NBP FUNDS
Managing Your Savings

NBP Fund Management Limited

NBP SAVINGS FUND

ANNUAL REPORT
2024

AM1
Rated by PACRA

MISSION STATEMENT

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

Contents

FUND'S INFORMATION

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
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
Mr. Faisal Ahmed*	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. Faisal Ahmed*	Member

Strategy & Business Planning Committee

Mr. Saad Amanullah Khan	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Faisal Ahmed*	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Khalid Mansoor	Member

* Pending SECP approval

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block "B" S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi.

Bankers to the Fund

Allied Bank Limited
Al Baraka Islamic Bank Limited
Bank Islami Pakistan Limited
Bank Alfalah Limited
Bank Al Habib Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
HBL Microfinance Bank Limited
JS Bank Limited
MCB Bank Limited
National Bank of Pakistan
Silk Bank Limited
Soneri Bank Limited
Telenor Microfinance Bank Limited
The Bank of Khyber
United Bank Limited
U Microfinance Bank Limited
Khushhali Microfinance Bank Limited
Habib Metropolitan Bank Limited
Mobilink Microfinance Bank Limited

Auditors

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

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

1st Floor, Ranjha Arcade
Main Double Road, Gulberg Greens,
Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

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

Multan Office:

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

Board of Directors

Shaikh Muhammad Abdul Wahid Sethi
Chairman

Dr. Amjad Waheed, CFA
Chief Executive Officer

Mr. Khalid Mansoor
Director

Mr. Saad Amanullah Khan
Director

Mr. Faisal Ahmed*
Director

Mr. Ali Saigol
Director

Mr. Ruhail Muhammad
Director

Ms. Mehnaz Salar
Director

Mr. Imran Zaffar
Director

* Pending SECP approval

Senior Management

Dr. Amjad Waheed, CFA
Chief Executive Officer

Mr. Muhammad Murtaza Ali
Chief Operating Officer & Company Secretary

Mr. Asim Wahab Khan, CFA
Chief Investment Officer

Mr. Ozair Khan
Chief Technology Officer

Mr. Salim S Mehdi
Chief Business Development Officer

Mr. Samiuddin Ahmed
Country Head Corporate Marketing

Mr. Khalid Mehmood
Chief Financial Officer

Mr. Salman Ahmed, CFA
Head of Fixed Income

Mr. Muhammad Imran, CFA, ACCA
Head of Portfolio Management

Mr. Muhammad Umer Khan
Head of Human Resources & Administration

Syed Sharoz Mazhar, CFA
Head of Business & Sales Strategy

Mr. Zaheer Iqbal, ACA FPFA
Head of Operations

Mr. Waheed Abidi
Head of Internal Audit

Mr. Hassan Raza, CFA
Head of Research

Mr. Mustafa Farooq
Head of Compliance

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the 17th Annual Report of NBP Savings Fund (NBP-SF) for the year ended June 30, 2024.

Fund's Performance

In FY24, the State Bank's Monetary Policy Committee (MPC) held eight meetings, reducing the policy rate by 150 basis points in the fourth quarter to 20.50%. This decision was supported by improving macroeconomic indicators, thanks to measures aimed at curbing inflation and improving its outlook. The MPC noted a significant drop in inflation, a reduced current account deficit, and stronger foreign exchange (FX) reserves. However, they cautioned that risks to price stability remain due to domestic and external shocks, the base effect, and global commodity price fluctuations. The inflation outlook is also threatened by recent budgetary measures and frequent hikes in utility tariffs, which could slow the decline in inflation expectations.

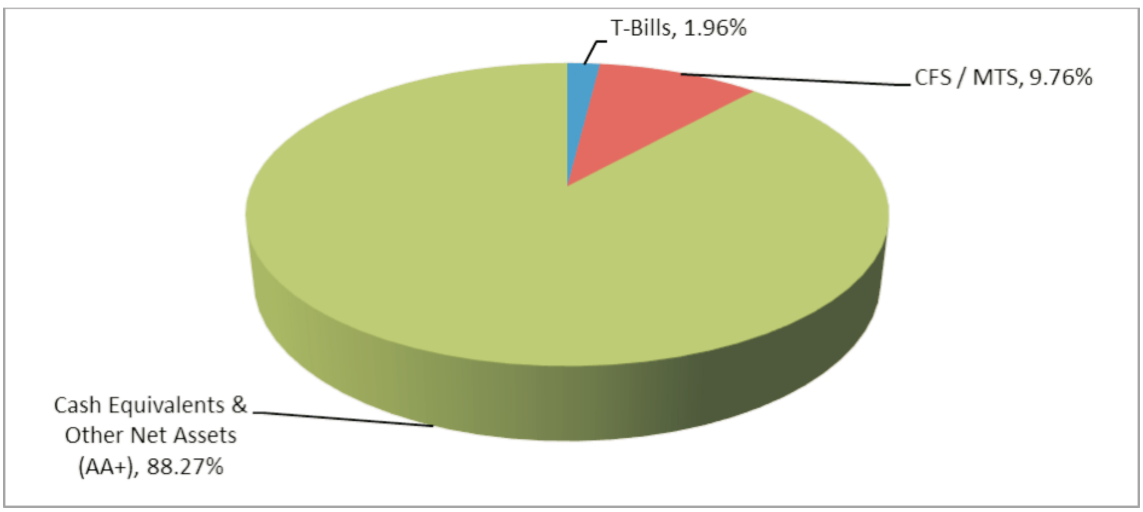
On a positive note, the narrower current account deficit, early reforms in exchange companies, and actions against illicit market activities have improved FX market sentiment and liquidity. Successful negotiations with the International Monetary Fund (IMF) regarding an Extended Fund Facility (EFF) program have also paved the way for additional multilateral and bilateral inflows, strengthening FX reserves and meeting near-term external financing needs as core inflation gradually cools. By June 2024, the State Bank of Pakistan's net liquid foreign exchange reserves stood at USD 9.4 billion.

In response to these policy measures, sovereign yields declined, with market participants showing greater interest in medium to long-term securities. The State Bank conducted twenty-six (26) T-Bill auctions, raising Rs. 21.7 trillion against a target of Rs. 21.1 trillion, with a maturity of Rs. 21.9 trillion. T-Bill yields decreased by 2.68%, 2.96%, and 4.25% for 3-month, 6-month, and 12-month tenures, respectively.

NBP-SF is categorized as an Income Scheme and has been awarded stability rating of 'A+ (f)' by PACRA.

The size of NBP Savings Fund has increased from Rs. 3,321 million to Rs. 6,329 million during the period (a notable growth of 91%). During the period, the unit price of NBP Savings Fund has increased from Rs. 8.1016 (Ex-Div) on June 30, 2023 to Rs. 9.8950 on June 30, 2024, thus showing a return of 22.06% as compared to the benchmark return of 21.88% 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. 923,00 million during the year. After deducting total expenses of Rs. 89.86 million, the net income is Rs. 833.14 million. The asset allocation of NBP-SF as on June 30, 2024 is as follows:



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 21.38% of the opening ex-NAV (21.15% of the par value) during the year ended June 30, 2024.

Taxation

As the above cash dividend is more than 90% of the income earned during the year, as reduced by accumulated losses and capital gains, whether realized or unrealized, the Fund is not subject to tax under Clause 99 of the Part I of the Second Schedule of the Income Tax Ordinance, 2001.

Auditors

The present auditors, Messrs A.F. Ferguson & Co., Chartered Accountants, retired and, being eligible, offer themselves for re-appointment for the year ending June 30, 2025.

Directors' Statement in Compliance with best practices contained in the Listed Companies (Code of Corporate Governance) Regulations, 2019

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.

2. Proper books of account of the Fund have been maintained.

3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.

4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.

5. The system of internal control is sound in design and has been effectively implemented and monitored.

6. There are no significant doubts upon the Fund's ability to continue as a going concern.

7. There has been no material departure from the best practices of Corporate Governance.

8. A performance table/ key financial data is given in this annual report.

9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.

10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 27 to these financial statements.

11. The detailed pattern of unit holding is disclosed in the note 25 to these financial statements.

12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 19 to these financial statements.

13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2024, the Board included:

Category	Names
Independent Directors	1. Mr. Khalid Mansoor 2. Mr. Saad Amanullah Khan 3. Mr. Ruhail Muhammad
Executive Director	Dr. Amjad Waheed - Chief Executive
Non-Executive Directors	1. Shaikh Muhammad Abdul Wahid Sethi (Chairman) 2. Mr. Tauqeer Mazhar 3. Ms. Mehnaz Salar 4. Mr. Ali Saigol 5. Mr. Imran Zaffar

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 30, 2024
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP سیونگز فنڈ (NBP-SF) کی سترھویں سالانہ رپورٹ برائے سال مختتمہ 30 جون 2024ء پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

مالی سال 24 میں اسٹیٹ بینک کی مانیٹری پالیسی کمیٹی (ایم پی سی) کے 8 اجلاس منعقد ہوئے، چوتھی سہ ماہی میں پالیسی شرح 150 بیسس پوائنٹس کم کرکے 20.50 فیصد کردی گئی۔ یہ فیصلہ بہتر میکرو اکنامک اشاروں کے باعث کیا گیا، جس کا مقصد افراط زر پر قابو پانا اور اس کے نقطہ نظر کو بہتر بنانا تھا۔ ایم پی سی نے افراط زر میں نمایاں کمی، کرنٹ اکاؤنٹ خسارے میں کمی اور زرمبادلہ کے مضبوط ذخائر درج کئے۔ تاہم، انہوں نے متنبہ کیا کہ مقامی اور بیرونی شاکس، بنیادی اثرات، اور عالمی اجناس کی قیمتوں میں اتار چڑھاؤ کی وجہ سے قیمتوں میں عدم استحکام لا سکتے ہیں۔ حالیہ بجٹ اقدامات اور یوٹیلیٹی ٹیرف میں مسلسل اضافے سے بھی افراط زر کا نقطہ نظر خطرے میں ہے، جس سے افراط زر کی متوقع کمی سست ہو سکتی ہے۔

مثبت بات یہ ہے کہ کرنٹ اکاؤنٹ خسارے میں کمی، ایکسچینج کمپنیوں میں ابتدائی اصلاحات اور مارکیٹ کی غیر قانونی سرگرمیوں کے خلاف اقدامات سے ایف ایکس مارکیٹ کے جذبات اور لیکویڈیٹی میں بہتری آئی ہے۔ بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) کے ساتھ توسیعی فنڈ سہولت (ای ایف ایف) پروگرام کے حوالے سے کامیاب مذاکرات نے اضافی کثیر الجہتی اور دو طرفہ آمد، زرمبادلہ کے ذخائر کو مضبوط بنانے اور قریب مدتی بیرونی فنانسنگ کی ضروریات کو پورا کرنے کی راہ بھی ہموار کی ہے کیونکہ بنیادی افراط زر بتدریج کم ہو رہا ہے۔ جون 2024ء تک اسٹیٹ بینک آف پاکستان کے خالص لیکویڈ زرمبادلہ کے ذخائر 9.4 ارب ڈالر تھے۔

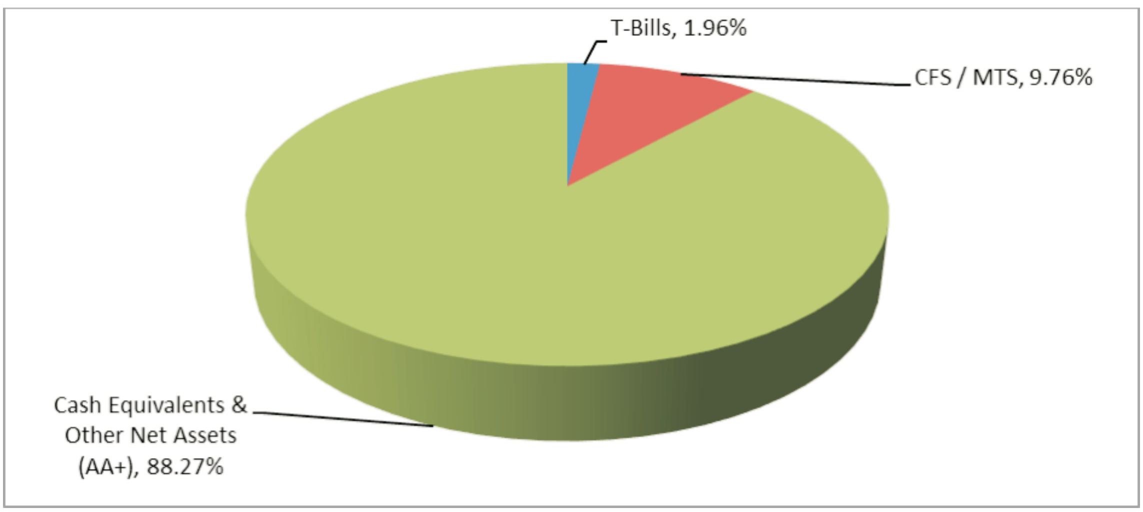
ان پالیسی اقدامات کے جواب میں، سوریجن شرح منافع میں کمی واقع ہوئی، مارکیٹ کے شرکاء نے درمیانی سے طویل مدتی سیکیورٹیز میں زیادہ دلچسپی ظاہر کی۔ اسٹیٹ بینک نے چھبیس (26) ٹی بل نیلامیاں منعقد کیں، جس میں 21.9 ٹریلین روپے کی میچورٹی کے ساتھ، 21.1 ٹریلین روپے کے ہدف کے مقابلے میں 21.7 ٹریلین روپے حاصل ہوئے۔ 3 ماہ، 6 ماہ اور 12 ماہ کی مدت کے لئے ٹی بل کے شرح منافع میں بالترتیب 2.68 فیصد، 2.96 فیصد اور 4.25 فیصد کمی واقع ہوئی۔

NBP سیونگز فنڈ ایک انکم اسکیم ہے اور PACRA کی طرف سے اسے 'A+(f)' کی سٹیبلٹی ریٹنگ دی گئی ہے۔

NBP سیونگز فنڈ کا سائز اس مدت کے دوران 3,321 ملین روپے سے بڑھ کر 6,329 ملین روپے ہو گیا، یعنی 91% کا اضافہ ہوا۔ مذکورہ مدت کے دوران NBP سیونگ فنڈ کے یونٹ کی قیمت 30 جون 2023 کو (Ex-Div) 8.1016 روپے سے بڑھ کر 30 جون 2024 کو 9.8950 روپے ہو چکی ہے، لہٰذا فنڈ نے اسی مدت کے دوران 21.88% بینچ مارک منافع کے مقابلے میں 22.06% منافع دیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو اس مدت کے دوران 923.00 ملین روپے کی کل آمدنی ہوئی۔ 89.86 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 833.14 ملین روپے ہے۔

NBP سیونگز فنڈ کی ایسٹ ایلوکیشن بمطابق 30 جون 2024 درج ذیل ہے:



آمدنی کی تقسیم

مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے سال 30 جون 2024 کے اختتام کے بعد اوپننگ ex-NAV کا 21.38% (بنیادی قدر کا 21.15%) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

ٹیکسیشن

چونکہ مذکورہ بالا نقد منافع منقسمہ سال کے دوران حاصل ہونے والی آمدنی میں سے سرمایہ کاری پر حاصل ہونے والے محصول شدہ اور غیر محصول شدہ کیپٹل گین منہا کرنے کے بعد 90 فیصد سے زائد ہے، اس لئے فنڈ پر انکم ٹیکس آرڈیننس 2001 کے دوسرے شیڈول کے حصہ اول کی شق 99 کے تحت ٹیکس لاگو نہیں ہوتا ہے۔

آڈیٹرز

موجودہ آڈیٹرز، میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے ہیں اور اہل ہونے کی بناء پر 30 جون 2025 کو ختم ہونے والے سال کے لئے اپنے آپ کو دوبارہ تقرری کے لئے پیش کرتے ہیں۔

لسٹڈ کمپنیوں کے کوڈ آف کارپوریٹ گورننس ریگولیشنز 2019 ("CCG") کی پیروی میں ڈائریکٹرز اسٹیٹمنٹ

1. مینجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلو اور یونٹ ہولڈرز فنڈز میں تبدیلی کی منصفانہ عکاسی کرتے ہیں۔
2. فنڈ کے اکاؤنٹس کے کھاتے درست انداز میں رکھے ہوئے ہیں۔
3. مالی گوشواروں کی تیاری میں اکاؤنٹنگ کی مناسب پالیسیوں کی مسلسل پیروی کی گئی ہے۔ شماریاتی تخمینے مناسب اور معقول نظریات پر مبنی ہیں۔
4. ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی، معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
5. انٹرنل کنٹرول کا نظام مستحکم اور موثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
6. فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک وشبہات نہیں ہیں۔
7. کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلوتہی نہیں کی گئی۔
8. پرفارمنس ٹیبل/ اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
9. ٹیکسوں، ڈیوٹیز، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کردی گئی ہیں۔
10. اس مدت کے دوران مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے چھ اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 27 میں ظاہر کی گئی ہے۔
11. یونٹ ہولڈنگ کا تفصیلی پیٹرن مالیاتی گوشواروں کے نوٹ 24 میں ظاہر کیا گیا ہے۔
12. ڈائریکٹرز، سی ای او، سی ایف او، کمپنی سیکرٹری اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے یونٹس کی تمام خرید وفروخت ان مالیاتی گوشواروں کے نوٹ 19 میں ظاہر کی گئی ہے۔
13. کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدار نان ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فہرست شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریسٹ نہیں رکھتی۔ 30 جون 2024 کو بورڈ آف ڈائریکٹرز درجہ ذیل ارکان پر مشتمل ہیں۔

کیٹگری	نام
آزاد ڈائریکٹرز	1. خالد منصور 2. سعد امان اللہ خان 3. روحیل محمد
ایگزیکٹو ڈائریکٹر	ڈاکٹر امجد وحید- چیف ایگزیکٹو آفیسر
نان ایگزیکٹو ڈائریکٹر	1. شیخ محمد عبدالواحد سیٹھی (چیئرمین) 2. توقیر مظہر 3. محترمہ مہناز سالار 4. علی سہگل 5. عمران ظفر

اظہار تشکر

بورڈ اس موقع سے فائدہ اُٹھاتے 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 ٹرسٹی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز
NBP فنڈ مینجمنٹ لمیٹڈ

چیف ایگزیکٹو آفیسر | **ڈائریکٹر**

تاریخ: 30 اکتوبر 2024ء
مقام: کراچی

TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of NBP Savings Fund (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2024 in accordance with the provisions of the following:

(i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;

(ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;

(iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and

(iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

For the attention of unit holders, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling and marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, will compensate to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, October 30, 2024

FUND MANAGER REPORT

NBP Savings Fund

NBP Savings Fund (NBP-SF) is an Open-End Income Scheme.

Investment Objective of the Fund

The objective of NBP-SF is to earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

Benchmark

6 Month - KIBOR.

Fund Performance Review

This is the 17th Annual report since the launch of the Fund on March 28, 2008 and is rated "A+ (f)" by PACRA. The Fund size increased significantly by 91% and stands at Rs. 6.3 billion as of June 30, 2024. The Fund's return since its inception is 7.3% p.a. versus the benchmark return of 11.2% p.a. During FY23, the Fund posted an annualized return of 22.1% as compared to a benchmark return of 21.9%. The return of the Fund is net of management fee and all other expenses.

The weighted average Yield-to-Maturity of the Fund is 21.1% p.a. while the yield does not include potential recovery in fully provided TFCs/Sukuks (Face Value of around Rs. 301 million), which is a potential upside for the Fund. Weighted average time to maturity of the Fund is around 6 days.

In FY24, the State Bank's Monetary Policy Committee (MPC) held eight meetings, reducing the policy rate by 150 basis points in the fourth quarter to 20.50%. This decision was supported by improving macroeconomic indicators, thanks to measures aimed at curbing inflation and improving its outlook. The MPC noted a significant drop in inflation, a reduced current account deficit, and stronger foreign exchange (FX) reserves. However, they cautioned that risks to price stability remain due to domestic and external shocks, the base effect, and global commodity price fluctuations. The inflation outlook is also threatened by recent budgetary measures and frequent hikes in utility tariffs, which could slow the decline in inflation expectations.

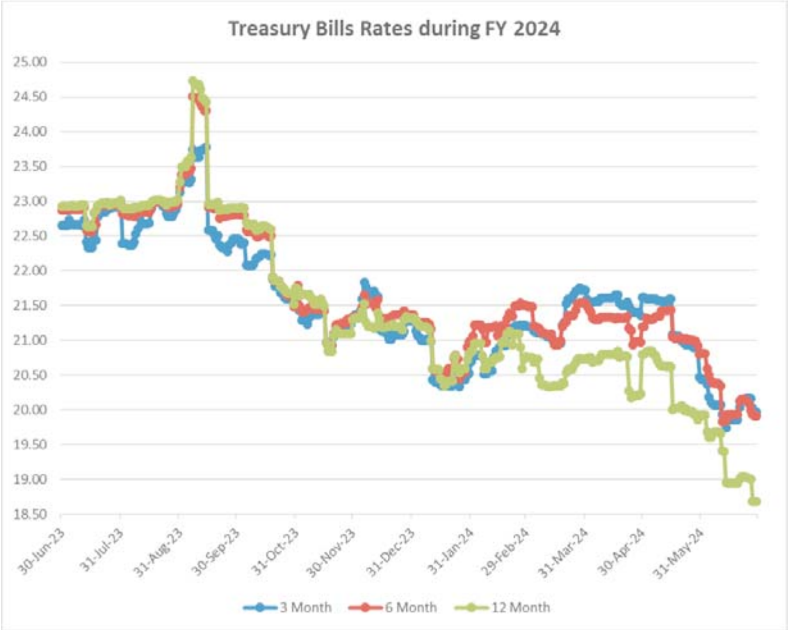
On a positive note, the narrower current account deficit, early reforms in exchange companies, and actions against illicit market activities have improved FX market sentiment and liquidity. Successful negotiations with the International Monetary Fund (IMF) regarding an Extended Fund Facility (EFF) program have also paved the way for additional multilateral and bilateral inflows, strengthening FX reserves and meeting near-term external financing needs as core inflation gradually cools. By June 2024, the State Bank of Pakistan's net liquid foreign exchange reserves stood at USD 9.4 billion.

In response to these policy measures, sovereign yields declined, with market participants showing greater interest in medium to long-term securities. The State Bank conducted twenty-six (26) T-Bill auctions, raising Rs. 21.7 trillion against a target of Rs. 21.1 trillion, with a maturity of Rs. 21.9 trillion. T-Bill yields decreased by 2.68%, 2.96%, and 4.25% for 3-month, 6-month, and 12-month tenures, respectively.

Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-24	30-Jun-23
T-Bills	1.96%	-
MTS	9.76%	-
Cash, Bank Placements & Other Assets	88.27%	100.00%
Total	**100.00**	100.00

PIB yields during the year are shown in the below graph:



Distribution for the Financial Year 2024

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
From July 01, 2023 to June 30, 2024	15.38%	11.3712	9.8335

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
Eden House Limited - Sukuk Revised 29-MAR-08 29-SEP-25	Sukkuk	19,687,500	19,687,500	0	0.0%	0.0%
Saudi Pak Leasing Company Limited - Revised II 13-MAR-	TFC	41,321,115	41,321,115	0	0.0%	0.0%
New Allied Electronics Limited II - Sukuk 03-DEC-07 03-DEC-	Sukkuk	49,054,371	49,054,371	0	0.0%	0.0%
AgriTech Limited V 01-JUL-11 01-JAN-25	TFC	22,180,000	22,180,000	0	0.0%	0.0%
Worldcall RS - III 10-APR-18 20-SEP-26	TFC	21,515,581	21,515,581	0	0.0%	0.0%
AgriTech Limited II - Revised II 14-JAN-08 14-JUL-25	TFC	147,491,841	147,491,841	0	0.0%	0.0%
Total		**301,250,408**	**301,250,408**	**0**	**0.0%**	**0.0%**

Unit Holding Pattern of NBP Savings Fund as on June 30, 2024

Size of Unit Holding (Units)	# of Unit Holders
1-1000	1289
1001-5000	166
5001-10000	50
10001-50000	271
50001-100000	163
100001-500000	333
500001-1000000	76
1000001-5000000	54
5000001-10000000	4
10000001-100000000	4
100000000-500000000	2
Total	2412

There has been no other significant change in the state of affairs of the Fund. NBP Savings Fund does not have any soft commission arrangement with any broker in the industry.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of NBP Savings Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of NBP Savings Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2024, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2024, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

Key Audit Matter	How the matter was addressed in our audit
Net Asset Value (Refer note 4 to the annexed financial statements)	
Bank balances constitute the most significant component of the net asset value (NAV). Bank balances of the Fund as at June 30, 2024 amounted to Rs. 5,557.517 million. The existence of bank balances for the determination of NAV of the Fund as at June 30, 2024 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: • obtained independent confirmations for verifying the existence of the bank balances as at June 30, 2024 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; and • obtained bank reconciliation statements and tested reconciling items on a sample basis.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Management Company for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with board of directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide board of directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with board of directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is
Noman Abbas Sheikh.

A.F. Ferguson & Co.
Chartered Accountants
Karachi
Date: October 30, 2024
UDIN: AR2024100616kLZrnXtY

STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2024

	Note	2024	2023
		---------- Rupees in '000 ----------	
ASSETS			
Bank balances	4	5,557,517	3,321,680
Investments	5	124,299	-
Receivable against Margin Trading System		617,925	-
Profit receivable	6	89,190	55,319
Deposits, prepayments and other receivables	7	1,433	1,144
Total assets		6,390,364	3,378,143
LIABILITIES			
Payable to NBP Fund Management Limited - the Management Company	8	20,863	18,852
Payable to Central Depository Company of Pakistan Limited - the Trustee	9	413	224
Payable to the Securities and Exchange Commission of Pakistan	10	356	529
Payable against redemption of units		-	12,015
Accrued expenses and other liabilities	11	39,928	25,943
Total liabilities		61,560	57,563
NET ASSETS		6,328,804	3,320,580
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		6,328,804	3,320,580
CONTINGENCIES AND COMMITMENTS	12		
		-------- (Number of units) --------	
NUMBER OF UNITS IN ISSUE	13	639,595,958	335,582,320
		------------- (Rupees) -------------	
NET ASSET VALUE PER UNIT	3.6	9.8950	9.8950

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024	2023
INCOME		------ (Rupees in 000) ------	
Income on government securities		46,337	71,849
Income on commercial papers		-	2,700
Income on term deposit receipts		2,866	12,923
Income on letters of placement		54,723	13,227
Profit on bank balances		748,922	369,355
Income from Margin Trading System		68,386	12,954
Other income	5.2.1	1,149	1,235
Gain / (loss) on sale of investments		672	(92)
Net unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.6	(51)	-
		621	(92)
Total income		923,004	484,151
EXPENSES			
Remuneration of NBP Fund Management Limited - the Management Company	8.1	51,024	34,865
Sindh sales tax on remuneration of the Management Company	8.2	6,633	4,532
Reimbursement of allocated expenses	8.3	4,017	3,541
Reimbursement of selling and marketing expenses	8.4	16,429	21,146
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	9.1	3,107	1,982
Sindh sales tax on remuneration of the Trustee	9.2	404	258
Fee to the Securities and Exchange Commission of Pakistan	10.1	3,108	529
Settlement and bank charges		3,413	1,836
Annual listing fee		31	28
Auditors' remuneration	14	962	881
Legal and professional charges		184	769
Annual rating fee		450	409
Securities transaction cost		52	34
Printing and other charges		49	105
Total operating expenses		89,863	70,915
Net income for the year before taxation		833,141	413,236
Taxation	15	-	-
Net income for the year after taxation		833,141	413,236
Earnings per unit	3.13		
Allocation of net income for the year:			
Net income for the year after taxation		833,141	413,236
Income already paid on units redeemed		(86,462)	(129,021)
		746,679	284,215
Accounting income available for distribution:			
- Relating to capital gains		621	-
- Excluding capital gains		746,058	284,215
		746,679	284,215

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023
	--------- (Rupees in 000) ---------	
Net income for the year after taxation	833,141	413,236
Other comprehensive income for the year	-	-
Total comprehensive income for the year	833,141	413,236

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024			2023		
		Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
		(Rupees in 000)					
Net assets at the beginning of the year		3,291,941	28,639	3,320,580	1,719,315	9,040	1,728,355
Issuance of 733,140,941 units (2023: 387,312,931 units)							
- Capital value (at ex - net asset value per unit)		7,254,430	-	7,254,430	3,808,642	-	3,808,642
- Element of income		241,838	-	241,838	197,505	-	197,505
Total proceeds on issuance of units		7,496,268	-	7,496,268	4,006,147	-	4,006,147
Redemption of 429,127,303 units (2023: 227,492,822 units)							
- Capital value (at ex - net asset value per unit)		(4,246,215)		(4,246,215)	(2,237,051)	-	(2,237,051)
- Element of loss		(127,207)	(86,462)	(213,669)	(108,459)	(129,021)	(237,480)
Total payments on redemption of units		(4,373,422)	(86,462)	(4,459,884)	(2,345,510)	(129,021)	(2,474,531)
Total comprehensive income for the year		-	833,141	833,141	-	413,236	413,236
Distributions during the year ended June 30, 2023							
For the year ended June 30, 2023: Rs 1.5377 per unit declared on June 21, 2023		-	-	-	(88,011)	(264,616)	(352,627)
Total distribution during the year		-	-	-	(88,011)	(264,616)	(352,627)
Distributions during the year ended June 30, 2024							
For the year ended June 30, 2024: Rs. 1.739 per unit declared on April 26, 2024		(109,364)	(547,324)	(656,688)	-	-	-
For the year ended June 30, 2024: Re. 0.1087 per unit declared on May 15, 2024		(5,057)	(50,266)	(55,323)	-	-	-
For the period starting from May 18, 2024 till June 30, 2024	18	-	(149,290)	(149,290)	-	-	-
Total distribution during the year		(114,421)	(746,880)	(861,301)	-	-	-
Net assets at the end of the year		6,300,366	28,438	6,328,804	3,291,941	28,639	3,320,580
Undistributed income brought forward							
- Realised income			28,639			9,040	
- Unrealised income			-			-	
			28,639			9,040	
Accounting income available for distribution:							
- Relating to capital gains			621			-	
- Excluding capital gains			746,058			284,215	
			746,679			284,215	
Distribution during the year			(746,880)			(264,616)	
Undistributed income carried forward			28,438			28,639	
Undistributed income carried forward							
- Realised income			28,489			28,639	
- Unrealised loss			(51)			-	
			28,438			28,639	
				(Rupees)			(Rupees)
Net asset value per unit at the beginning of the year				9.8950			9.8335
Net asset value per unit at the end of the year				9.8950			9.8950

The annexed notes from 1 to 29 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024	2023
		-------- Rupees in '000 --------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		833,141	413,236
Adjustments:			
Net unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.6	51	-
(Gain) / loss on sale of investments		(672)	92
		832,520	413,328
(Increase) / decrease in assets			
Investments - net		(123,678)	72,208
Receivable against Margin Trading System		(617,925)	-
Profit receivable		(33,871)	(37,115)
Deposits, prepayments and other receivables		(289)	(21)
		(775,763)	35,072
Increase / (decrease) in liabilities			
Payable to NBP Fund Management Limited - the Management Company		2,011	10,370
Payable to Central Depository Company of Pakistan Limited - the Trustee		189	117
Payable to the Securities and Exchange Commission of Pakistan		(173)	227
Accrued expenses and other liabilities		13,985	20,689
		16,012	31,403
Net cash generated from operating activities		72,769	479,803
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units - net of refund of element		7,381,847	3,918,136
Net payments against redemption of units		(4,471,899)	(2,462,772)
Distributions paid		(746,880)	(264,616)
Net cash generated from financing activities		2,163,068	1,190,748
Net increase in cash and cash equivalents during the year		2,235,837	1,670,551
Cash and cash equivalents at the beginning of the year		3,321,680	1,651,129
Cash and cash equivalents at the end of the year	4	5,557,517	3,321,680

The annexed notes from 1 to 29 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 THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 NBP Savings 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. Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 14, 2007 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund was registered under the Sindh Trusts Act, 2020 on October 18, 2021.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company by the SECP under 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 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund is an open-ended mutual fund, categorised as an income scheme as per the criteria for categorisation of open end collective investment scheme as specified by the Securities and Exchange Commission of Pakistan (SECP) and the Fund is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

1.4 The investment objective of the Fund is to earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets. The Fund comprises of investments of various time horizons with a significant amount invested in short term investments for the purpose of maintaining liquidity.

1.5 The Pakistan Credit Rating Agency Limited (PACRA) has determined the asset manager rating of the Management Company of AM1 on June 21, 2024 (2023: AM1 on June 22, 2023). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, the Pakistan Credit Rating Agency Limited (PACRA) has determined the stability rating of the Fund at "A+(f)" on April 9, 2024 (2023: "A+(f)" on April 14, 2023).

1.6 The title of the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.7 The Fund also provides accidental death (free), life insurance / life takaful and health coverage to unit holders of the Fund as stated in the Offering Document.

1.8 The cost of premium is borne by the investor (where applicable). Such premium cost is deducted from the unit holder's investment on a monthly basis in case of life insurance and annual basis in case of health insurance and deposited with the Insurance Company / Takaful Operator by the Management Company as per the terms and conditions of the Insurance / Takaful coverage defined in the Insurance / Takaful policy document signed between the Insurance Company / Takaful Operator and Management Company.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Accounting 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

- 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 requirements of the Trust Deed differ from the IFRS Accounting 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.

2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current year:

During the year certain amendments to IAS 1 'Presentation of Financial Statements' have become applicable to the Fund which require entities to disclose their material accounting policy information rather than their significant accounting policies. These amendments to IAS 1 have been introduced to help entities improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements. These amendments have been incorporated in these financial statements with the primary impact that the material accounting policy information has been disclosed rather than the significant accounting policies.

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these are not considered to be relevant or do not have any material effect on the Fund's financial statements and are, therefore, not disclosed in these financial statements.

2.3 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2024. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements and have not been disclosed in the financial statements.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5) and federal excise duty (note 8.5).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention, except for investments that have been measured at fair values.

2.6 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the years presented.

3.1 Cash and cash equivalents

These comprise balances with banks in savings and current accounts, cheques in hand and other short-term highly liquid investments with original maturities of three months or less.

3.2 Financial assets

3.2.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the income statement.

3.2.2 Classification and subsequent measurement

Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- at amortised cost; or
- at fair value through other comprehensive income (FVOCI); or
- at fair value through profit or loss (FVPL);

based on the business model of the entity.

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore, the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

3.2.3 Impairment (other than debt securities)

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;

- the time value of money; and

- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecast of future economic conditions.

The Fund considers that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Fund, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

3.2.4 Impairment loss on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on the management's assessment made in line with its provisioning policy approved by the Board of Directors of the Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the income statement.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Management Company. The provisioning policy approved by the Board of Directors has been placed on the Management Company's website as required under the SECP's circular.

3.2.5 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the income statement.

3.3 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to the income statement.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the 'statement of assets and liabilities' when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

3.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.6 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

3.7 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the Management Company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as at the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / distributors.

3.10 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place.

- Unrealised gains / (losses) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are recorded in the income statement in the year in which these arise.

- Income on investments in government securities, letters of placement, commercial paper, margin trading system and term deposit receipts is recognised on accrual basis using effective yield method.

- Profit on bank balances is recognised on accrual basis.

3.11 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company and Trustee and annual fee of the SECP are recognised in the income statement on an accrual basis.

3.12 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I to the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders in cash.

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

3.13 Earnings per unit

Earnings per unit (EPU) is calculated by dividing the net income of the year before taxation of the Fund by the weighted average number of units outstanding during the year.

Earnings per unit has not been disclosed in these financial statements as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

3.14 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

		Note	2024	2023
4	**BANK BALANCES**		-------(Rupees in '000)-------	
	Savings accounts	4.1	5,557,517	3,321,680
			5,557,517	3,321,680

4.1 These include balances amounting to Rs 0.007 million and Rs 2.439 million (2023: Rs 0.006 million and Rs 2.262 million) maintained with Telenor Microfinance Bank Limited and National Bank of Pakistan (related parties) respectively, that carry profit at the rate of 20.50% (2023: 19.50%) per annum respectively. Other savings accounts of the Fund carry profits at the rates ranging from 18.50% to 21.25% (2023: 19.50% to 22.60%) per annum.

		Note	2024	2023
5	**INVESTMENTS**		-------(Rupees in '000)-------	
	At fair value through profit or loss			
	Government securities - Market Treasury Bills	5.1	124,299	-
	Term finance certificates - non-performing securities	5.2	-	-
	Corporate sukuk certificates - non-performing securities	5.3	-	-
	Letters of placement	5.4	-	-
	Term deposit receipts	5.5	-	-
			124,299	-

5.1 Government securities - Market Treasury Bills

Issue date	Maturity date	Tenor in months	Yield	Face value: As at July 1, 2023	Face value: Purchased during the year	Face value: Sold / matured during the year	Face value: As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised diminution as at June 30, 2024	Percentage in relation to net assets of the Fund	Percentage in relation to total investment of the Fund
				(Rupees in '000)							(%)	
June 15, 2023	September 7, 2023	3	22.30%	-	300,000	300,000	-	-	-	-	-	-
October 5, 2023	December 28, 2023	3	22.40%	-	500,000	500,000	-	-	-	-	-	-
October 19, 2023	January 11, 2024	3	22.14%	-	500,000	500,000	-	-	-	-	-	-
October 19, 2023	April 18, 2024	6	22.39%	-	500,000	500,000	-	-	-	-	-	-
November 2, 2023	January 25, 2024	3	21.84%	-	500,000	500,000	-	-	-	-	-	-
November 2, 2023	May 2, 2024	6	21.84%	-	500,000	500,000	-	-	-	-	-	-
November 16, 2023	February 7, 2024	3	21.29%	-	500,000	500,000	-	-	-	-	-	-
November 16, 2023	May 16, 2024	6	21.46%	-	500,000	500,000	-	-	-	-	-	-
November 30, 2023	February 22, 2024	3	21.34%	-	500,000	500,000	-	-	-	-	-	-
November 30, 2023	May 30, 2024	6	21.33%	-	500,000	500,000	-	-	-	-	-	-
December 14, 2023	June 13, 2024	6	21.36%	-	500,000	500,000	-	-	-	-	-	-
January 11, 2024	April 4, 2024	3	20.97%	-	125,000	125,000	-	-	-	-	-	-
March 7, 2024	May 30, 2024	3	21.26%	-	375,000	375,000	-	-	-	-	-	-
April 4, 2024	June 27, 2024	3	21.60%	-	375,000	375,000	-	-	-	-	-	-
May 2, 2024	July 25, 2024	3	21.59%	-	500,000	500,000	-	-	-	-	-	-
May 2, 2024	October 31, 2024	6	21.35%	-	500,000	500,000	-	-	-	-	-	-
May 30, 2024	August 22, 2024	3	20.94%	-	500,000	500,000	-	-	-	-	-	-
May 30, 2024	November 28, 2024	6	20.86%	-	500,000	500,000	-	-	-	-	-	-
January 11, 2024	July 11, 2024	6	20.96%	-	125,000	-	125,000	124,350	124,299	(51)	1.96%	100.00%
Total as at June 30, 2024							125,000	124,350	124,299	(51)	1.96%	100.00%
Total as at June 30, 2023							-	-	-	-	-	-

5.2 Term finance certificates - non-performing securities

Name of the security	Security rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Sold / redeemed during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation / (diminution) as at June 30, 2024	Percentage in relation to net assets of the Fund	Percentage in relation to total investment of the Fund
					Number of certificates				(Rupees in '000)			%	
Leasing companies													
Saudi Pak Leasing Company Limited - TFC II (Face value of Rs. 2,755	Unrated	-	March 13, 2025	6.87%	15,000	-	-	15,000	-	-	-	-	-
Technology & communication													
Worldcall Telecom Limited - TFC III (Face value of Rs. 1,537 per certificate)	D, PACRA	Quarterly	September 20, 2026	6 months KIBOR plus base rate of 1.60%	14,000	-	-	14,000	-	-	-	-	-
Chemical													
Agritech Limited TFC II (Face value of Rs. 4,999 per certificate)	Unrated	-	July 14, 2025	6 months KIBOR plus base rate of 1.75%	29,506	-	-	29,506	-	-	-	-	-
Agritech Limited TFC V (Face value of Rs. 5,000 per certificate)	Unrated	-	January 1, 2025	11.00% fixed rate	4,436	-	-	4,436	-	-	-	-	-
Total as at June 30, 2024									-	-	-	-	-
Total as at June 30, 2023									-	-	-	-	-

5.2.1 The investee companies had defaulted on its obligation on account of principal and profit payments and accordingly had been classified as a non performing asset by Mutual Funds Association of Pakistan (MUFAP). The accumulated provision amounting to Rs. 232.509 million (2023: Rs. 233.658 million) against investee companies have been maintained by valuing the investments as per Circular no. 1 of 2009 and Circular no. 33 of 2012.

During the year, the Fund has received Rs. 1.149 million (2023: Rs. 1.235 million) against recovery of provided term finance certificate of Agritech Limited.

5.3 Corporate sukuk certificates - non-performing securities

Name of the security	Profit payments / principal redemp-tions	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Sold / redeemed during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation / (diminution) as at June 30, 2024	Percentage in relation to net assets of the Fund	Percentage in relation to total investment of the Fund
				Number of certificates				Rupees in '000			%	
Miscellaneous												
New Allied Electronic Industries (Private) Limited - Sukuk II (Unrated) (Face value of Rs. 4,905 per certificate)	-	December 3, 2025	6 months KIBOR plus base rate of 2.20%	10,000	-	-	10,000	-	-	-	-	-
Eden Housing Limited Sukuk - 2nd Issue (D, VIS) (Face value of Rs. 984 per certificate)	-	September 29, 2025	6 months KIBOR plus base rate of 2.50%	20,000	-	-	20,000	-	-	-	-	-
Total as at June 30, 2024								-	-	-	-	-
Total as at June 30, 2023								-	-	-	-	-

5.3.1 The investee companies had defaulted on its obligation on account of principal and profit payments and accordingly had been classified as a non performing asset by the Mutual Funds Association of Pakistan (MUFAP). The accumulated provision amounting to Rs. 68.742 million (2023: Rs. 68.742 million) against investee companies has been maintained by valuing the investments as per Circular no. 1 of 2009 and Circular no. 33 of 2012.

5.4 Letters of placement

Name of the investee company	Rating	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Matured during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation / (diminution) as at June 30, 2024	percentage of net assets of the Fund	percentage of total investment of the Fund
Pak Libya Holding Company Limited	AA-, PACRA	September 15, 2023	22.55%	-	250,000	250,000	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	September 28, 2023	22.55%	-	256,487	256,487	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	October 31, 2023	22.65%	-	258,547	258,547	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	December 1, 2023	22.65%	-	263,842	263,842	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	December 4, 2023	22.65%	-	268,917	268,917	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	February 12, 2024	22.10%	-	300,000	300,000	-	-	-	-	-	-
Zarai Taraqiati Bank Limited	AAA, PACRA	January 19, 2024	21.25%	-	400,000	400,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, PACRA	February 16, 2024	21.90%	-	400,000	400,000	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	March 15, 2024	22.10%	-	300,000	300,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, PACRA	March 1, 2024	21.30%	-	400,000	400,000	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	May 6, 2024	22.40%	-	300,000	300,000	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	April 15, 2024	22.10%	-	300,000	300,000	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	June 20, 2024	22.45%	-	300,000	300,000	-	-	-	-	-	-
Pak Libya Holding Company Limited	AA-, PACRA	May 6, 2024	22.40%	-	300,000	300,000	-	-	-	-	-	-
Total as at June 30, 2024								-	-	-	-	-
Total as at June 30, 2023								-	-	-	-	-

5.5 Term deposit receipts

Name of the investee company	Rating	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Matured during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation / (diminution) as at June 30, 2024	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investment of the Fund
				------------ (Rupees in '000) ------------							------------ (%) ------------	
Soneri Bank Limited	AA-, PACRA	October 11, 2023	23.25%	-	300,000	300,000	-	-	-	-	-	-
Total as at June 30, 2024								-	-	-	-	-
Total as at June 30, 2023								-	-	-	-	-

5.6 **Net unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss'**	**Note**	**2024**	**2023**
		------(Rupees in '000)------	
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	124,299	-
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	(124,350)	-
		(51)	-

		Note	2024	2023
			------(Rupees in '000)------	
6	**PROFIT RECEIVABLE**			
	Profit receivable on savings accounts		84,132	55,319
	Accrued income on equity finance system		5,058	-
			89,190	55,319
7	**DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES**			
	Advance tax	7.1	479	479
	Prepaid rating fee		236	215
	National Clearing and Settlement System security deposit		250	-
	Security deposit with the Central Depository Company of Pakistan Limited*		100	100
	Security deposit with National Clearing Company of Pakistan Limited		268	250
	Other receivable		100	100
			1,433	1,144

*related party balance

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, withholding taxes on profit on bank balances and debt securities paid to the Fund have been deducted by various withholding agents based on the interpretation issued by the FBR vide letter C. No. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced by the withholder. The taxes withheld on profit on bank balances and debt securities as at June 30, 2024 amount to Rs 0.479 million (2023: Rs 0.479 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of SHC. Pending resolution of the matter, the amount of withholding taxes deducted on profit on bank balances and debt securities have been shown as other receivables as at June 30, 2024 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.

		Note	2024	2023
			------(Rupees in '000)------	
8	**PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY - RELATED PARTY**			
	Remuneration payable to the Management Company	8.1	3,521	3,958
	Sindh sales tax on remuneration payable to the Management Company	8.2	458	515
	Allocated expenses payable	8.3	-	1,210
	Selling and marketing expenses payable	8.4	4,549	6,454
	Federal Excise Duty on remuneration of the Management Company and sales load	8.5	2,808	2,808
	Sales and transfer load payable		7,606	3,236
	Sindh sales tax on sales and transfer load		989	421
	ADC charges payable including Sindh sales tax		932	250
			20,863	18,852

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates:

2024		2023
Rate applicable from March 14, 2024 to June 30, 2024	**Rate applicable from July 01, 2023 to March 13, 2024**	**Rate applicable from July 1, 2022 to June 30, 2023**
3.4% of net income subject to a floor and capping of 0.5% and 1.0% of average annual net assets)	8% of net income subject to floor and capping of 0.5% and 1.5% of average annual net assets	8% of net income subject to floor and capping of 0.5% and 1.5% of average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

8.2 During the year, an amount of Rs 6.633 million (2023: Rs 4.532 million) was charged on account of sales tax on management remuneration levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (2023: 13%).

8.3 In accordance with Regulation 60 of the NBFC Regulations, an asset management company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company based on its discretion has charged accounting and operational charges under the following rates:

2024		2023	
Rate applicable from March 14, 2024 to June 30, 2024	**Rate applicable from July 1, 2023 to March 13, 2024**	**Rate applicable from March 16, 2023 to June 30, 2023**	**Rate applicable from July 1, 2022 to March 15, 2023**
Nil	0.15% of average annual net assets	0.15% of average annual net assets	0.125% of average annual net assets

8.4 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at the following rates keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations.

2024				2023
Rate applicable from March 14, 2024 to June 30 , 2024	**Rate applicable from November 08, 2023 to March 13, 2024**	**Rate applicable from August 1, 2023 to November 07, 2023**	**Rate applicable from July 01, 2023 to July 31, 2023**	**Rate applicable from July 1, 2022 to June 30, 2023**
Nil	0.55% per annum of average daily net assets	0.65% per annum of average daily net assets	0.8% per annum of average daily net assets	0.8% per annum of average daily net assets

8.5 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Honourable Supreme Court of Pakistan (SCP) which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period till June 30, 2016 amounting to Rs 2.808 million (2023: Rs 2.808 million) is being retained in the financial statements of the Fund as the matter is pending before the SCP. Had the provision for FED not been made, the net asset value per unit of the Fund as at June 30, 2024 would have been higher by Re 0.0044 (2023: Re 0.0084) per unit.

8.6 During the year, the Securities and Exchange Commission of Pakistan (SECP) carried out onsite inspection of the Management Company and inspected, among other matters, the mechanism of chargeability of selling & marketing expenses and allocated expenses to the funds under its management. As a result of this inspection, SECP raised certain observations relating to the chargeability of such expenses by the Management Company to the funds under its management. The Board of Directors of the Management Company has responded to the observations highlighted by the SECP and the management is engaged with SECP in this regard. Accordingly, the impact of the SECP's observations, if any, is not determinable as at the reporting date.

	Note	2024	2023
		----(Rupees in '000)----	
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE - RELATED PARTY			
Remuneration payable to Trustee	9.1	356	198
Sindh sales tax payable on Trustee remuneration	9.2	46	26
Settlement charges payable		11	61
		413	285

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. Accordingly, the Fund has charged the Trustee fee at the rate of 0.075% per annum of the average annual net assets during the year (2023: 0.075% per annum).

9.2 During the year, an amount of Rs 0.404 million (2023: Rs 0.258 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh sales tax on Services Act, 2011 at the rate of 13% (2023: 13%).

	Note	2024	2023
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Fee payable	10.1	356	529

10.1 Under the provisions of the NBFC Regulations, a collective investment scheme is required to pay as annual fee to the SECP, an amount equal to 0.075% (2023: 0.02%) of the average annual net assets of the Fund.

Further, the Fund is required to pay the SECP fee within fifteen days of the close of every calendar month.

	2024	2023
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	683	583
Printing charges payable	80	72
Settlement charges payable	226	-
Bank charges payable	210	86
Withholding tax payable	37,166	22,188
Capital gain tax payable	1,368	2,690
Legal and professional charges payable	168	191
Other payable	27	72
	39,928	25,882

12 CONTINGENCIES AND COMMITMENTS

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

13 NUMBER OF UNITS IN ISSUE

	2024	2023
	----(Number of units)----	
Total units in issue at the beginning of the year	335,582,320	175,762,211
Add: units issued during the year	733,140,941	387,312,931
Less: units redeemed during the year	(429,127,303)	(227,492,822)
Total units in issue at the end of the year	639,595,958	335,582,320

14 AUDITORS' REMUNERATION

	2024	2023
	-------(Rupees in '000)-------	
Annual audit fee	542	451
Fee for half yearly review	224	173
Other certification	-	100
Out of pocket expenses	196	157
	962	881

15 TAXATION

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

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.

16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the year ended June 30, 2024 is 2.17% (2023: 2.68%) which includes 0.25% (2023: 0.20%) representing government levies on the Fund such as sales taxes and annual fee to the SECP etc. The TER excluding government levies is 1.92% (2023: 2.48%) which is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

17 DETAILS OF NON-COMPLIANT INVESTMENTS

The SECP vide Circular no. 7 of 2009 dated March 6, 2009, required all asset management companies to categorise funds under their management on the basis of criteria laid down in the circular. The Board has approved the category of the fund as 'Income Scheme'.

The SECP vide circular no. 16 dated July 07, 2010, prescribed specific disclosures for the scheme holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with investment requirements of their constitutive documents.

Following are the details of non-compliant investments:

Name of non-compliant investment	Non-compliance of clause	Type of investment	Value of investment before provision	Provision held, if any	Value of investment after provision	% of net assets	% of gross assets
			---------------- (Rupees in '000) ----------------				
Agritech Limited TFC II	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	147,492	(147,492)	-	-	-
Agritech Limited TFC V	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	22,180	(22,180)	-	-	-
Eden Housing Limited Sukuk (2nd Issue)	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Sukuks	19,688	(19,688)	-	-	-
New Allied Electronic Industries (Private) Limited - Sukuk II	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Sukuks	49,054	(49,054)	-	-	-
Saudi Pak Leasing Company Limited - TFC II	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	41,321	(41,321)	-	-	-
Worldcall Telecom Limited - TFC III	Rating is below investment grade as prescribed in clause 9 (v) of annexure of circular 7 of 2009	Term finance certificates	21,516	(21,516)	-	-	-
Total carrying value and accumulated impairment as at June 30, 2024			301,251	(301,251)	-	-	-
Total carrying value and accumulated impairment as at June 30, 2023			302,400	(302,400)	-	-	-

18 TOTAL DISTRIBUTION

The Fund is allowed to make distribution on a daily basis and re-invest the distributed dividend as per clause 5.2 of the Offering Document. During the year ended June 30, 2024, the Management Company on behalf of the Fund, decided to distribute income as dividend on a daily basis from May 18, 2024 till June 30, 2024 aggregating to Rs. 149.290 million after deducting applicable taxes.

Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees
May 18, 2024	0.0117	May 29, 2024	0.0057	June 09, 2024	0.0057	June 20, 2024	0.0056
May 19, 2024	0.0057	May 30, 2024	0.0056	June 10, 2024	0.0056	June 21, 2024	0.0055
May 20, 2024	0.0057	May 31, 2024	0.0056	June 11, 2024	0.0058	June 22, 2024	0.0055
May 21, 2024	0.0056	June 01, 2024	0.0069	June 12, 2024	0.0060	June 23, 2024	0.0056
May 22, 2024	0.0058	June 02, 2024	0.0056	June 13, 2024	0.0057	June 24, 2024	0.0055
May 23, 2024	0.0057	June 03, 2024	0.0056	June 14, 2024	0.0057	June 25, 2024	0.0056
May 24, 2024	0.0057	June 04, 2024	0.0056	June 15, 2024	0.0057	June 26, 2024	0.0056
May 25, 2024	0.0057	June 05, 2024	0.0058	June 16, 2024	0.0056	June 27, 2024	0.0056
May 26, 2024	0.0057	June 06, 2024	0.0057	June 17, 2024	0.0055	June 28, 2024	0.0057
May 27, 2024	0.0056	June 07, 2024	0.0057	June 18, 2024	0.0056	June 29, 2024	0.0059
May 28, 2024	0.0057	June 08, 2024	0.0057	June 19, 2024	0.0056	June 30, 2024	0.0059

19 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

19.1 Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and 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, directors and key management personnel of the Management Company and other associated companies. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

19.2 Transactions with related parties / connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with related parties / connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

19.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

19.5 Allocated expenses and selling and marketing expenses are reimbursed by the Fund to the Management Company subject to the maximum prescribed Total Expense Ratio.

19.6 Details of transactions with related parties / connected persons during the year are as follows:	**2024**	**2023**
	-------- Rupees in '000 --------	
NBP Fund Management Limited - the Management Company		
Remuneration of NBP Fund Management Limited - the Management Company	51,024	34,865
Sindh sales tax on remuneration of the Management Company	6,633	4,532
Sales load paid	27,147	23,233
Sindh sales tax on sales load paid	3,529	3,020
Reimbursement of allocated expenses	4,017	3,541
Reimbursement of selling and marketing expenses	16,429	21,146
ADC charges including Sindh sales tax	915	417
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of the Central Depository Company of Pakistan Limited - the Trustee	3,107	1,982
Sindh sales tax on remuneration of the Trustee	404	258
Settlement charges	81	301
National Bank of Pakistan - Parent company		
Profit on savings account	30	-
Employees of the Management Company		
Dividend re-invested: 135,005 units (2023: 18,471 units)	1,337	182
Units issued: 4,320,490 units (2023: 1,332,261 units)	43,446	13,659
Units redeemed: 4,005,868 units (2023: 2,247,402 units)	40,650	22,827
NBP Employees Pension Fund - unit holder with more than 10% holding		
Dividend re-invested: 18,959,117 units (2023: 13,654,262 units)	187,697	134,348
Portfolio managed by Management Company		
Dividend re-invested: 7 units (2023: 4 units)*	-	-
Fauji Fertilizer Company Limited - common directorship		
Units redeemed: Nil (2023: 37 units) *	-	-
Defence Housing Authority Lahore - unit holder with more than 10% holding		
Dividend re-invested: 2,264,384 units (2023: Nil)	21,559	
Units issued: 100,975,495 units (2023: Nil)	1,000,000	-

	2024	2023
	-------- Rupees in '000 --------	
K.T.H CP Fund (M.T.I) - unit holder with more than 10% holding		
Dividend re-invested: 13,436,580 units (2023: Nil)	120,582	-
Units issued: 18,605,212 units (2023: 74,076,712 units)	340,158	742,148
Units redeemed: 1,344,665 units (2023: 48,390,977 units)	14,708	549,066
K-Electric Limited		
Purchase of corporate sukuk certificates	-	145,000
Income on corporate sukuk certificates	-	12,923

19.7 Amounts / balances outstanding as at year end:

	2024	2023
NBP Fund Management Limited - the Management Company		
Remuneration payable to the Management Company	3,521	3,958
Sindh sales tax on remuneration of the Management Company	458	515
Allocated expenses payable	-	1,210
Selling and marketing expenses payable	4,549	6,454
Sales and transfer load payable	7,606	3,236
Sindh sales tax on sales and transfer load	989	421
Federal Excise Duty on remuneration of the Management Company and sales load	2,808	2,808
ADC charges payable including Sindh sales tax	932	250
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of the Trustee	356	198
Sindh sales tax on remuneration of the Trustee	46	26
Settlement charges payable	11	61
Security deposit	100	100
National Bank of Pakistan - Parent company		
Bank balance	2,439	2,262
Profit receivable	36	-
Employees of the Management Company **		
Units held: 641,480 units (2023: 158,009 units)	6,347	1,563
Portfolio managed by the Management Company		
Units held: 44 units (2023: 37 units) *	-	-
NBP Employees Pension Fund - unit holder with more than 10% holding		
Units held: 119,983,074 units (2023: 101,023,957 units)	1,187,233	999,632
Muhammad Ali Murtaza		
Units held: 1 unit (2023: 1 unit) *	-	-

	2024	2023
	-------- Rupees in '000 --------	
Telenor Microfinance Bank Limited - common directorship		
Bank balance	7	6
Profit receivable on bank balance	2	2
Defence Housing Authority Lahore - unit holder with more than 10% holding		
Units held: 103,239,879 units (2023: Nil)	1,021,559	-
K.T.H CP Fund (M.T.I) - unit holder with more than 10% holding		
Units held: 87,654,239 units (2023: 56,957,112 units)	867,339	563,591

* Nil due to rounding off.

** This reflects the position of the related party / connected person status as at June 30, 2024.

20 FINANCIAL INSTRUMENTS BY CATEGORY

	2024		
	At amortised cost	At fair value through profit or loss	Total
	------------------- (Rupees in '000) -------------------		
Financial assets			
Bank balances	5,557,517	-	5,557,517
Investments	-	124,299	124,299
Receivable against Margin Trading System (MTS)	-	617,925	617,925
Profit receivable	89,190	-	89,190
Deposits	718	-	718
	5,647,425	742,224	6,389,649
Financial liabilities			
Payable to NBP Fund Management Limited - the Management Company	20,863	-	20,863
Payable to Central Depository Company of Pakistan Limited - the Trustee	413	-	413
Payable against redemption of units	-	-	-
Accrued expenses and other liabilities	1,394	-	1,394
	22,670	-	22,670

	2023		
	At amortised cost	At fair value through profit or loss	Total
	------------------- (Rupees in '000) -------------------		
Financial assets			
Bank balances	3,321,680	-	3,321,680
Investments	-	-	-
Profit receivable	55,319	-	55,319
Deposits	450	-	450
	3,377,449	-	3,377,449

	2023		
	At amortised cost	At fair value through profit or loss	Total
	------------------- (Rupees in '000) -------------------		
Financial liabilities			
Payable to NBP Fund Management Limited - the Management Company	18,852	-	18,852
Payable to Central Depository Company of Pakistan Limited - the Trustee	224	-	224
Payable against redemption of units	12,015	-	12,015
Accrued expenses and other liabilities	1,065	-	1,065
	32,156	-	32,156

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The risk management policy of the Fund aims to maximise the return attributable to the unit holders and seeks to minimise potential adverse effects on the Fund's financial performance. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund, the NBFC Regulations and the directives issued by the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

21.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of the changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee and regulations laid down by the SECP.

Market risk comprises of three types of risk: profit rate risk, currency risk and price risk.

21.1.1 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2024, the Fund is exposed to such risk on its balances held with banks, market treasury bills and receivable against Margin Trading System (MTS). The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds bank balances and receivable against Margin Trading System (MTS) which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 61.754 million (2023: Rs. 33.217 million).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund holds market treasury bills which expose the Fund to cash flow interest rate risk. In case of 100 basis points decrease / increase in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 1.243 million (2023: Nil).

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

Profit rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet financial instruments is based on the settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2024 can be determined as follows:

	2024					
	Effective profit rate (%)	Exposed to profit rate risk: Up to three months	Exposed to profit rate risk: More than three months and up to one year	Exposed to profit rate risk: More than one year	Not exposed to profit rate risk	Total
		---------- (Rupees in '000) ----------				
On balance sheet financial instruments						
Financial assets						
Bank balances	18.50% - 21.25%	5,557,517	-	-	-	5,557,517
Investments	20.96%	124,299	-	-	-	124,299
Receivable against Margin Trading System		-	-	-	617,925	617,925
Profit receivable		-	-	-	89,190	89,190
Deposits		-	-	-	718	718
		5,681,816	-	-	707,833	6,389,649
Financial liabilities						
Payable to NBP Fund Management Limited - the Management Company		-	-	-	20,863	20,863
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	413	413
Accrued expenses and other liabilities		-	-	-	1,394	1,394
		-	-	-	22,670	22,670
On-balance sheet gap		5,681,816	-	-	685,163	6,366,979
Total interest rate sensitivity gap		5,681,816	-	-	685,163	6,366,979
Cumulative interest rate sensitivity gap		5,681,816	5,681,816	5,681,816		

	2023					
	Effective profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
		Up to three months	More than three months and up to one year	More than one year		
		------------------------ (Rupees in '000) ------------------------				
On balance sheet financial instruments						
Financial assets						
Bank balances	19.50% - 22.60%	3,321,680	-	-	-	3,321,680
Investments		-	-	-	-	-
Profit receivable		-	-	-	55,319	55,319
Deposits		-	-	-	450	450
		3,321,680	-	-	55,769	3,377,449
Financial liabilities						
Payable to NBP Fund Management Limited - the Management Company		-	-	-	18,852	18,852
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	224	224
Payable against redemption of units		-	-	-	12,015	12,015
Accrued expenses and other liabilities		-	-	-	1,065	1,065
		-	-	-	32,156	32,156
On-balance sheet gap		3,321,680	-	-	23,613	3,345,293
Total interest rate sensitivity gap		3,321,680	-	-	23,613	3,345,293
Cumulative interest rate sensitivity gap		3,321,680	3,321,680	3,321,680		

21.1.2 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

21.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Fund does not have any financial instruments which are subject to price risk as of June 30, 2024.

The Fund does not hold any instruments that expose it to price risk as of June 30, 2024 and June 30, 2023.

21.2 Credit risk

21.2.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	2024		2023	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	---------- Rupees in '000 ----------			
Bank balances	5,557,517	5,557,517	3,321,680	3,321,680
Investments	124,299	-	-	-
Receivable against Margin Trading System	617,925	617,925	-	-
Profit receivable	89,190	89,190	55,319	55,319
Deposits	718	718	450	450
	6,389,649	6,265,350	3,377,449	3,377,449

The maximum exposure to credit risk before any credit enhancement as at June 30, 2024 is the carrying amount of the financial assets. Investment in government securities, however, are not exposed to credit risk and have been excluded from the above analysis as these are guaranteed by the Government of Pakistan.

21.2.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, profit accrued thereon and receivable against the margin trading system. The credit rating profile of balances with banks and profit accrued thereon is as follows:

Rating	% of financial assets exposed to credit risk	
	2024	2023
Bank balances and accrued profit thereon		
AAA	-	0.88%
AA+	1.29%	0.08%
AA-	85.38%	79.87%
AA	0.25%	0.09%
A+	2.31%	18.97%
A-	0.01%	0.09%
A	-	0.01%

21.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic and industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. As transactions are entered with credit worthy parties and are within the regulatory limits, therefore any significant concentration of credit risk is mitigated.

All financial assets of the Fund as at June 30, 2024 and June 30, 2023 are unsecured and are not impaired.

21.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to daily cash redemptions at the option of the unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed of and are considered readily realisable.

As per the NBFC Regulations, the Fund can borrow in the short term to ensure settlement, the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund. However, no borrowing was required to be obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summaries the maturity profile of the Fund's financial liabilities. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the liabilities that are payable on demand have been included in the maturity grouping of one month.

	2024						
	Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total
	Rupees in '000						
Financial liabilities							
Payable to NBP Fund Management Limited - the Management Company	20,863	-	-	-	-	-	20,863
Payable to Central Depository Company of Pakistan Limited - the Trustee	413	-	-	-	-	-	413
Accrued expenses and other liabilities	711	683	-	-	-	-	1,394
	21,987	683	-	-	-	-	22,670

	2023						
	Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total
	Rupees in '000						
Financial liabilities							
Payable to NBP Fund Management Limited - the Management Company	18,852	-	-	-	-	-	18,852
Payable to Central Depository Company of Pakistan Limited - the Trustee	224	-	-	-	-	-	224
Payable against redemption of units	12,015	-	-	-	-	-	12,015
Accrued expenses and other liabilities	482	583	-	-	-	-	1,065
	31,573	583	-	-	-	-	32,156

22 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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 on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

22.1 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).

As at June 30, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair values:

	2024			
ASSETS	Level 1	Level 2	Level 3	Total
	---------------------------- Rupees in '000 ----------------------------			
Financial assets - at fair value through profit or loss				
Receivable against Margin Trading System*	-	617,925	-	617,925
Government securities - Market Treasury Bills	-	124,299	-	124,299
	-	742,224	-	742,224

	2023			
ASSETS	Level 1	Level 2	Level 3	Total
	---------------------------- Rupees in '000 ----------------------------			
Financial assets - at fair value through profit or loss				
Receivable against Margin Trading System*	-	-	-	-
Government securities - Market Treasury Bills	-	-	-	-
	-	-	-	-

23 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the "Statement of Movement in Unit Holders' Fund".

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 21, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

24 UNIT HOLDING PATTERN OF THE FUND

Category	------ 2024 ------			------ 2023 ------		
	Number of unit holders	Investment amount	Percentage of total	Number of unit holders	Investment amount	Percentage of total
		(Rupees in '000)			(Rupees in '000)	
Individuals	2,380	2,478,709	39.18%	2,045	1,542,549	46.46%
Retirement funds	8	1,412,476	22.32%	7	1,180,536	35.55%
Public limited companies	2	226,126	3.57%	1	-*	-*
Others	22	2,211,493	34.93%	15	597,495	17.99%
	2,412	6,328,804	100%	2,068	3,320,580	100%

*Nil figures due to rounding off.

25 LIST OF BROKERS BY PERCENTAGE OF COMMISSION PAID

------ 2024 ------		------ 2023 ------	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Summit Capital (Private) Limited	47.65%	Magenta Capital (Private) Limited	70.30%
Invest One Markets Limited	23.30%	Optimus Market (Private) Limited	15.65%
Magenta Capital (Private) Limited	23.24%	Continental Exchange (Private) Limited	10.28%
Bright Capital (Private) Limited	4.18%	Bright Capital (Private) Limited	3.77%
BMA Capital Management Limited	1.63%		
	100%		100%

25.1 The Fund has traded with only the above mentioned five brokers during the year ended June 30, 2024 (2023: four brokers).

26 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience in years
Dr. Amjad Waheed	Chief Executive Officer	MBA / Doctorate in Business Administration / CFA	36
Asim Wahab Khan	Chief Investment Officer	CFA	18
Salman Ahmed (Note 26.1)	Head of Fixed Income	CFA	19
Hassan Raza	Head of Research	ACCA / BSC / CFA	13
Usama Bin Razi	Senior Manager - Fixed Income	BE, MBA	20

26.1 The name of the Fund Manager is Salman Ahmed. Other funds being managed by the Fund Manager are as follows:

- NBP Money Market Fund
- NBP Riba Free Savings Fund
- NBP Islamic Mahana Amdani Fund

- NBP Islamic Savings Fund
- NBP Islamic Income Fund
- NBP Islamic Money Market Fund
- NBP Islamic Mustahkam Fund
- NBP Government Securities Liquid Fund
- NBP Government Securities Savings Fund
- NBP Mahana Amdani Fund
- NBP Financial Sector Income Fund
- NBP Income Opportunity Fund
- NBP Income Fund of Fund
- NBP Islamic Daily Dividend Fund
- NBP Mustahkam Fund
- NBP Mustahkam Fund - II
- NBP Government Securities Fund - I
- NBP Islamic Government Securities Fund - I

27 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The 92nd, 93rd, 94th, 95th, 96th and 97th Board Meetings were held on July 12, 2023, September 15, 2023, September 23, 2023, October 30, 2023, February 29, 2024 and April 25, 2024, respectively. Information in respect of attendance by directors in the meetings is given below:

Name of Directors	Number of meetings			Meetings not attended
	Held	Attended	Leave granted	
Shaikh Muhammad Abdul Wahid Sethi	6	6	-	-
Tauqeer Mazhar	6	5	1	94th Meeting
Mehnaz Salar	6	6	-	-
Ali Saigol	6	6	-	-
Imran Zaffar	6	5	1	92nd Meeting
Khalid Mansoor	6	6	-	-
Saad Amanullah Khan	6	6	-	-
Ruhail Muhammad	6	6	-	-
Dr. Amjad Waheed	6	6	-	-

28 GENERAL

28.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

28.2 Corresponding figures have been re-classified and re-arranged in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications have been made in these financial statements during the current year.

29 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on _______________.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

PERFORMANCE TABLE

Particulars	For the year ended June 30, 2024	For the year ended June 30, 2023	For the year ended June 30, 2022	For the year ended June 30, 2021	For the year ended June 30, 2020	For the year ended June 30, 2019
Net assets (Rs. '000')	6,328,804	3,320,580	1,728,355	1,532,005	1,694,570	1,003,926
Net Income / (loss) (Rs. '000')	833,141	413,236	135,958	99,643	129,128	83,840
Net Asset Value per units (Rs.)	9.8950	9.8950	9.8335	9.8076	9.7943	9.7759
Offer price per unit	10.2304	10.2304	9.9414	9.9168	9.9050	9.8864
Redemption price per unit	9.8950	9.8950	9.8335	9.8076	9.7943	9.7759
Ex - Highest offer price per unit (Rs.)	10.2304	10.2304	10.8226	9.9168	9.9050	10.7662
Ex - Lowest offer price per unit (Rs.)	8.3809	8.6030	9.0897	9.3071	8.7363	9.8682
Ex - Highest redemption price per unit (Rs.)	9.8950	9.8950	9.8335	9.8076	9.7943	10.6459
Ex - Lowest redemption price per unit (Rs.)	8.1062	8.5069	8.9898	9.2022	8.7363	9.7579
Fiscal Year Opening Ex NAV	8.1020	8.5037	8.9882	9.2006	8.7337	9.7548
Total return of the fund	22.06%	16.36%	9.40%	6.60%	12.11%	9.30%
Capital growth	0.68%	0.72%	0.29%	0.14%	0.18%	0.16%
Income distribution as % of Ex-NAV	21.38%	15.64%	9.12%	6.45%	11.94%	9.14%
Income distribution as % of Par Value	21.16%	15.38%	8.94%	6.32%	11.67%	8.91%
Interim distribution per unit	2.1159	1.5377	0.8941	0.6320	1.1669	0.8911
Final distribution per unit						
Distribution dates						
Interim		6/21/2023	24-Jun-22	24-Jun-21	24-Jun-20	24-Jun-19
Final						
Average annual return (launch date 28-03-08)						
(Since inception to June 30, 2024)	**7.25%**					
(Since inception to June 30, 2023)		**6.35%**				
(Since inception to June 30, 2022)			5.70%			
(Since inception to June 30, 2021)				5.40%		
(Since inception to June 30, 2020)					5.31%	
(Since inception to June 30, 2019)						4.70%
(Since inception to June 30, 2018)						
Portfolio Composition (Please see Fund Manager Report)						
Weighted average portfolio duration	6 Days	1 Day	4 Days	4 Days	12 Days	

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