 3,423,525)	5,000	34,968
CDC Trustee NAFA Islamic Capital Preservation Plan-III		
Units issued / transferred in Nil units (2021: 890,694)	-	9,117
Unit redeemed / transferred out 264,678 units (2021: 4,032,781)	2,721	41,145
CDC Trustee NAFA Islamic Capital Preservation Plan-IV		
Units issued / transferred in 97,760 units (2021: 248,633)	1,000	2,545
Unit redeemed / transferred out 743,607 units (2021: 3,142,087)	7,606	32,090
CDC Trustee NBP Islamic Capital Preservation Plan-V		
Units issued / transferred in Nil units (2021: 207,341)	-	2,122
Unit redeemed / transferred out 263,009 units (2021: 3,298,979)	2,700	33,721
CDC Trustee NAFA Islamic Principal Preservation Fund		
Unit redeemed / transferred out Nil units (2021: 400,502)	-	4,077



	Un-audited Quarter Ended September 30, 2022 (Rupees in '000)	Un-audited Quarter Ended September 30, 2021 (Rupees in '000)
Portfolios managed by the Management Company		
Units issued / transferred in 37,060,277 units (2021: 35,470,198)	374,765	357,415
Unit redeemed / transferred out 8,810,717 units (2021: 49,604,015)	90,435	505,197
CP Fund Lady Reading Hospital Medical Teaching Intituiton - Holding more than 10% **		
Units issued / transferred in 5,824,395 units (2021: 9,094,599)	60,000	93,289
K Electric Limited - common directorship **		
Purchase of short term sukuk	675,000	-
10.6 Balances outstanding as at the period / year end		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	776	649
Sindh Sales Tax payable on remuneration of the Management Company	101	84
Reimbursement of operational expenses to the Management Company	2,076	1,950
Reimbursement of selling & Marketing Expense	8,302	7,799
Sales load and transfer load	2,856	1,625
Sindh Sales Tax on sales load and transfer load	371	212
ADC charges and Sindh Sales Tax on ADC charges	278	167
Other Payable	151	151
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	305	273
Sindh Sales tax Remuneration payable	40	35
CDC Charges	7	7
Security deposit	100	100
Employees of the Management Company		
Investment held in the Fund: 4,517,806 units (June 30, 2022: 2,643,168 units)	47,062	26,634
Fauji Fertilizer Company Limited - common directorship		
Investment held in the Fund: 928 units (June 30, 2022: 928 units)	10	9
CDC Trustee NAFA Islamic Capital Preservation Plan-I		
Investment held in the Fund: 1,251,878 units (June 30, 2022: 1,765,584 units)	13,041	17,791
CDC Trustee NAFA Islamic Capital Preservation Plan-II		
Investment held in the Fund: 1,312,550 units (June 30, 2022: 1,795,861 units)	13,673	18,096
CDC Trustee NAFA Islamic Capital Preservation Plan-III		
Investment held in the Fund: 1,049,571 units (June 30, 2022: 1,314,248 units)	10,933	13,243
CDC Trustee NAFA Islamic Capital Preservation Plan-IV		
Investment held in the Fund: 133,454 units (June 30, 2022: 779,301 units)	1,390	7,853
CDC Trustee NBP Islamic Capital Preservation Plan-V		
Investment held in the Fund: 287,241 units (June 30, 2022: 550,250 units)	2,992	5,545

	Un-audited September 30, 2022 (Rupees in '000)	Audited June 30, 2022
Bank Islami Pakistan Limited (common directorship with the Management Company)		
Bank balances	2,424	3,832
National Bank of Pakistan - Parent of the Management Company		
Bank balances	929	1,129
Portfolios managed by the Management Company		
Investment held in the Fund: 76,450,723 units (June 30, 2022: 46,574,649 units)	796,379	469,305
Khalid Mehmood - CFO ***		
Investment held in the Fund: 1 units (June 30, 2022: Nil units)	-	-
K Electric Limited - common directorship		
Sukuks held	675,000	-
Profit receivable	11,789	-
CP Fund Lady Reading Hospital Medical Teaching Intititution - Holding more than 10%		
Investment held in the Fund: 68,797,424 units (June 30, 2022: 62,973,029 units)	716,656	634,541
The Trustees Karachi Electric Provident Fund - Holding more than 10%		
Investment held in the Fund: 90,782,220 units (June 30, 2022: 90,782,220 units)	945,669	914,758

* Current Year transactions with these parties are not disclosed as they did not remain connected persons and related parties during the period.

** Balances with these parties are not disclosed as they were not connected persons and related parties during the period.

*** Nil due to rounding off.

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 29, 2022.

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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