NBP FUNDS
Managing Your Savings

Islamic Savings

Aitemaad اعتماد سود سے پاک

اسلامک سیونگز

AM1
Rated by PACRA

NBP ISLAMIC SARMAYA IZAFA FUND

QUARTERLY REPORT
MARCH 31, 2020

MISSION STATEMENT

To rank in the top quartile

in performance of

NBP FUNDS

relative to the competition,

and to consistently offer

Superior risk-adjusted returns to investors.

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
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

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

Bankers to the Fund

Habib Bank Limited (Islamic)
United Bank Limited (Ameen)
Bank Al Habib Limited (Islamic)
Meezan Bank Limited
Bank Islami (Pakistan) Limited
Sindh Bank Limited (Saadat)
MCB Bank Limited (Islamic)
Dubai Islamic Bank Limited
Bank Alfalah Limited (Islamic)
Soneri Bank Limited (Mustaqeem)
Habib Metro Bank Limited (Islamic)
Allied Bank Limited (Islamic)
Silk Bank Limited (Emaan)
National Bank of Pakistan

Auditors

Deloitte Yousuf Adil
Chartered Accountants
Cavish Court,
A-35, Block 7 & 8,
KCHSU, Sharae Faisal
Karachi-75350 Pakistan.

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

DIRECTORS' REPORT

The Board of Directors of **NBP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Islamic Sarmaya Izafa Fund (NISIF)** (Formerly: NAFA Islamic Asset Allocation Fund) (NIAAF) for the period ended March 31, 2020.

Fund's Performance

The size of NBP Islamic Sarmaya Izafa Fund (Formerly: NAFA Islamic Asset Allocation Fund) has decreased from Rs. 6,855 million to Rs. 4,212 million during the period, i.e. a decrease of 39%. During the period, the unit price (NAV) of NBP Islamic Sarmaya Izafa Fund has decreased from Rs. 13.7410 on June 30, 2019 to Rs. 13.1501 on March 31, 2020, thus showing a decrease of 4.3%. The Benchmark has decreased by 3.5% during the same period. Thus, the Fund has underperformed its Benchmark by 0.8% during the period under review. Since inception the NAV of the Fund has increased from Rs.3.8230 (Ex-Div) on October 26, 2007 to Rs. 13.1501 on March 31, 2020, thus showing an increase of 244.0%. During the said period, the Benchmark increased by 136.8%, translating into outperformance of 107.2%. This performance is net of management fee and all other expenses.

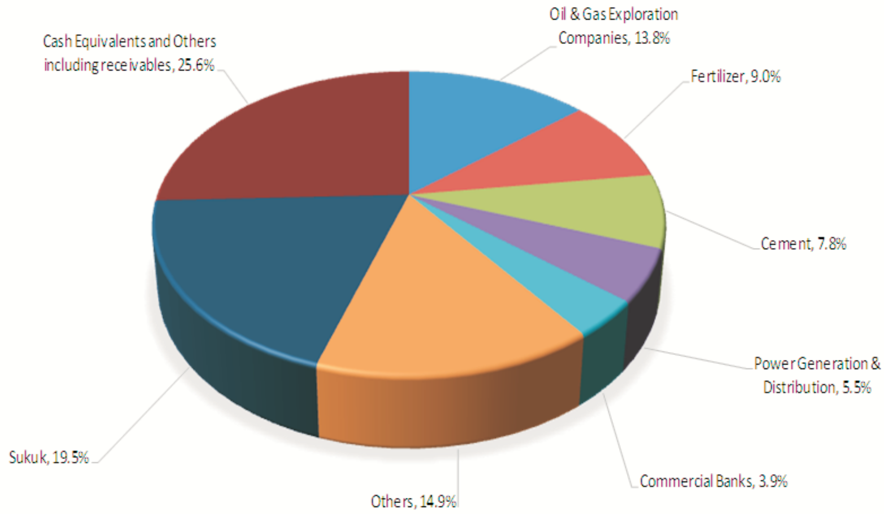
During 9MFY20, amid heightened volatility, the stock market depicted dismal performance as reflected by a large 16.8% decline in the benchmark KMI-30 Index. The market started the year on a faltering note initially on account of concerns on the economic front and later on due to deteriorating Pakistan-India relations over the repeal of article 370 in the Indian-occupied Kashmir. Resultantly, panic selling sent the Index to a multi-year low level of 44,929 points on August 16th that opened-up valuation gap in the broader part of the market. However, as the threat of armed conflict between India and Pakistan subsided, attractive valuations and mitigation of risks on the balance of payment position with signing of USD 6 billion Extended Funds facility (EFF) and substantial financial support from the friends of Pakistan triggered value buying in the market. The market sentiment was further uplifted by significant improvement in external account position. The current account balance for the first time in 42 months turned into surplus in Oct-19 and the monthly CAD averaged USD 366 million during July'19 to Feb'20 period, down massively by 70% on a year-on-year basis. Capital flows from the multilateral agencies and portfolio inflows in the government securities also rejuvenated the sentiment. The market also celebrated the steep decline in yields on the government securities on the expectation of commencement of monetary easing cycle. As a result, the KMI-30 Index surged by a massive 58% from August 16th, 2019 to its recent peak on January 10th, 2020. Then, things started to reverse, initially, concerns over delay of 3rd tranche from the IMF due to noncompliance of Performance Criteria under EFF, fear of mini budget to meet expected revenue shortfalls, and reversal of hot money from T-Bills started to weigh on the stock market sentiment. It was however the fear of spread of the Coronavirus and the ensuing lockdown/shutdown of the business activity that caused indiscriminate selling in the stock market. Consequently, the market tumbled by 36.4% from its peak in January till March end.

During the period under review, in terms of sectoral performance, Cements, Chemicals, Engineering, Fertilizers, Pharmaceuticals, Food & Personal Care and Glass & Ceramics out-performed the market, while Automobile Assemblers, Commercial Banks, Insurance, Oil & Gas Exploration, Oil & Gas Marketing, Textile Composite, and Power Generation & Distribution lagged behind. Regarding the participant-wise activity, Individuals remained major buyers with net inflows of USD 144 million, along with Insurance Companies that accumulated positions worth USD 94 million. On the other hand, Foreign investors were the major sellers in the market, offloading positions worth USD 130 million. Likewise, Mutual Funds, and Banks/DFIs were net sellers with net outflows of USD 85 million, and USD 48 million, respectively.

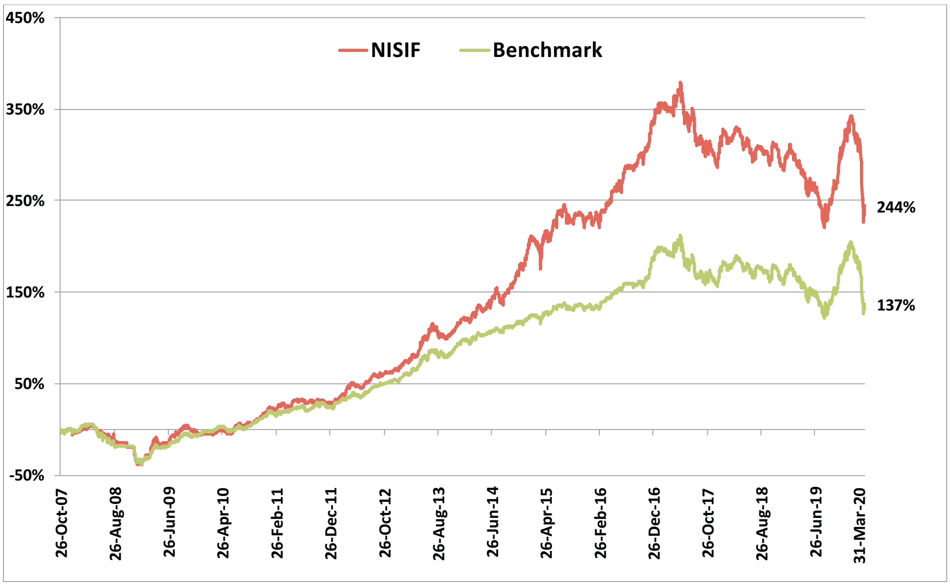
During 9MFY20, the State Bank of Pakistan (SBP) held six Monetary Policy Committee (MPC) meetings. In its first meeting in July 2019, the Policy Rate was increased by 100bps to 13.25% with the objective to curtail inflationary pressure. Thenceforth the central bank maintained tight monetary policy stance and left the key benchmark unchanged in the subsequent three MPC meetings. In its meeting on March 17th, 2020 and again on March 24th, 2020 the SBP slashed the Policy Rate by a cumulative 225bps to 11%; owing to improved inflation outlook, sharp fall in the global oil prices, and economic fallout from the Coronavirus pandemic.

During the period under review, the market witnessed issuance of a decent size of corporate sukuks and Shariah Compliant commercial papers to meet the increasing funding need for fixed capital investments and working capital, respectively. In the secondary market, the trading activity in corporate Sukuks remained around Rs. 19 billion compared to Rs.9 billion, during the same period last year.

The Fund has incurred a loss of Rs. 98.95 million during the period. After accounting for total expenses of Rs. 137.11 million, the total loss is Rs. 236.06 million. The asset allocation of the Fund as on March 31, 2020 is as follows:



NISIF Performance versus Benchmark (Since Inception)



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 **Director**

Date: April 27, 2020
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نوماہی کے لئے NBP اسلامک سرمایہ اضافہ فنڈ (سابقہ: NAFA اسلامک ایسٹ ایلوکیشن فنڈ)(NISIF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NBP اسلامک سرمایہ اضافہ فنڈ (سابقہ: NAFA اسلامک ایسٹ ایلوکیشن فنڈ) کا سائز اس مدت میں 6,855 ملین روپے سے کم ہوکر 4,212 ملین روپے ہوگیا، یعنی 39% کی کمی۔ اس مدت کے دوران، NBP اسلامک سرمایہ اضافہ فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 13.7410 روپے سے کم ہوکر 31 مارچ 2020ء کو 13.1501 روپے ہوگئی، لہٰذا 4.3% کی کمی ہوئی۔ اسی مدت کے دوران بنچ مارک کم ہوکر 3.5% ہوگیا تھا۔ لہٰذا فنڈ کی کارکردگی زیرِ جائزہ مدت کے دوران اپنے بنچ مارک سے 0.8% ابتر رہی۔ اپنے قیام کے بعد 26 اکتوبر 2007 سے فنڈ کا NAV 3.8230 روپے (EX-Div) سے بڑھ کر 31 مارچ 2020ء کو 13.1501 روپے ہوگئی، یعنی 244.0% کا اضافہ ہوا۔ اس مدت کے دوران بنچ مارک 136.8% سے بڑھا۔ لہٰذا فنڈ نے 107.2% کی بہتر کارکردگی دکھائی۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

مالی سال 2020 کی نوماہی میں، تیز اتار چڑھاؤ کے ساتھ اسٹاک مارکیٹ نے مایوس کن کارکردگی کا مظاہرہ کیا جیسا کہ KMI-30 انڈیکس بینچ مارک میں بڑے پیمانہ کی کمی 16.8 فیصد سے ظاہر ہوتا ہے۔ مارکیٹ نے اقتصادی محاذ پر تشویش پائے جانے اور بعد میں ہندوستان کے مقبوضہ کشمیر میں آرٹیکل 370 کی منسوخی پر پاک بھارت تعلقات خراب ہونے کی وجہ سے منفی رجحان سے سال کا آغاز کیا۔ نتیجتاً، خوف و ہراس میں فروخت کی وجہ سے 16 اگست 2019ء کو انڈیکس کثیر سالہ کی کم ترین سطح 44,929 پوائنٹس تک پہنچ گیا جس نے مارکیٹ کے بڑے حصہ میں قیمت کے خلاء کو واضح کردیا۔ تاہم، جیسے ہی بھارت اور پاکستان کے مابین مسلح تصادم کا خطرہ کم ہوا، 6 بلین ڈالر کے توسیعی فنڈز کی سہولت (EFF) پر دستخط اور ادائیگی کی پوزیشن میں توازن سے پرکشش تشخیص اور خطرات کی تخفیف ہوئی اور پاکستان کے دوست ممالک کی طرف سے خاطر خواہ مالی مدد نے مارکیٹ میں قیمت خرید کو متحرک کردیا۔ بیرونی اکاؤنٹ کی پوزیشن میں نمایاں بہتری کی وجہ سے مارکیٹ کے جذبات کو مزید تقویت ملی۔ کرنٹ اکاؤنٹ بیلنس پہلی بار 42 مہینوں میں اکتوبر 19 میں سرپلس میں بدل گیا اور ماہانہ کرنٹ اکاؤنٹ خسارہ (CAD) اوسطاً 366 ملین امریکی ڈالر، جولائی 19 تا فروری 20 کے دوران سالانہ بنیادوں پر بڑے پیمانے پر 70 فیصد کم ہوا۔ کثیر الجہتی ایجنسیوں کی طرف سے سرمائے اور گورنمنٹ سیکیورٹیز میں پورٹ فولیو کی آمد نے بھی جذبات کو اُبھارا۔ متوقع مانیٹری نرمی کے آغاز پر مارکیٹ نے گورنمنٹ سیکیورٹیز کے منافع میں بھی شدید کمی کو سراہا۔ نتیجے کے طور پر، KMI-30 انڈیکس میں 16 اگست 2019 سے بڑے پیمانے پر 58 فیصد کا اضافہ ہوا، 13 جنوری 2020 کو اپنی موجودہ بلند ترین سطح پر آ گیا۔ پھر، معاملات الٹے ہونا شروع ہوگئے، جس کی بنیادی وجہ EFF کے تحت کارکردگی کے معیار کی عدم تعمیل کی وجہ سے آئی ایم ایف سے تیسری قسط کی تاخیر کے خدشات، متوقع آمدن کی کمی کو پورا کرنے کے لئے منی بجٹ کا خوف، اور (T-Bills) سے ہاٹ منی کے واپس جانے سے اسٹاک مارکیٹ کے جذبات پر دباؤ آنے لگا۔ تاہم کورونا وائرس کے پھیلاؤ اور اس کے بعد ہونے والے لاک ڈاون/ کاروباری سرگرمی کے بند ہونے کا خوف جس کی وجہ سے اسٹاک مارکیٹ میں اندھا دھند فروخت ہوئی۔ اس کے نتیجے میں، جنوری تا مارچ کے آخر تک مارکیٹ اپنے عروج سے 36.4 فیصد تک گر گئی۔

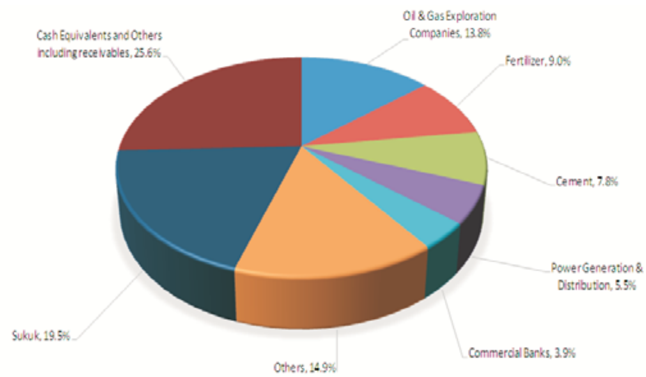
زیرِ جائزہ مدت کے دوران، شعبہ جاتی کارکردگی کے تناظر میں سیمنٹ، کیمیکلز، انجینئرنگ، فرٹیلائزر، فارماسیوٹیکلز، خوراک اور پرسنل کیئر اور شیشے اور سرامکس نے مارکیٹ میں بہتر کارکردگی کا مظاہرہ کیا جبکہ آٹوموبائل، کمرشل بینک، انشورنس، تیل اور گیس ایکسپلوریشن، تیل اور گیس مارکیٹنگ، ٹیکسٹائل کمپوزٹ، پاور جنریشن اور ڈسٹری بیوشن نے ان کی پیروی کی۔ شریک وار کارکردگی کے تناظر میں انفرادی سرمایہ کار 144 ملین ڈالر کے مجموعی ان فلو کے ساتھ بڑے خریدار رہے جب کہ انشورنس کمپنیوں نے 94 ملین ڈالر کے ساتھ پوزیشن مستحکم کی۔ دوسری جانب، غیر ملکی سرمایہ کار 130 ملین امریکی ڈالر کے ساتھ بڑے فروخت کنندہ رہے اسی طرح میوچل فنڈز اور بینک/DFI بالترتیب 85 ملین ڈالر اور 48 ملین ڈالر کے آؤٹ فلو کے ساتھ خالص فروخت کنندگان رہے۔

مالی سال 2020 کی نوماہی میں اسٹیٹ بینک آف پاکستان نے چھ مانیٹری پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 2019ء میں منعقدہ مانیٹری پالیسی کے اپنے پہلے اجلاس میں پالیسیکی شرح کو بحساب 100bps سے بڑھا کر 13.25 فی صد کر دیا۔ اس کے بعد مرکزی بینک نے سخت معاشی پالیسی کا مؤقف برقرار رکھا اور اس کے بعد ہونے والی تین MPC اجلاسوں میں کلیدی معیار تبدیل نہیں کیا۔ 17 مارچ، 2020 کو اور پھر 24 مارچ، 2020 کو اپنے اجلاس میں اسٹیٹ بینک نے افراط زر کی صورتحال میں بہتری، تیل کی عالمی قیمتوں میں تیزی سے کمی اور کورونا وائرس وبائی مرض سے معاشی خرابی کی وجہ سے پالیسی کی شرح میں بحساب 225bps سے کمی کر کے مجموعی طور پر 11 فیصد کر دیا۔

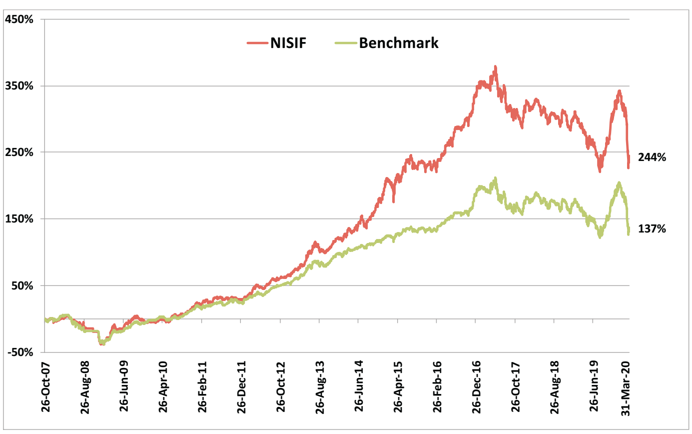
زیر جائزہ مدت کے دوران، مارکیٹ میں بالترتیب فکسڈ کیپٹل سرمایہ کاری اور ورکنگ سرمایہ کے لئے بڑھتی ہوئی فنڈنگ کی ضروریات کو پورا کرنے کے لئے کارپوریٹ سکوک اور شریعہ کمپلینٹ کمرشل پیپرز کے ایک معقول سائز کے اجراء کا مشاہدہ کیا گیا۔ ثانوی مارکیٹ میں، کارپوریٹ سکوک میں تجارت 19 بلین روپے رہی جو کہ گذشتہ سال کی اسی مدت کے دوران 9 بلین روپے تھی۔

NBP اسلامک سرمایہ اضافہ فنڈ کو اس مدت کے دوران 98.95 ملین روپے کا خسارہ ہوا۔ 137.11 ملین روپے کے اخراجات منہا کرنے کے بعد خالص نقصان 236.06 ملین روپے ہے۔

31 مارچ 2020ء کو فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



NISIF کی کارکردگی بمقابلہ بینچ مارک



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 | **ڈائریکٹر**

تاریخ: 27 اپریل 2020ء

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2020

	Note	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
		---------- Rupees in '000 ---------	
ASSETS			
Balances with banks		**1,149,819**	2,798,299
Investments	4	**3,131,246**	4,042,624
Profit accrued and dividend receivable		**55,728**	49,921
Receivable against sale of investment		**-**	123,522
Receivable against transfer of units		**20,740**	-
Advances, deposits, prepayments and other receivables		**6,010**	5,424
Total assets		**4,363,543**	7,019,790
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		**47,705**	61,288
Payable to Central Depository Company of Pakistan Limited - Trustee		**554**	784
Payable to the Securities and Exchange Commission of Pakistan		**823**	9,494
Payable against redemption of units		**3,903**	-
Accrued expenses and other liabilities		**99,048**	92,851
Total liabilities		**152,033**	164,417
NET ASSETS		**4,211,510**	6,855,373
Unit holders' funds (As per statement attached)		**4,211,510**	6,855,373
CONTINGENCIES AND COMMITMENTS	5		
		-------- Number of units --------	
NUMBER OF UNITS IN ISSUE		**320,263,375**	498,898,266
		Rupees	**Rupees**
NET ASSET VALUE PER UNIT		**13.1501**	13.7410

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Note	Nine months Ended		Quarter Ended	
		March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
		---(Rupees in '000)---			
INCOME					
Gain / (Loss) on sale of investments - net		**37,239**	(280,130)	**102,873**	(72,562)
Income from sukuk bonds		**77,709**	-	**29,988**	-
Profit on bank deposits		**125,295**	366,093	**38,968**	104,539
Dividend income		**154,405**	196,834	**18,810**	44,611
Unrealised (diminution) /appreciation on revaluation of investments carried at fair value through profit or loss - net		**(493,598)**	(428,216)	**(1,200,604)**	218,097
Total (loss) / Income		**(98,950)**	(145,419)	**(1,009,965)**	294,685
EXPENSES					
Remuneration of the Management Company		**62,718**	160,351	**20,529**	48,417
Sindh sales tax on Management Fee		**8,153**	20,846	**2,668**	6,295
Remuneration of the Trustee		**4,864**	8,768	**1,617**	2,667
Sindh sales tax on remuneration of Trustee		**632**	1,140	**210**	347
Annual fee - Securities and Exchange Commission of Pakistan		**823**	7,617	**274**	2,300
Allocation of Operational Expenses of Management Company		**4,113**	8,018	**1,369**	2,421
Securities transaction cost		**3,790**	10,261	**1,788**	3,896
Shariah advisor fee		**719**	1,326	**264**	441
Settlement and bank charges		**1,553**	742	**368**	390
Annual listing fee		**18**	21	**4**	7
Auditors' remuneration		**501**	495	**113**	107
Fund rating fee		**121**	120	**11**	19
Legal and professional charges		**64**	55	**27**	18
Selling & Marketing Expenses	6	**48,980**	32,070	**18,476**	9,683
Printing charges		**57**	11	**4**	3
Total Expenses		**137,106**	251,841	**47,722**	77,011
Net (loss) / income from operating activities		**(236,056)**	(397,260)	**(1,057,687)**	217,674
Provision for Sindh Workers' Welfare Fund	4	**-**	-	**16,433**	-
Net (loss) / income for the period before taxation		**(236,056)**	(397,260)	**(1,041,254)**	217,674
Taxation	7	**-**	-	**-**	-
Net (loss) / income for the period after taxation		**(236,056)**	(397,260)	**(1,041,254)**	217,674
Allocation of net income / (loss) for the period					
Net (loss) / income for the period after taxation					
Income already paid on units redeemed		**-**	**-**	**-**	**-**
		-	-	**-**	-
Accounting income available for distribution:					
Relating to capital gain		**-**	-	**-**	-
Excluding capital gain		**-**	-	**-**	-

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Nine months Ended		Quarter Ended	
	March 31, 2020	March 31, 2019	**March 31, 2020**	March 31, 2019
	(Rupees in '000)		**(Rupees in '000)**	
Net (loss) / income for the period after taxation	**(236,056)**	(397,260)	**(1,041,254)**	217,674
Other comprehensive income				
Items that may be reclassifi-ed subsequently to the income statement	**-**	-	**-**	-
Total comprehensive (loss) / income for the period	**(236,056)**	(397,260)	**(1,041,254)**	217,674

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months period ended					
	2020			2019		
	Capital value	**Undistributed income**	**Total**	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	**7,451,921**	**(596,548)**	**6,855,373**	11,002,026	500,323	11,502,349
Issue of 140,384,256 units (2019: 139,872,469 units)						
- Capital value	**1,929,021**	**-**	**1,929,021**	2,169,813	-	2,169,813
- Element of income	**240,798**	**-**	**240,798**	(18,999)	-	(18,999)
Total proceeds on issuance of units	**2,169,819**	**-**	**2,169,819**	2,150,814	-	2,150,814
Redemption of 319,019,147 units (2019: 270,029,085 units)						
- Capital value	**(4,383,641)**	**-**	**(4,383,641)**	(4,188,908)	-	(4,188,908)
- Element of income	**(193,985)**	**-**	**(193,985)**	77,435	-	77,435
Total payments on redemption of units	**(4,577,626)**	**-**	**(4,577,626)**	(4,111,473)	-	(4,111,473)
Total comprehensive (loss) for the period	**-**	**(236,056)**	**(236,056)**	-	(397,260)	(397,260)
Distribution during the period	**-**	**-**	**-**	-	-	-
Net assets at end of the period	**5,044,114**	**(832,604)**	**4,211,510**	9,041,367	103,063	9,144,430
Undistributed income brought forward						
- Realised		**373,476**			1,333,962	
- Unrealised		**(970,024)**			(833,639)	
		(596,548)			500,323	
Accounting (loss) / income available for distribution:						
- Relating to capital gains		**-**			-	
- Excluding capital gains		**-**			-	
		-			-	
Net (loss) / income for the period		**(236,056)**			(397,260)	
Distribution during the period		**-**			-	
Undistributed income carried forward		**(832,604)**			103,063	
Undistributed income carried forward						
- Realised		**(339,006)**			531,279	
- Unrealised		**(493,598)**			(428,216)	
		(832,604)			103,063	
	(Rupees)					
Net assets value per unit at beginning of the period			**13.7410**			15.5128
Net assets value per unit at end of the period			**13.1501**			14.9586

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months Ended	
	March 31, 2020	March 31, 2019
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	**(236,056)**	(397,260)
Adjustments		
Unrealised diminution on investments at fair value through profit or loss - net	**493,598**	428,216
Capital (gain) / loss on sale of investments - net	**(37,239)**	280,130
	220,303	311,086
decrease / (Increase) in assets		
Investments	**455,019**	(884,588)
Dividend and profit receivable	**(5,807)**	(39,821)
Advances, deposits, prepayments and other receivable	**(586)**	(69,779)
	572,148	(994,188)
(decrease) / Increase in liabilities		
Payable to the Management Company	**(13,583)**	(25,805)
Payable to the Trustee	**(230)**	(188)
Payable to Securities and Exchange Commission of Pakistan	**(8,671)**	(4,758)
Accrued expenses and other liabilities	**6,197**	(3,945)
	(16,287)	(34,696)
Net cash generated from / (used in) operating activities	**776,164**	(717,798)
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from issue of units	**2,149,079**	2,150,814
Payments on redemption of units	**(4,573,723)**	(4,111,473)
Dividend paid	**-**	-
Net cash used in financing activities	**(2,424,644)**	(1,960,659)
Net decrease in cash and cash equivalents during the period	**(1,648,480)**	(2,678,457)
Cash and cash equivalents at the beginning of the period	**2,798,299**	6,412,181
Cash and cash equivalents at the end of the period	**1,149,819**	3,733,724

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Sarmaya Izafa Fund (formerly NAFA Islamic Asset Allocation Fund)(the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on August 20, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 03, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Trust Deed was amended through supplemental trust deed executed on October 07, 2013 for the change of name and categorization of the Fund as a shariah compliant asset allocation scheme.

Last year on May 30, 2019, the name of the Fund was changed from NAFA Islamic Assets Allocation Fund to NBP Islamic Sarmaya Izafa Fund. The change of name was made effective vide Fund's twelfth Supplemental Offering Document which was approved by SECP vide its letter no. SCD/AMCW/NAFA/364/2019 dated April 04, 2019.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi.

The Fund is an open-ended mutual fund and categorised as an Islamic asset allocation scheme and its units are listed on Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

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

The Pakistan Credit Rating Agency Limited (PACRA) has maintained an asset manager rating of 'AM1' to the Management Company on December 24, 2019, and has assigned performance ranking of 3-star to the Fund.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2020.

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

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

3 INVESTMENTS

	Note	(Un-audited) March 31, 2020	(Audited) June 30, 2019
		---------Rupees in '000---------	
Financial assets at fair value through profit or loss			
Listed equity securities	3.1	**2,311,120**	3,911,211
Sukuks	3.2	**820,126**	131,413
		3,131,246	4,042,624

3.1 Listed equity securities

Name of the investee company	As at July 01, 2019	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of
	--------------------------- Number of shares ---------------------------					Rupees in '000	---------------------- % ----------------------		
All shares have a nominal face value of Rs. 10 each except for shares of K-Electric Limited which have a face value of Rs. 5.									
OIL AND GAS MARKETING COMPANIES									
Attock Petroleum Limited	153,680	-	-	42,400	111,280	26,263	0.62	0.84	0.13
Pakistan State Oil Company Limited	802,938	-	102,888	547,600	358,226	43,524	1.03	1.39	0.13
Hascol Petroleum Limited	61,141	-	-	57,717	3,424	40	0.00	0.00	0.00
Sui Northern Gas Pipelines Limited	1,102,500	767,000	-	892,000	977,500	36,070	0.86	1.15	0.91
Shell Pakistan Limited	67,200	-	-	67,200	-	-	-	-	-
							2.51	**3.38**	

Name of the investee company	As at July 01, 2019	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of
	---------- Number of shares ----------					Rupees in '000	---------- % ----------		
OIL AND GAS EXPLORATION COMPANIES									
Oil and Gas Development Company	3,424,400	415,000	-	2,074,500	1,764,900	135,880	3.23	4.34	0.04
Pakistan Oilfields Limited (3.1.1)	591,132	27,000	-	344,200	273,932	71,828	1.71	2.29	0.12
Pakistan Petroleum Limited (3.1.1)	2,829,761	1,082,000	429,252	1,810,200	2,530,813	181,738	4.32	5.80	0.13
Mari Petroleum Company Limited	210,786	-	21,079	18,800	213,065	189,862	4.51	6.06	0.19
							13.76	**18.50**	
REFINERY									
National Refinery Limited	84,900	-	-	-	84,900	7,114	0.17	0.23	1.06
							0.17	**0.23**	
CHEMICALS									
AKZO Noble Pakistan Limited	29,900	-	-	25,000	4,900	1,323	0.03	0.04	0.01
Dynea Pakistan Limited	21,500	-	-	-	21,500	1,797	0.04	0.06	0.02
Ittihad Chemicals Limited	360,525	-	-	360,525	-	-	-	-	-
Engro Polymer & Chemicals Limited	2,588,500	1,387,500	-	1,270,000	2,706,000	66,351	1.58	2.12	3.51
Lotte Chemical Pakistan Ltd	1,667,000	-	-	1,667,000	-	-	-	-	-
							1.65	**2.22**	
PAPERS AND BOARD									
Cherat Packaging Limited	137,500	-	13,750	-	151,250	12,756	0.30	0.41	0.10
							0.30	**0.41**	
FOOD AND PERSONAL CARE PRODUCTS									
Al Shaheer Corporation Limited	1,116,654	-	449,680	-	1,566,334	14,865	0.35	0.47	1.10
							0.35	**0.47**	
ENGINEERING									
International Steels Limited	445,300	560,000	-	308,888	696,412	25,203	0.60	0.80	0.16
International Industries Limited	186,700	9,670	-	90,000	106,370	8,038	0.19	0.26	0.09
K.S.B. Pumps Company Limited	8,200	-	-	-	8,200	1,038	0.02	0.03	0.06
Mughal Iron And Steel Industries Lim	693,043	580,000	-	-	1,273,043	39,884	0.95	1.27	0.51
							1.76	**2.37**	

Name of the investee company	As at July 01, 2019	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of
	Number of shares					Rupees in '000	%		
CEMENT									
D.G. Khan Cement Company Limitec	124,000	845,500	-	555,500	414,000	24,530	0.58	0.78	0.36
Lucky Cement Limited	348,750	283,000	-	99,400	532,350	197,342	4.69	6.30	0.16
Maple Leaf Cement Factory Limited	1,078,000	321,000	-	1,399,000	-	-	-	-	-
Cherat Cement Company Limited	262,700	-	-	262,700	-	-	-	-	-
Attock Cement Pakistan Limited	44,761	-	-	-	44,761	3,866	0.09	0.12	0.33
Kohat Cement Company Limited	464,810	168,000	-	-	632,810	55,213	1.31	1.76	3.15
Fauji Cement Company Limited	-	2,920,000	-	-	2,920,000	43,245	1.03	1.38	2.12
FECTO Cement Limited	239,200	-	-	-	239,200	4,339	0.10	0.14	0.48
							7.80	**10.49**	
TRANSPORT									
Pakistan National Shipping Corporati	152,200	-	-	-	152,200	8,083	0.19	0.26	0.12
							0.19	**0.26**	
TEXTILE COMPOSITE									
Nishat Mills Limited	2,219,900	114,000	-	858,100	1,475,800	86,674	2.06	2.77	0.42
Kohinoor Textile Mills Limited	1,046,780	-	-	220,000	826,780	21,397	0.51	0.68	6.20
Interloop Limited	761,377	-	-	-	761,377	27,303	0.65	0.87	2.52
Synthetic Products Limited	456,000	21	-	455,475	546	16	0.00	0.00	0.00
							3.21	**4.32**	
FERTILIZER									
Engro Corporation Limited (3.1.1)	1,606,020	91,000	-	540,500	1,156,520	308,675	7.33	9.86	0.22
Engro Fertilizers Limited	4,499,000	350,000	-	3,618,000	1,231,000	70,979	1.69	2.27	0.09
							9.02	**12.11**	
POWER GENERATION AND DISTRIBUTION									
The Hub Power Company Limited (3	5,042,011	-	-	1,695,000	3,347,011	228,500	5.43	7.30	0.29
Lalpir Power Limited	407,000	-	-	-	407,000	4,127	0.10	0.13	0.11
K-Electric Limited	5,159,000	-	-	5,159,000	-	-	-	-	-
							5.52	7.43	
COMMERCIAL BANKS									
Meezan Bank Limited (3.1.2)	3,171,093	199,000	-	875,000	2,495,093	162,406	3.86	5.19	0.25
							3.86	**5.19**	
AUTOMOBILE ASSEMBLER									
Millat Tractors Limited	-	70,000	-	8,000	62,000	33,682	0.80	1.08	0.14
Honda Atlas Cars (Pakistan) Limited	6,600	100	-	-	6,700	888	0.02	0.03	0.00
Agriautos Industries Co. Ltd.	1,400	-	-	-	1,400	224	0.01	0.01	0.05
							0.83	**1.11**	

Name of the investee company	As at July 01, 2019	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of net assets	Market value as a percentage of total investment	Investment as a percentage of paid up capital of
	------------ Number of shares ------------					Rupees in '000	------------ % ------------		
AUTOMOBILE PARTS AND ACCESSORIES									
Baluchistan Wheels Limited	234,500	-	-	-	234,500	13,029	0.31	0.42	1.76
Thal Limited	-	-	-	-	-	-	-	-	-
							0.31	**0.42**	
PHARMACEUTICALS									
Ferozsons Laboratories Limited	4,500	-	-	-	4,500	782	0.02	0.03	0.01
The Searle Company Limited	3,817	65,000	-	-	68,817	10,794	0.26	0.34	0.05
AGP Limited	109,000	-	-	-	109,000	8,993	0.21	0.29	0.39
GlaxoSmithKline Pakistan Limited	172900	-	-	144,500	28,400	4,801	0.11	0.15	0.01
							0.60	**0.81**	
TECHNOLOGY AND COMMUNICATION									
Avanceon Limited	437,500	-	-	426,650	10,850	248	0.01	0.01	0.01
Netsol Technologies Limited	676,200	-	-	-	676,200	19,718	0.47	0.63	0.64
Systems Limited	509,300	-	-	-	509,300	56,604	1.34	1.81	0.48
							1.82	**2.45**	
GLASS AND CERAMICS									
Tariq Glass Industries Limited	714,800	-	285,900	143,000	857,700	43,348	1.03	1.38	1.17
Shabbir Tiles and Ceramics Limited	1,094,000	-	-	243,000	851,000	5,370	0.13	0.17	0.08
Ghani Value Glass Limited	34,500	10,500	23,100	-	68,100	2,370	0.06	0.08	1.17
							1.21	**1.63**	
						2,311,120	**54.89**	**73.80**	
Carrying value before mark to market as at March 31, 2020						**2,807,580**			

3.1.1 Investments include shares with market value of Rs. 140.08 million (June 30, 2019: Rs. 205.87 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular number 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

3.1.2 This represents gross bonus shares as per Fund's entitlement declared by the investee company. The Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of five percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. However, the Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemption given to mutual funds under clause 47B and 99 of Second Schedule of Income Tax Ordinance, 2001. The Sindh High Court has granted stay order till the final outcome of the case. Accordingly, the investee company(s) has withheld the shares equivalent to five % of bonus announcement and not yet deposited in CDC account of department of Income Tax. Management is of the view that the decision will be in the favor and accordingly has recorded the bonus shares on gross basis.

3.2 Sukuks

Name of the investee company	Note	Number of certificates				Market value as at March 31, 2020	Market value as at June 30, 2019	Investment as a percentage of	
		As at July 1, 2019	Purchased during the year	Sold / matured during the year	As at March 31, 2020			Net assets	Market value of total investments
						Rupees in '000		%	
All sukuks have a face value of Rs. 5,000, 100,000 and 1000,000 each respectively.									
Dubai Islamic Bank Pakistan Limited		129	-	-	129	**131,026**	131,413	3.11	**4.18**
Engro Powergen Thar (Pvt) Limited		-	60,000	-	60,000	**300,000**	-	7.12	**9.58**
The HUB Power Company Limited		-	3,000	-	3,000	**306,750**	-	7.28	**9.80**
Engro Polymer Chemical Limited		-	850	-	850	**86,115**	-	2.04	**2.75**
Market value as at March 31, 2020						**823,891**			
Carrying value before mark to market as at March 31, 2020						**821,028**			

3.2.1 Other particulars of sukuks outstanding as at March 31,2020 are as follows

Name of the investee company	Face value (unredeemed	Mark-up rate per annum	Rating	Issue date	Maturity date
Dubai Islamic Bank Pakistan Limited	1,000,000	6 months KIBOR offer rate + 0.50% Spread	AA-	14-Jul-17	14-Jul-27
Engro Powergen Thar (Pvt) Limited	5,000	3 months KIBOR offer rate + 1.10% Spread	A	2-Aug-19	2-Aug-24
The HUB Power Company Limited	100,000	3 months KIBOR offer rate + 1.90% Spread	AA+	22-Aug-19	22-Aug-23
Engro Polymer Chemical Limited	100,000		AA	11-Jan-19	11-Jul-26

3.3 Non-performing Sukuks

Name of the investee company	Note	Number of certificates				Market value as at March 31, 2020	Investment as a percentage of		
		As at July 1, 2019	Purchased during the year	Sold / matured during the year	As at March 31, 2020		Net assets	Market value of total investments	Issue size
All sukuks have a face value of Rs. 5,000 each.									
Eden Housing Limited	3.3.1	5,000	-	-	5,000	-	-	-	-
Carrying value as at March 31, 2020						**4,922**			
Accumulated impairment						**4,922**			

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

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

4 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 16 to the annual audited financial statements of the Fund for the year ended June 30, 2019.

The Fund, being prudent, recognised provision for SWWF amounting to Rs. 60.862 million for the period ended March 31, 2020 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2020 would have been higher by Rs. 0.19 per unit (June 30, 2019: Rs. 0.1220 per unit).

5 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as on March 31, 2020 and June 30, 2019.

6 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1.35% per anum of the net assets of the Fund.

7 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these consdensed interim financial statements.

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

8 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 3.34% (2019: 3.14%) which includes 0.23% (2019: 0.37%) representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'Shari'ah compliant asset allocation scheme'.

9 DETAILS OF NON-COMPLIANT INVESTMENTS

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

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

The following are the details of non-compliant investments:

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

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

10 TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, NAFA Pension Fund, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund and unit holders holding ten percent or more units of the Fund.

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

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

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

	(Un Audited) Nine months Ended	
	March 31, 2020	March 31, 2019
	(Rupees in '000)	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	**62,718**	160,351
Sindh Sales Tax on remuneration of the Management Company	**8,153**	20,846
Sales and Transfer load charged	**18,118**	19,322
Reimbursement of operational expenses to the Management Company	**4,113**	8,018
Selling and Marketing Expense	**48,980**	32,070
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**4,864**	8,768
Sindh Sales Tax on remuneration of the Trustee	**632**	1,140
Employees of the Management Company		
Units Issued 54,301 (2019: 302,331)	**798**	4,653
Units Redeemed 89,659 (2019: 375,019)	**1,349**	5,719
NBP Fund Management Limited Employees Provident Fund (Provident Fund of Management Company)		
Units Redeemed NIL (2019: 433,896)	**-**	6,538
Portfolios managed by Management Company		
Units Issued NIL (2019: 1,210,978)	**-**	19,016
Units Redeemed 152,578 (2019: 571,788)	**2,016**	9,000
Taurus Securities Limited (Subsidiary of Parent of the Management Company)		
Brokerage charges	**216**	531
NBP Islamic Savings Fund (Fund Managed by Management Company)		
Purchase of Sukuk	**88,457**	-

	(Un Audited) Nine months Ended	
	March 31, 2020	March 31, 2019
	(Rupees in '000)	
***International Industries Limited (Common directorship)**		
Shares Purchased	-	32,279
Shares Sold	-	21,121
Dividend Income	-	1,363
International Steels Limited (Common directorship)		
Shares Purchased	**28,297**	199,905
Shares Sold	**9,641**	186,286
Dividend Income	**446**	4,546
***I.C.I. Pakistan Limited (Common directorship)**		
Shares Sold	-	5
Dividend Income	-	42
***Cherat Cement Company Limited (Common directorship)**		
Shares Purchased	-	29,036
Dividend Income	-	2,387
****The Hub Power Company Limited (Common directorship)**		
Ordinary shares sold	**150,872**	-
Purchase of Sukuk	**300,000**	-
Sukuk Income	**31,509**	-
****BankIslami Limited (Common directorship)**		
Markup Income	**21,979**	-
****National Clearing Company of Pakistan Limited (Common**		
NCCPL Charges	**696**	-
****Pakistan Stock Exchange Limited (Common directorship)**		
Listing fee paid	**25**	-

	Un-Audited As at March 31, 2020	Audited As at June 30, 2019
10.2 Amounts outstanding as at period / year end	(Rupees in '000)	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	**6,079**	12,236
Sindh Sales Tax on remuneration of the Management Company	**790**	1,591
Operational expenses	**1,369**	4,397
Sales and transfer load	**1,466**	5,433
Sindh Sales Tax and Federal Excise Duty on sales load	**19,525**	20,041
Selling and Marketing Expense payable	**18,476**	17,590

	Un-Audited As at March 31, 2020	Audited As at June 30, 2019
	(Rupees in '000)	
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee payable	**490**	694
Sindh Sales tax Trustee remuneration	**64**	90
CDC Charges	**163**	23
Security deposit	**100**	100
National Bank of Pakistan - (Parent of the Management Company)		
Bank balance	**11,510**	4,836
Profit accrued	**5**	5
International Industries Limited*		
(Common directorship)		
Ordinary shares held (June 30, 2019: 186,700)	**-**	36,700
Dividend receivable	**-**	-
International Steel Limited		
(Common directorship)		
Ordinary shares held 696,412 shares (June 30, 2019: 445,300)	**25,203**	35,737
Bank Islami Pakistan Limited		
(Common directorship)		
Bank balances in saving accounts	**20,872**	29,470
Profit accrued	**2,551**	20,441
Cherat Cement Company Limited *		
(Common directorship)		
Ordinary shares held Nil shares (June 30,2019: 262,700)	**-**	45,542
Askari Bank Limited* (Common directorship)		
Bank balance in savings account	**-**	509
Profit accrued	**-**	-
The HUB Power Company (Common directorship)**		
(Common directorship)		
Ordinary shares held 3,347,011 shares (June 30, 2019: Nil)	**228,500**	-
Investment in SUKUK	**306,750**	-
Summit Bank Limited* (Common directorship)		
Bank balance in current account	**-**	11,016
Employees of the Management Company		
Units held in the Fund 38,570 units (June 30, 2019 : 73,928 units)	**507**	1,016
Portfolios managed by the Management Company		
(Porfolio managed by Management Company		
Investment held in the Fund Nil units (June 2019: 152,578 units)	**-**	2,079

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

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

11 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 27, 2020.

12 GENERAL

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

12.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632
Toll Free: 0800-20002
Sms: INVEST to 9995
Fax: 021-35825335
Email: info@nbpfunds.com
Website: www.nbpfunds.com
/nbpfunds

NBP FUNDS
Managing Your Savings

Islamic Savings

Aitemaad اعتماد

سود سے پاک

اسلامک سیونگز

AM1
Rated by PACRA

NBP ISLAMIC ENERGY FUND

QUARTERLY REPORT
MARCH 31, 2020

MISSION STATEMENT

To rank in the top quartile

in performance of

NBP FUNDS

relative to the competition,

and to consistently offer

Superior risk-adjusted returns to investors.

Contents

NBP FUNDS
Managing Your Savings

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

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

Bankers to the Fund

Allied Bank Limited
Bank Al Habib Limited
Bank Islami Pakistan Limited
Dubai Islami Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
Summit Bank Limited
United Bank Limited

NBP FUNDS
Managing Your Savings

Auditors

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

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

DIRECTORS' REPORT

The Board of Directors of **NBP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Islamic Energy Fund** (Formerly: NAFA Islamic Energy Fund) (NIEF) for the period ended March 31, 2020.

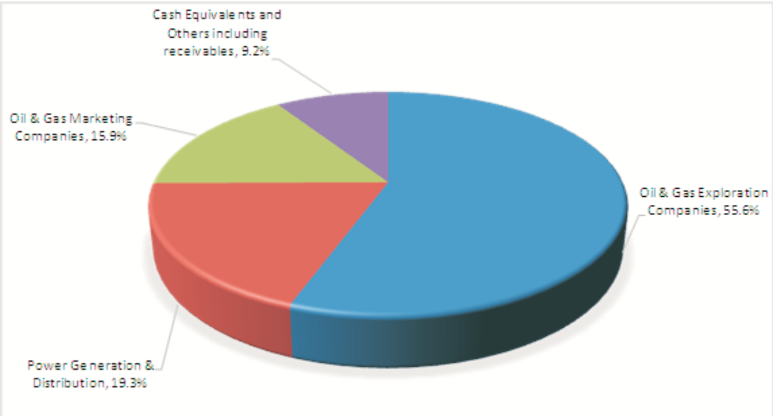
Fund's Performance

The size of NBP Islamic Energy Fund (Formerly: NAFA Islamic Energy Fund) at the end of the period stood at Rs. 358 million, 46% lower than at June 30, 2019. During the period the unit price (NAV) of NIEF has decreased from Rs. 9.1493 on June 30, 2019 to Rs.6.7643 on March 31, 2020, thus showing a decrease of 26.1%. The Benchmark (KMI-30 Index) decreased by 16.8%. Thus, the Fund has underperformed its Benchmark by 9.3% during the period under review. Since inception (April 21, 2016), the unit price of the Fund has shown a decrease of 25.2% as compared to 23.6% decrease in its Benchmark. Thus, the Fund has underperformed its Benchmark by 1.6%. This performance is net of management fee and all other expenses.

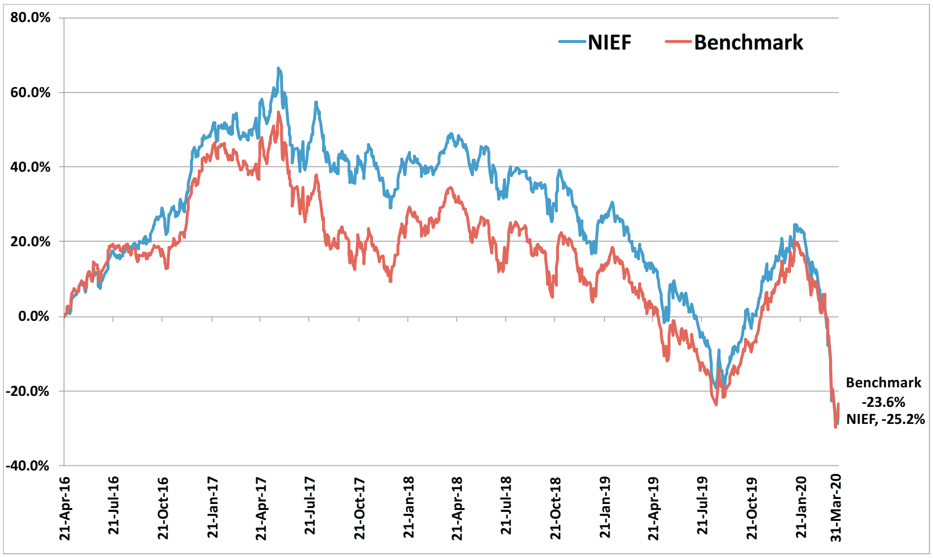
During 9MFY20, amid heightened volatility, the stock market depicted dismal performance as reflected by a large 16.8% decline in the benchmark KMI-30 Index. The market started the year on a faltering note initially on account of concerns on the economic front and later on due to deteriorating Pakistan-India relations over the repeal of article 370 in the Indian-occupied Kashmir. Resultantly, panic selling sent the Index to a multi-year low level of 44,929 points on August 16th that opened-up valuation gap in the broader part of the market. However, as the threat of armed conflict between India and Pakistan subsided, attractive valuations and mitigation of risks on the balance of payment position with signing of USD 6 billion Extended Funds facility (EFF) and substantial financial support from the friends of Pakistan triggered value buying in the market. The market sentiment was further uplifted by significant improvement in external account position. The current account balance for the first time in 42 months turned into surplus in Oct-19 and the monthly CAD averaged USD 366 million during July'19 to Feb'20 period, down massively by 70% on a year-on-year basis. Capital flows from the multilateral agencies and portfolio inflows in the government securities also rejuvenated the sentiment. The market also celebrated the steep decline in yields on the government securities on the expectation of commencement of monetary easing cycle. As a result, the KMI-30 Index surged by a massive 58% from August 16th, 2019 to its recent peak on January 10th, 2020. Then, things started to reverse, initially, concerns over delay of 3rd tranche from the IMF due to noncompliance of Performance Criteria under EFF, fear of mini budget to meet expected revenue shortfalls, and reversal of hot money from T-Bills started to weigh on the stock market sentiment. It was however the fear of spread of the Coronavirus and the ensuing lockdown/shutdown of the business activity that caused indiscriminate selling in the stock market. Consequently, the market tumbled by 36.4% from its peak in January till March end.

During the period under review, in terms of sectoral performance, Cements, Chemicals, Engineering, Fertilizers, Pharmaceuticals, Food & Personal Care and Glass & Ceramics out-performed the market, while Automobile Assemblers, Commercial Banks, Insurance, Oil & Gas Exploration, Oil & Gas Marketing, Textile Composite, and Power Generation & Distribution lagged behind. Regarding the participant-wise activity, Individuals remained major buyers with net inflows of USD 144 million, along with Insurance Companies that accumulated positions worth USD 94 million. On the other hand, Foreign investors were the major sellers in the market, offloading positions worth USD 130 million. Likewise, Mutual Funds, and Banks/DFIs were net sellers with net outflows of USD 85 million, and USD 48 million, respectively.

NBP Islamic Energy Fund has incurred a loss of Rs. 111.346 million during the period. After incurring total expenses of Rs. 16.304 million, the net loss is Rs. 127.651 million. The asset allocation of the Fund as on March 31, 2020 is as follows:



NIEF Performance versus Benchmark (Since Inception)



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 Director

Date: **April 27, 2020**
Place: Karachi.

ڈائریکٹرز کی رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نوماہی کے لئے NBP اسلامک انرجی فنڈ (سابقہ: NAFA اسلامک انرجی فنڈ)(NIEF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

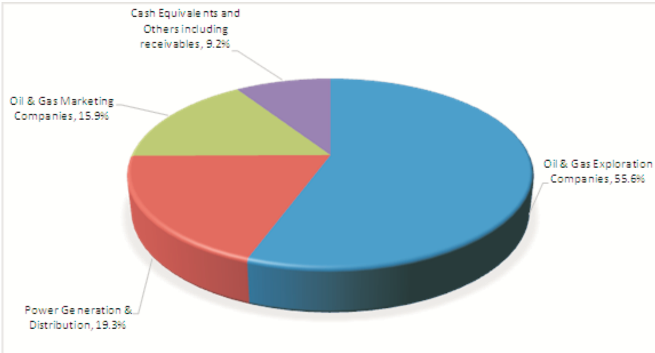
فنڈ کی کارکردگی

موجودہ مدت کے اختتام پر NBP اسلامک انرجی فنڈ (سابقہ: NAFA اسلامک انرجی فنڈ) کا سائز 358 ملین روپے رہا۔ جو 30 جون 2019 کے مقابلے میں 46% کم ہے۔ اس مدت کے دوران، NBP اسلامک انرجی فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 9.1493 روپے سے کم ہو کر 31 مارچ 2020ء کو 6.7643 روپے ہوگئی، لہٰذا 26.1% کی کمی دکھائی۔ بنچ مارک (KMI-30 انڈیکس) 16.8% سے کم ہوا۔ لہٰذا فنڈ کی کارکردگی زیرِ جائزہ مدت کے دوران اپنے بنچ مارک سے 9.3% ابتر رہی۔ اپنے قیام کے وقت (21 اپریل 2016) سے اب تک فنڈ کے یونٹ کی قیمت نے اپنے بینچ مارک میں 23.6% کمی کے مقابلے میں 25.2% کی کمی دکھائی۔ اس طرح فنڈ کی کارکردگی اپنے بینچ مارک کے مقابلے میں 1.6% ابتر رہی۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

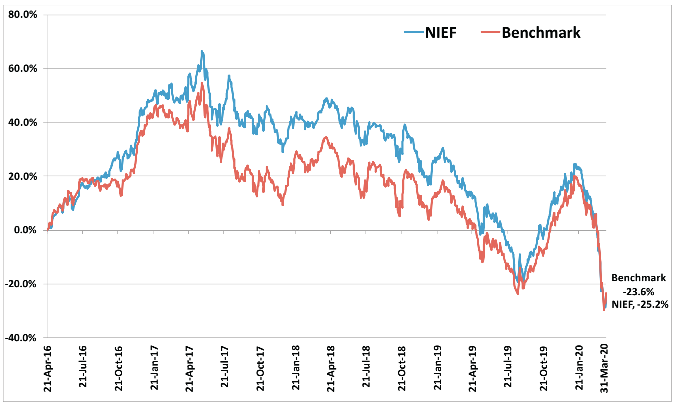
مالی سال 2020 کی نوماہی میں، تیز اتار چڑھاؤ کے ساتھ اسٹاک مارکیٹ نے مایوس کن کارکردگی کا مظاہرہ کیا جیسا کہ KMI-30 انڈیکس بینچ مارک میں بڑے پیمانہ کی کمی 16.8 فیصد سے ظاہر ہوتا ہے۔ مارکیٹ نے اقتصادی محاذ پر تشویش پائے جانے اور بعد میں ہندوستان کے مقبوضہ کشمیر میں آرٹیکل 370 کی منسوخی پر پاک بھارت تعلقات خراب ہونے کی وجہ سے منفی رجحان سے سال کا آغاز کیا۔ نتیجتاً، خوف و ہراس میں فروخت کی وجہ سے 16 اگست 2019ء کو انڈیکس کثیر سالہ کی کم ترین سطح 44,929 پوائنٹس تک پہنچ گیا جس نے مارکیٹ کے بڑے حصہ میں قیمت کے خلاء کو واضح کر دیا۔ تاہم، جیسے ہی بھارت اور پاکستان کے مابین مسلح تصادم کا خطرہ کم ہوا، 6 بلین ڈالر کے توسیعی فنڈ کی سہولت (EFF) پر دستخط اور ادائیگی کی پوزیشن میں توازن سے پرکشش تشخیص اور خطرات کی تخفیف ہوئی اور پاکستان کے دوست ممالک کی طرف سے خاطر خواہ مالی مدد نے مارکیٹ میں قیمت خرید کو متحرک کر دیا۔ بیرونی اکاؤنٹ کی پوزیشن میں نمایاں بہتری کی وجہ سے مارکیٹ کے جذبات کو مزید تقویت ملی۔ کرنٹ اکاؤنٹ بیلنس پہلی بار 42 مہینوں میں اکتوبر 19 میں سرپلس میں بدل گیا اور ماہانہ کرنٹ اکاؤنٹ خسارہ (CAD) اوسطاً 366 ملین امریکی ڈالر، جولائی 19 تا فروری 20 کے دوران سالانہ بنیادوں پر بڑے پیمانے پر 70 فیصد کم ہوا۔ کثیر الجہتی ایجنسیوں کی طرف سے سرمائے اور گورنمنٹ سیکیورٹیز میں پورٹ فولیو کی آمد نے بھی جذبات کو اُبھارا۔ متوقع مانیٹری نرمی کے آغاز پر مارکیٹ نے گورنمنٹ سیکیورٹیز کے منافع میں بھی شدید کمی کو سراہا۔ نتیجے کے طور پر، KMI-30 انڈیکس میں 16 اگست 2019 سے بڑے پیمانے پر 58 فیصد کا اضافہ ہوا، 13 جنوری 2020 کو اپنی موجودہ بلند ترین سطح پر آ گیا۔ پھر، معاملات الٹے ہونا شروع ہوگئے، جس کی بنیادی وجہ EFF کے تحت کارکردگی کے معیار کی عدم تعمیل کی وجہ سے آئی ایم ایف سے تیسری قسط کی تاخیر کے خدشات، متوقع آمدن کی کمی کو پورا کرنے کے لئے منی بجٹ کا خوف، اور (T-Bills) سے ہاٹ منی کے واپس جانے سے اسٹاک مارکیٹ کے جذبات پر دباؤ آنے لگا۔ تاہم کورونا وائرس کے پھیلاؤ اور اس کے بعد ہونے والے لاک ڈاون/ کاروباری سرگرمی کے بند ہونے کا خوف جس کی وجہ سے اسٹاک مارکیٹ میں اندھا دھند فروخت ہوئی۔ اس کے نتیجے میں، جنوری تا مارچ کے آخر تک مارکیٹ اپنے عروج سے 36.4 فیصد تک گر گئی۔

زیرِ جائزہ مدت کے دوران، شعبہ جاتی کارکردگی کے تناظر میں سیمنٹ، کیمیکلز، انجینئرنگ، فرٹیلائزر، فارماسیوٹیکلز، خوراک اور پرسنل کیئر اور شیشے اور سرامکس نے مارکیٹ میں بہتر کارکردگی کا مظاہرہ کیا جبکہ آٹو موبائل، کمرشل بینک، انشورنس، تیل اور گیس ایکسپلوریشن، تیل اور گیس مارکیٹنگ، ٹیکسٹائل کمپوزٹ، پاور جنریشن اور ڈسٹری بیوشن نے ان کی پیروی کی۔ شریک وار کارکردگی کے تناظر میں اانفرادی سرمایہ کار 144 ملین ڈالر کے مجموعی ان فلو کے ساتھ بڑے خریدار رہے جب کہ انشورنس کمپنیوں نے 94 ملین ڈالر کے ساتھ پوزیشن مستحکم کی۔ دوسری جانب، غیر ملکی سرمایہ کار 130 ملین امریکی ڈالر کے ساتھ بڑے فروخت کنندہ رہے اسی طرح میوچل فنڈز اور بینک/DFI بالترتیب 85 ملین ڈالر اور 48 ملین ڈالر کے آؤٹ فلو کے ساتھ خالص فروخت کنندگان رہے۔

NBPاسلامک انرجی فنڈ کو اس مدت کے دوران 111.346 ملین روپے کا خسارہ ہوا۔ 16.304 ملین روپے کے اخراجات منہا کرنے کے بعد خالص نقصان 127.651 ملین روپے ہے۔ 31 مارچ 2020ء کو فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



NIEF کی کارکردگی بمقابلہ بینچ مارک



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

ڈائریکٹر

تاریخ: 27 اپریل 2020ء
مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2020

	Note	(Un-audited) March 31, 2020	(Audited) June 30, 2019
ASSETS		------------ Rupees in '000 ----------	
Balances with banks		45,602	33,788
Investments	4	324,756	623,324
Dividend and profit receivable		3,119	421
Preliminary expenses and floatation costs		487	830
Receivable against sale of investments		-	26,783
Receivable against sale of units		549	-
Deposits and other receivable		5,611	5,604
Total assets		380,124	690,750
LIABILITIES			
Payable to the Management Company		5,570	6,110
Payable to the Trustee		79	132
Payable to the Securities and Exchange Commission of Pakistan		83	1,132
Payable against redemption of Units		202	-
Accrued expenses and other liabilities		16,655	17,340
Total liabilities		22,589	24,714
NET ASSETS		357,535	666,036
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		357,535	666,036
CONTINGENCIES AND COMMITMENTS	6		
		Number of units	
NUMBER OF UNITS IN ISSUE		52,856,104	72,795,981
		Rupees	
NET ASSET VALUE PER UNIT		6.7643	9.1493

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2020

	Note	Nine month ended March 31, 2020	Nine month ended March 31, 2019	Quarter ended March 31, 2020	Quarter ended March 31, 2019
		---------------- Rupees in '000 --------------			
INCOME					
(Loss) / gain on sale of investments - net		(2,931)	(81,507)	4,107	(27,842)
Dividend income		12,480	28,964	2,591	5,929
Profit on balances with banks		3,666	9,322	1,397	2,263
Unrealised (diminution) / appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss - net		(124,562)	(160,089)	(204,029)	39,315
Total (loss) / income		(111,347)	(203,310)	(195,934)	19,665
EXPENSES					
Remuneration of the Management Company		6,311	19,992	2,023	5,417
Sindh Sales Tax on remuneration of the Management Company		820	2,599	263	704
Accounting and operational charges		414	1,000	135	271
Selling and marketing expenses	7	4,934	3,998	1,820	1,083
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		828	1,748	270	515
Sindh Sales Tax on remuneration of the Trustee		108	227	35	67.24
Annual fee of the Securities and Exchange Commission of Pakistan		83	950	27	258
Amortisation of preliminary expenses and floatation costs		342	342	112	112
Auditors' remuneration		409	400	95	72
Security transaction cost		1,717	1,314	696	354
Printing expenses		-	18	-	9
Legal fee		28	55	9	1
Listing fee		21	21	7	7
Shariah Advisor Fee		72	203	24	86
Settlement and bank charges		217	520	41	333.6
Total operating expenses		16,304	33,387	5,557	9,290
Net (loss) / income from operating activities		(127,651)	(236,697)	(201,491)	10,375
Provision for Sindh Workers' Welfare Fund	5	-	-	1,477	-
Net (loss) / income for the period before taxation		(127,651)	(236,697)	(200,014)	10,375
Taxation	8	-	-	-	-
Net (loss) / income for the period after taxation		(127,651)	(236,697)	(200,014)	10,375
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
		-	-	-	-
Accounting income available for distribution:					
-Relating to capital gains		-		-	
-Excluding capital gains		-		-	
		-		-	

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2020

	Nine month ended March 31,		Quarter ended March 31,	
	2020	2019	2020	2019
	---------------- Rupees in '000 ---------------			
Net (loss) / income for the period after taxation	(127,651)	(236,697)	(200,014)	10,375
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	(127,651)	(236,697)	(200,014)	10,375

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2020

	Nine month ended March 31, 2020			Nine month ended March 31, 2019		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	---(Rupees in '000)---			---(Rupees in '000)---		
Net assets at beginning of the period (audited)	608,471	57,565	666,036	1,229,320	417,863	1,647,183
Issuance of 40,138,744 units (2019: 37,915,852 units)						
- Capital value (at net asset value per unit at the beginning of the period)	367,241	-	367,241	480,435	-	480,435
- Element of loss	15,425	-	15,425	(23,117)	-	(23,117)
Total proceeds on issuance of units	382,666	-	382,666	457,318	-	457,318
Redemption of 60,078,621 units (2019: 80,296,531 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(549,677)	-	(549,677)	(1,017,445)	-	(1,017,445)
- Element of income	(13,839)	-	(13,839)	85,413	-	85,413
Total payments on redemption of units	(563,516)	-	(563,516)	(932,032)	-	(932,032)
Total comprehensive loss for the period	-	(127,651)	(127,651)	-	(236,697)	(236,697)
Distribution during the period	-	-	-	-	-	-
Net loss for the period less distribution	-	(127,651)	(127,651)	-	(236,697)	(236,697)
Net assets at end of the period (un-audited)	**608,471**	**(70,086)**	**357,535**	**754,606**	**181,166**	**935,772**
Undistributed income brought forward						
- Realised income		209,700			459,033	
- Unrealised (loss) / income		(152,135)			(41,170)	
		57,565			417,863	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net loss for the period after taxation		(127,651)			(236,697)	
Distribution during the period		-			-	
Undistributed income carried forward		(70,086)			181,166	
Undistributed income carried forward						
- Realised income		54,476			341,255	
- Unrealised loss		(124,562)			(160,089)	
		(70,086)			181,166	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			9.1493			12.6711
Net assets value per unit at end of the period			6.7643			10.6805

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2020

	Nine month ended March 31, 2020	Nine month ended March 31, 2019
	-----------Rupees in '000----------	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(127,651)	(236,697)
Adjustments for:		
Unrealised diminution on remeasurement of investments classified as financial assets at fair value through profit or loss - net	124,562	160,089
Profit on balances with banks	(3,666)	(9,322)
Dividend income	(12,480)	(28,964)
Amortisation of preliminary expenses and floatation costs	342	342
	(18,893)	(114,552)
(Increase) / decrease in assets		
Investments - net	174,006	396,201
Receivable against sale of investments	26,783	-
Deposits and other receivable	(7)	(7)
	200,782	396,194
Increase / (Decrease) in liabilities		
Payable to the Management Company	(540)	(12,445)
Payable to the Trustee	(53)	140
Payable to the Securities and Exchange Commission of Pakistan	(1,049)	(1,013)
Accrued expenses and other liabilities	(685)	(377)
	(2,327)	(13,695)
Profit and Dividend received	13,449	36,792
Net cash generated from operating activities	193,011	304,739
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issue of units	382,117	457,318
Payments on redemption of units	(563,314)	(932,032)
Net cash (used in) form financing activities	(181,197)	(474,714)
Net (decrease) / increase in cash and cash equivalents during the period	11,814	(169,975)
Cash and cash equivalents at the beginning of the period	33,788	235,501
Cash and cash equivalents at the end of the period	45,602	65,526

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Energy Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on March 28, 2016 between NBP Fund Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee.

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

The Fund has been categorised as an open ended "Shariah Compliant Equity Scheme" by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from April 19, 2016 and are transferable and redeemable by surrendering them to the Fund.

The objective of the Fund is to provide higher risk adjusted returns to investors by investing in diversified portfolio of Shari'ah compliant energy sector equity instruments. The investment objectives and policies are explained in the Fund's offering document.

The Pakistan Credit Rating Agency (PACRA) has assigned an asset manager rating of AM1 to the Management Company. The Fund has not been rated.

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

2 STATEMENT OF COMPLIANCE

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in this condensed interim financial information have been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended June 30, 2018

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2019.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

		(Un-Audited) March 31, 2020	(Audited) June 30, 2019
4 INVESTMENTS	**Note**	**--------- Rupees in '000**	**---------**
Investments at fair value through profit or loss			
- Listed equity securities	4.1	324,756	623,324

4.1 Listed equity securities

Name of the investee company	Number of shares					Market value as at March 31, 2020	Market value as a percentage of		Holding as a percentage of Paid-up capital of investee company
	As at July 1, 2019	Purchased during the period	Bonus / right shares issued during the period	Sold during the period	As at March 31, 2020		Net assets of the fund	Total market value of investments	
						Rupees in '000'	----------------------- %	-----------------------	
REFINERY									
Attock Refinery Limited (Note 5.2)	-	94,500	-	94,500	-	-	-	-	-
National Refinery Limited (Note 5.2)	32,700	-	-	32,700	-	-	-	-	-
	32,700	94,500	-	127,200	-	-	-	-	-
OIL AND GAS EXPLORATION COMPANIES									
Mari Petroleum Limited (Note 5.2)	96,415	19,000	9,120	51,560	72,975	65,028	18.19	20.02	0.07
Oil and Gas Development Company Limited	962,400	511,700	-	835,400	638,700	49,174	13.75	15.14	0.01
Pakistan Oilfields Limited (Note 5.2)	167,040	178,400	-	206,200	139,240	36,510	10.21	11.24	0.06
Pakistan Petroleum Limited (Note 5.2)	725,030	559,500	97,766	710,900	671,396	48,213	13.48	14.85	0.03
	1,950,885	1,268,600	106,886	1,804,060	1,522,311	198,924	55.63	61.25	0.17
OIL AND GAS MARKETING COMPANIES									
Attock Petroleum Limited	87,800	-	-	47,200	40,600	9,582	2.68	2.95	0.05
Hascol Petroleum Limited	59,258	505,000	-	59,257	505,001	5,883	1.65	1.81	34.87
Hi-Tech Lubricants Limited	323,700	470,500	-	319,500	474,700	11,084	3.10	3.41	40.92
Pakistan State Oil Company Limited (Note 5.2 & 5.4)	221,024	168,000	32,465	243,600	177,889	21,613	6.05	6.66	0.07
Shell Pakistan Limited	36,600	9,500	-	36,600	9,500	1,107	0.31	0.34	0.01
Sui Northern Gas Pipelines Limited	537,200	517,000	-	846,500	207,700	7,664	2.14	2.36	0.03
Sui Southern Company	-	-	-	-	-	-	-	-	-
	1,265,582	1,670,000	32,465	1,552,657	1,415,390	56,934	15.93	17.53	75.95
POWER GENERATION & DISTRIBUTION									
Kot Addu Power Company Limited (Note 5.2)	-	-	-	-	-	-	-	-	-
K-Electric Limited	2,552,500	4,675,000	-	5,312,000	1,915,500	5,421	1.52	1.67	0.08
Lalpir Power Limited	732,500	-	-	-	732,500	7,428	2.08	2.29	0.76
Nishat Power Limited	122,000	-	-	51,000	71,000	1,573	0.44	0.48	0.02
The Hub Power Company Limited (Note 5.2)	1,006,943	453,000	14	662,000	797,957	54,476	15.24	16.77	0.07
	4,413,943	5,128,000	14	6,025,000	3,516,957	68,897	19.28	21.21	0.93
Total March 31, 2020	7,663,110	8,161,100	139,365	9,508,917	6,454,658	324,756	90.84	100.00	77.05
Carrying value as at March 31, 2020						**449,318**			
Market value June 30, 2019						**623,324**			
Carrying value as at June 30, 2019						**775,459**			

4.2 The above investments include shares having a market value (in aggregate) amounting to Rs. 57.1640 million (June 30, 2019: Rs 64.563 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the Securities & Exchange Commission of Pakistan.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 13.2 to the annual audited financial statements of the Fund for the year ended June 30, 2019.

The Fund, has not recognised provision for SWWF for the period ended March 31, 2020 in this condensed interim financial information, Had the provision not been made in he financial statements of the fund for the period from April 19, 2016 to March 31, 2020, net assets value per unit as at March 31, 2020 would have been higher by Rs. 0.266 per unit (June 30, 2019: Rs. 0.193 per unit).

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2019 and June 30, 2019.

7 SELLING AND MARKETING

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund.

Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses at the rate of 0.4% from July 1, 2019 to July 11, 2019. Thereafter the selling and marketing expenses have been charged at the rate of 1.15% per annum of the average annual net assets from July 12, 2019 to December 16, 2019 and at the rate of 1.35% per annum of the average annual net assets from December 17, 2019 to March 31, 2020 (June 30, 2019: 0.4% per annum of the average annual net assets). This has been duly approved by the Board of Directors of the Management Company.

8 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these consdensed interim financial statements.

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

9 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 3.94% (2019: 3.34%) which includes 0.24% (2019: 0.37%) representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'Shari'ah compliant equity scheme'.

10 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

10.1 Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Baltoro Growth Fund being the sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.

10.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

10.3 Remuneration and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

10.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC regulations and the Trust Deed.

		---------(Un-Audited)--------	
		Nine moth ended March 31, 2020	Nine moth ended March 31, 2019
		----------------Rs. In '000---------------	
10.5	**Details of transactions with connected persons are as follows:**		
	NBP Fund Management Limited - Management Company		
	Remuneration of the Management Company	6,311	19,992
	Sindh sales tax on remuneration of the Management Company	820	2,599
	Accounting and operational charges to the Management Company	414	1,000
	Sales Load charged	1,099	1,128
	Selling and marketing expense	4,934	3,998
	Units Redeemed / Transferred Out Nil units (2019: 5,511,839 units)	-	66,902
	Units Issued / transferred in Nil units (2019: 1,118,409 units)	-	13,526
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration	828	1,748
	Sindh sales tax on remuneration of Trustee	108	227
	Employees of the Management Company		
	Units Issued / transferred in Nil units (2019: 516,348 units)	-	6,069
	Units redeemed / transferred out Nil units (2019: 925,830 units)	-	10,931
	BankIslami Pakistan Limited (Common Directorship)		
	Profit income	2,414	6,598
	Taurus Securities Limited (Common Directorship)		
	Brokerage expense	84	90
	Portfolios Managed by Management Company		
	Units Issued / transferred in Nil units (2019: 1,293,496 units)	-	15,827
	Units redeemed / transferred out Nil units (2019: 1,274,219 units)	-	15,613

		(Un-Audited) March 31, 2020	(Audited) June 30, 2019
		----------------Rs. In '000---------------	
10.6	**Amounts / balances outstanding as at period end:**		
	NBP Fund Management Limited - Management Company		
	Management remuneration payable	527	1,165
	Sindh sales tax on remuneration	68	151
	Federal excise duty on remuneration	583	583
	Front-end load payable	752	278
	Sindh sales tax on front end load	111	49
	Federal excise duty on front end load	1,557	1,557
	Selling and marketing expense	1,820	1,849
	Other payable	16	16
	Accounting and operational charges charged by the Management Company	135	462
	Employees of the Management Company		
	Units held 2,214,104 units (June 2019: 58,888)	14,977	539

	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
	----------------Rs. In '000---------------	
Central Depository Company of Pakistan Limited - Trustee		
Trustee fee	70	117
Sindh Sales Tax on the remuneration of trustee	9	15
Security deposit	100	100
Settlement charges	10	68
Summit Bank Limited (Common Directorship)		
Bank Balances	786	1,901
BankIslami Pakistan Limited (Common Directorship)		
Bank Balances	7,061	23,088
Profit receivable	129	410
Portfolios Managed by Management Company		
Units held 344,688 (June 2019: 1,404,508 units)	2,332	12,851

11 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 27, 2020.

12 GENERAL

12.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise is specified.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632
Toll Free: 0800-20002
Sms: INVEST to 9995
Fax: 021-35825335
Email: info@nbpfunds.com
Website: www.nbpfunds.com
/nbpfunds

NBP FUNDS
Managing Your Savings

Islamic Savings

Aitemaad اعتماد
اسلامک سیونگز

AM1
Rated by PACRA

NBP RIBA FREE SAVINGS FUND

QUARTERLY REPORT
MARCH 31, 2020

MISSION STATEMENT

To rank in the top quartile

in performance of

NBP FUNDS

relative to the competition,

and to consistently offer

Superior risk-adjusted returns to investors.

NBP FUNDS
Managing Your Savings

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
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Al Baraka Islamic Bank Limited
Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Silk Bank Limited
Sindh Bank Limited
Soneri Bank Limited
Summit Bank Limited
United Bank Limited

Auditors

Deloitte Yousuf Adil
Chartered Accountants
Cavish Court,
A-35, Block 7 & 8,
KCHSU, Sharae Faisal
Karachi-75350 Pakistan.

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

DIRECTORS' REPORT

The Board of Directors of **NBP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Riba Free Savings Fund (NRFSF)** for the period ended March 31, 2020.

Fund's Performance

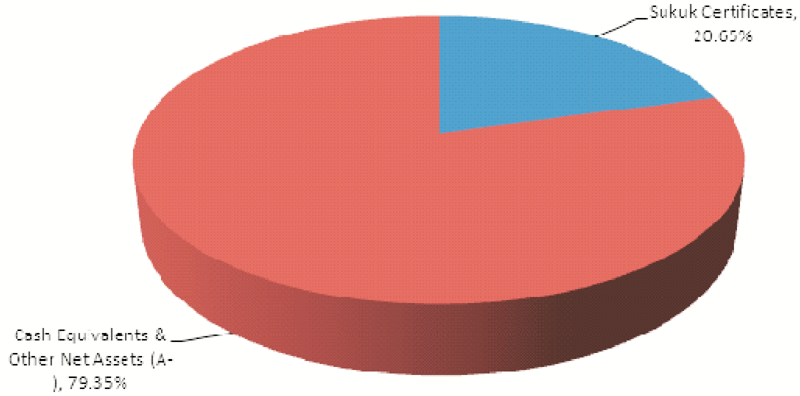
The size of NBP Riba Free Savings Fund has decreased from Rs. 6,569 million to Rs. 5,811 million during the period (i.e. a fall of 12%). During the period, the unit price of the Fund has increased from Rs. 10.2049 on June 30, 2019 to Rs. 11.1320 on March 31, 2020, thus showing a return of 12.1% as compared to the benchmark return of 6.3% for the same period. The performance of the Fund is net of management fee and all other expenses.

NRFSF is an Islamic Income Scheme. The stability rating of the Fund by PACRA is 'A (f)', which denotes a strong capacity to maintain relative stability in returns and very low exposure to risks. The Fund aims to consistently provide better returns than profit rates offered by Islamic Banks/Islamic windows of commercial banks, while also providing easy liquidity along with a good quality credit profile.

During the period under review, the market witnessed issuance of a decent size of corporate sukuks and Shariah Compliant commercial papers to meet the increasing funding need for fixed capital investments and working capital, respectively. In the secondary market, the trading activity in corporate sukuks remained around Rs. 19 billion compared to Rs. 9 billion, during the same period last year.

During 9MFY20, the State Bank of Pakistan (SBP) held six Monetary Policy Committee (MPC) meetings. In its first meeting in July 2019, the Policy Rate was increased by 100bps to 13.25% with the objective to curtail inflationary pressure. Thenceforth the central bank maintained tight monetary policy stance and left the key benchmark rate unchanged in the subsequent three MPC meetings. In its meeting on March 17th, 2020 and again on March 24th, 2020 the SBP slashed the Policy Rate by a cumulative 225bps to 11%; owing to improved inflation outlook, sharp fall in the global oil prices, and economic fallout from the Coronavirus pandemic.

The Fund has earned a total income of Rs. 627.82 million during the period. After deducting total expenses of Rs. 93.95 million, the net income is Rs. 533.87 million. The chart below presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NRFSF.



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 **Director**

Date: April 27, 2020
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی ششماہی کے لئے NBP ربا فری سیونگز فنڈ (سابقہ: NAFA ربا فری سیونگز فنڈ) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

NBP ربا فری سیونگز فنڈ کا سائز اس مدت کے دوران 6,569 ملین روپے سے کم ہوکر 5,811 ملین روپے ہوگیا ہے یعنی %12 کی کمی ہوئی ہے۔ اس مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 10.2049 روپے سے بڑھ کر 31 مارچ 2020ء کو 11.1320 روپے تک پہنچ چکی ہے، لہٰذا اسی مدت کے لئے اپنے بنچ مارک منافع %6.3 کے مقابلے میں %12.1 منافع درج کرایا۔ فنڈ کا منافع مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

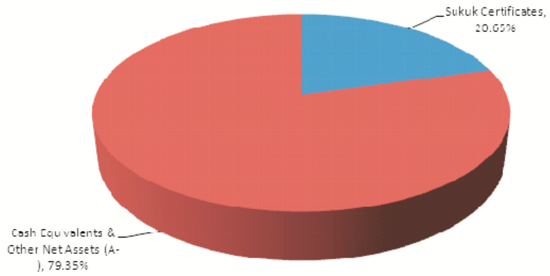
NRFSF ایک اسلامک انکم اسکیم ہے جس کا اسٹاک مارکیٹ اور کارپوریٹ sukuks سے کوئی براہ راست یا بالواسطہ تعلق نہیں ہے۔ فنڈ کو PACRA کی طرف سے A(f) کی اسٹیبلیٹی ریٹنگ دی گئی ہے جو منافع جات میں استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشان دہی کرتی ہے۔ فنڈ کا مقصد اسلامی بینکوں / کمرشل بینکوں کی اسلامی ونڈوز کی پیش کردہ منافع کی شرحوں کے مقابلے تواتر سے بہتر منافع فراہم کرنا ہے، جب کہ اعلیٰ کوالٹی کے کریڈٹ پروفائل کے ساتھ آسان لیکویڈیٹی بھی مہیا کرنا ہے۔

زیر جائزہ مدت کے دوران، مارکیٹ میں بالترتیب فکسڈ کیپٹل سرمایہ کاری اور ورکنگ سرمایہ کے لئے بڑھتی ہوئی فنڈنگ کی ضروریات کو پورا کرنے کے لئے کارپوریٹ سکوک اور شریعہ کمپلینٹ کمرشل پیپرز کے ایک معقول سائز کے اجراء کا مشاہدہ کیا گیا۔ ثانوی مارکیٹ میں، کارپوریٹ سکوک میں تجارت 19 بلین روپے رہی جو کہ گذشتہ سال کی اسی مدت کے دوران 9 بلین روپے تھی۔

مالی سال 2020 کی نوماہی میں اسٹیٹ بینک آف پاکستان نے چھ مانیٹری پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 2019ء میں منعقدہ مانیٹری پالیسی کے اپنے پہلے اجلاس میں پالیسی شرح کو بحساب 100bps سے بڑھا کر 13.25 فی صد کردیا۔ اس کے بعد مرکزی بینک نے سخت معاشی پالیسی کا مؤقف برقرار رکھا اور اس کے بعد ہونے والی تین MPC اجلاسوں میں کلیدی معیار تبدیل نہیں کیا۔ 17 مارچ، 2020 کو اور پھر 24 مارچ، 2020 کو اپنے اجلاس میں اسٹیٹ بینک نے افراط زر کی صورتحال میں بہتری، تیل کی عالمی قیمتوں میں تیزی سے کمی اور کورونا وائرس وبائی مرض سے معاشی خرابی کی وجہ سے پالیسی کی شرح میں بحساب 225bps سے کمی کر کے مجموعی طور پر 11 فیصد کردیا۔

فنڈ نے اس مدت کے دوران 627.82 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 93.95 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 533.87 ملین روپے رہی۔

درج ذیل چارٹ NRFSF کی ایسٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط ریٹنگ پیش کرتا ہے۔



اظہارتشکر

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	ڈائریکٹر

تاریخ: 27 اپریل 2020ء
مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2020

	Note	Un-Audited MARCH 31, 2020	Audited June 30, 2019
		--------- Rupees in '000 ---------	
ASSETS			
Balances with banks	4	**4,619,546**	4,208,621
Investments	5	**1,200,000**	2,381,549
Prepayment and other receivables		**207**	416
Profit receivable		**59,256**	68,097
Receivable against issue of units		**9,022**	-
Total assets		**5,888,031**	6,658,683
LIABILITIES			
Payable to the Management Company		**15,268**	22,303
Payable to the Trustee		**463**	620
Payable to Securities and Exchange Commission of Pakistan		**925**	4,197
Payable against redemption of units		**19,175**	861
Accrued expenses and other liabilities		**41,343**	61,651
Total liabilities		**77,174**	89,632
NET ASSETS		**5,810,857**	6,569,051
Unit holders' fund (As per statement attached)		**5,810,857**	6,569,051
CONTINGENCIES AND COMMITMENTS	10		
		-----------Number of units---------	
Number of units in issue		**521,998,026**	643,712,304
		------------Rupees-----------	
Net asset value per unit		**11.1320**	10.2049

The annexed notes form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Note	Nine months ended		Quarter ended	
		31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
		Rupees in '000			
INCOME					
Income on Bank balances		**455,426**	309,411	**135,310**	127,547
Income on Term deposit receipts		**83,206**	-	**17,538**	-
Income on GOP Ijara Sukuks		**-**	2,949	**-**	-
Income on Commercial paper		**66,978**	59,771	**8,582**	29,785
Income on Sukuk		**22,216**	-	**22,216**	-
Realized gain from last year revaluaion		**-**	-	**-**	380
Net unrealised (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		**-**	(380)	**-**	(380)
Total income		**627,826**	371,751	**183,646**	157,332
EXPENSES					
Remuneration of the Management Company		**35,369**	26,220	**10,246**	10,282
Sindh sales tax on remuneration of the Management Company		**4,598**	3,409	**1,332**	1,337
Remuneration of the Trustee		**3,467**	3,879	**1,015**	1,395
Sindh Sales Tax on remuneration of the Trustee		**451**	504	**132**	181
Selling and Merketing Expense	6	**31,721**	12,063	**9,471**	5,720
Annual fee - Securities and Exchange Commission of Pakistan		**925**	2,899	**271**	1,073
Reimbursement of operational expenses to the Management Company		**4,623**	3,865	**1,353**	1,430
Annual listing fee		**21**	21	**7**	7
Settlement & Bank charges		**181**	434	**82**	140
Auditors' remuneration		**497**	542	**123**	116
Fund rating fee		**335**	304	**119**	107
Printing and related costs		**28**	32	**15**	5
Shariah advisor fee		**794**	635	**264**	250
Legal and professional charges		**52**	30	**14**	15
Total expenses		**83,062**	54,837	**24,444**	22,058
Net income from operating activities		**544,764**	316,914	**159,202**	135,274
		544,764	316,914	**159,202**	135,274
Provision for Sindh Workers' Welfare Fund	8	**(10,895)**	(6,338)	**(3,184)**	(2,705)
Net income for the period before taxation		**533,869**	310,576	**156,018**	132,569
Taxation	9	**-**	-	**-**	-
Net income for the period after taxation		**533,869**	310,576	**156,018**	132,569
Earnings per unit					
Allocation of net income for the period:					
Net income for the period after taxation		**533,869**	**310,576**	**156,018**	**132,569**
Income already paid on units redeemed		**(167,155)**	**(96,803)**	**(46,310)**	**(61,404)**
		366,714	**213,773**	**109,708**	**71,165**
Accounting Income available for Distribution					
- Relating to capital gain		**-**	**-**	**-**	**-**
- Excluding capital gain		**366,714**	**213,773**	**109,708**	**71,165**
		366,714	**213,773**	**109,708**	**71,165**

The annexed notes form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Nine months ended		Quarter ended	
	31-Mar-20	**31-Mar-19**	**31-Mar-20**	**31-Mar-19**
	---------------------- Rupees in '000 ----------------------			
Net income for the period after taxation	**533,869**	310,576	**156,018**	132,569
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**533,869**	310,576	**156,018**	132,569

The annexed notes form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine Months Period ended March 31,					
	2020			2019		
	(Rupees in '000)					
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
Net assets at beginning of the period	**6,539,757**	**29,294**	**6,569,051**	3,904,490	112,711	4,017,201
Issue of 587,340,121 units (2019: 658,507,996 units)						
- Capital value	**5,993,747**	**-**	**5,993,747**	6,709,209	-	6,709,209
- Element of income	**244,438**	**-**	**244,438**	193,874	-	193,874
Total proceeds on issuance of units	**6,238,169**	**-**	**6,238,185**	6,903,083	-	6,903,083
Redemption of 709,054,399 units (2019: 467,700,159 units)						
- Capital value	**(7,235,829)**	**-**	**(7,235,829)**	(4,765,163)	-	(4,765,163)
- Element of loss	**(127,264)**	**(167,155)**	**(294,419)**	(55,825)	(96,803)	(152,627)
Total payments on redemption of units	**(7,530,248)**	**(167,155)**	**(7,530,248)**	(4,820,988)	(96,803)	(4,917,790)
Total comprehensive income for the period	**-**	**533,869**	**533,869**	-	310,576	310,576
Final Distribution Nil (@ Rs.0.5334 declared on July 04, 2018)						
- Cash distribution	**-**	**-**	**-**	-	(94,079)	(94,079)
- Refund of capital	**-**		**-**	(105,771)		(105,771)
	-	**-**	**-**	(105,771)	(94,079)	(199,850)
Net assets at end of the period	**5,247,678**	**396,008**	**5,810,857**	5,880,814	232,405	6,113,220
Undistributed income brought forward						
- Realised		**29,294**			112,711	
- Unrealised		**-**			-	
		29,294			112,711	
Accounting income available for distribution						
- Relating to capital gain		**-**			-	
- Excluding capital gain		**366,714**			213,773	
		366,714			**213,773**	
Distribution paid during the period		**-**			(94,079)	
Undistributed income carried forward		**396,008**			232,405	
Undistributed income carried forward						
- Realised		**396,008**			232,785	
- Unrealised		**-**			(380)	
		396,008			232,405	
			- (Rupees) -			- (Rupees) -
Net assets value per unit at beginning of the period			**10.2049**			10.7219
Net assets value per unit at end of the period			**11.1320**			10.8107

The annexed notes form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine Months Period	
	31-Mar-20	31-Mar-19
	--------- Rupees in '000 ---------	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period before taxation	**533,869**	310,576
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	**-**	380
	450,663	310,956
(Increase) / decrease in assets		
Investments - net	**1,264,755**	(1,266,451)
Advances, deposits, prepayments and other receivables	**209**	(7)
Profit receivable	**8,841**	(24,673)
	1,273,805	(1,291,131)
Increase / (decrease) in liabilities		
Payable to the Management Company	**(7,035)**	8,537
Payable to the Trustee	**(157)**	227
Payable to Securities and Exchange Commission of Pakistan	**(3,272)**	426
Accrued expenses and other liabilities	**(20,308)**	11,129
	(30,772)	20,319
Net cash (used in) operating activities	**1,693,696**	(959,856)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issue of units	**6,229,163**	6,797,312
Payment on redemption of units	**(7,511,934)**	(4,917,335)
Distribution paid	**-**	(94,079)
Net cash generated from financing activities	**(1,282,771)**	1,785,898
Net increase in cash and cash equivalents during the period	**410,925**	826,042
Cash and cash equivalents at the beginning of the period	**4,208,621**	3,921,350
Cash and cash equivalents at end of the period	**4,619,546**	4,747,392

The annexed notes form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Riba Free 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. The Trust Deed was executed on June 29, 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 18, 2010 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

Last year on May 13, 2019, the name of the Fund was changed from NAFA Riba Free Savings Fund to NBP Riba Free Savings Fund. The change of name was made effective vide Fund's Eleventh Supplement Offering Document which was approved by SECP vide its letter no. SCD/AMCW/NAFA/407/2019 dated May 13, 2019.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of Mutual Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and classified as an Islamic "income scheme" by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

The objective of the Fund is to provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in Shariah compliant banks and money market / debt securities.

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

Title of the assets of the Fund is held in the name of CDC as a trustee of the Fund.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

'Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2020.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

	Note	**(Un-audited) March 31, 2019**	(Audited) June 30, 2019
4 BANK BALANCES		**Rupees in '000**	
Current accounts		**28,546**	23,890
Savings accounts		**4,591,000**	4,184,731
		4,619,546	4,208,621
5 INVESTMENTS			
	5.1	**1,200,000**	-
Financial assets at fair value through profit or loss		**-**	1,406,549
Sukuk		**-**	975,000
Commercial Paper		**1,200,000**	2,381,549
Term deposit receipts			

5.1 Sukuks Certificates - At fair value throug profit or loss

All sukuks have a face value of Rs. 5,000 each except for Hub Power Company Ltd. Sukuks which have face value of Rs. 100,000 each.

Name of the investee company	As at July 01, 2019	Number of certificates: Purchases during the period	Sales during the period	As at March 31, 2020	Market Value as at March 31, 2020	Investment as a Market Value as a % of: Net assets	total investment
	Rupees in '000					%	
Hub Power Company Ltd.	-	7,000	-	7,000	700,000	12.05	58.33
K Electric Sukuk	-	100,000	-	100,000	500,000	8.60	41.67
					1,200,000		
Carrying value before mark to market as at March 31, 2020					1,200,000		

6 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 0.7% per anum of the net assets of the Fund.

7 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 2.03% (2019: 1.58%) which includes 0.36% (2019: 0.34%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'Shariah Compliant Income Scheme'.

8 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 16 to the annual audited financial statements of the Fund for the year ended June 30, 2019.

The Fund, being prudent, recognised provision for SWWF amounting to Rs.25.950 million for the period ended March 31, 2020 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2020 would have been higher by Rs. 0.0497 per unit (June 30, 2019: Rs. 0.0234 per unit).

9 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

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

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2020 and June 30, 2019.

11 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

11.1 Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Baltoro Growth Fund being the sponsor. It also includes associated companies of Management Company due to common directorship, post employment benefit funds of the Management Company and its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.

11.2 The transactions with connected persons and related parties are carried out at terms.

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

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

	---------- (Un-Audited) -------- Nine months Period ended	
11.5 Transactions during the period	**March 31,2020**	**March 31,2019**
	------- Rupees in '000 ------	
NBP Fund Management Limited		
Formerly NBP Fullerton Asset Management Limited (Management Company)		
Management remuneration for the period	35,369	26,220
Sindh sales tax on remuneration of the Management Company	4,598	3,409
Selling and marketing expense	31,721	12,063
Accounting and operational charges to the Management Company	4,623	3,865
Sales Load	493	1,663
Central Depository Company of Pakistan Limited - Trustee		
Remuneration	3,467	3,879
Sindh Sale tax on Remuneration	451	504
CDS Charges	15	11
Employees of Management Company		
Units issued / transferred in 1,224,380 units; (2019: 6,714,396 units)	13,064	70,099
Units redeemed / transferred out 2,625,044 units; (2019: 6,241,165 units)	27,887	65,659
NBP FUND's Employee Provident Fund (Management Company)		
Units issued / transferred in Nil units (2019: 34,091 units)	-	127
Units redeemed / transferred out 189,271 units (2019: 100,140 units)	1,998	1,055
Portfolio Managed By Management Company		
Units issued / transferred in 13,225,431 units (2019:5,650,022 units)	141,746	58,315
Units redeemed / transferred out 13,985,736 units (2019: 5,425,412 units)	149,999	56,958
Mr. Khalid Mehmood - Chief Financial Officer		
Units issued / transferred in 38,846 units (2019: 222,227 units)	400	2,303
Units redeemed / transferred out 441,969 units (2019: 223,827 units)	4,722	2,329
BANKISLAMI PAKISTAN LIMITED - (Common directorship)		
Profit earned from savings account	178,400	15,684
Placements of term deposit receipts	6,421,000	-
Profit earned from term deposit receipts	83,206	-

	---------- (Un-Audited) -------- Nine months Period ended	
	March 31,2020	March 31,2019
	------- Rupees in '000 ------	
NBP ISLAMIC MAHANA AMDANI FUND (CIS managed by the Management Company)		
Sold Commercial paper during the period	388,056	-
Hub Power Company Limited- (common directorship)		
Purchased Sukluk durig the period	700,000	-
Profit earned on Sukuk during the period	3,570	-
NBP ISLAMIC DAILY DIVIDEND FUND (CIS managed by the Management Company)		
Sold Commercial paper during the period	157,638	-
NBP ISLAMIC MONEY MARKET FUND (CIS managed by the Management Company)		
Sold Commercial paper during the period	201,131	-
Pakistan Stock Exchange Limited - (Common Directorship)		
Listing Fee paid	25	-

	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
11 Balances outstanding as at period	-------- Rupees in '000 -------	
NBP Fund Management Limited		
Remuneration payable	3,643	5,048
Sindh sales tax on remuneration of the Management Company	434	657
Selling and Marketing expense payable	9,471	12,645
Operational expenses	1,353	3,161
Sales load payable and sales tax on sale load	699	792
FED Payable on remuneration of the Management Company	10,657	10,657
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	374	549
Sale tax on Remuneration payable	89	71
CDS settlement charges payable	14	13
Security deposit	200	200
National Bank of Pakistan - Parent Company		
Balance in current account	3,027	2,837
Employees of Management Company		
Investment held in the Fund 188,527 units (June 30, 2019:1,593,082 units)	2,099	16,320
***Summit Bank Ltd. (common Directorship)**		
Balance in current account	-	7,888
Bank Islami Pakistan Limited (Common Directorship with the Management Company)		
Bank balance	1,502,135	874,415
Accrued profit	18,020	15,885
NAFA Employee Provident Fund (Management Company)		
Investment held in the Fund 533,119 units (June 30, 2019: Nil units)	5,935	-

	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
	-------- Rupees in '000 --------	
Portfolio Managed by the Management Company		
Investment held in the Fund 5,592,019 units (June 30, 2019: 6,353,216 units)	62,251	64,834
Mr. Khalid Mehmood - Chief Financial Officer		
Units held: Nil units (June 30, 2019: 403,123 units)	-	4,114
Hub Power Company Limited- (common directorship)		
Investment in Sukluk	700,000	-
Accrued Profit on Sukuk	3,570	-

*Current balances with these parties have not been disclosed as they did not remain connected person and related parties as at period end.

12 DATE OF AUTHORISATION FOR ISSUE

This financial information was authorised for issue by the Board of Directors of the Management Company on April 27, 2020.

13 GENERAL

Figures have been rounded off to the nearest thousand Rupees.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.
UAN: 021-111-111-632
Toll Free: 0800-20002
Sms: INVEST to 9995
Fax: 021-35825335
Email: info@nbpfunds.com
Website: www.nbpfunds.com
/nbpfunds

NBP FUNDS
Managing Your Savings
AM1
Rated by PACRA

NBP SAVINGS FUND

QUARTERLY REPORT
MARCH 31, 2020

MISSION STATEMENT

To rank in the top quartile

in performance of

NBP FUNDS

relative to the competition,

and to consistently offer

Superior risk-adjusted returns to investors.

NBP FUNDS
Managing Your Savings

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
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

Trustee

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

Bankers to the Fund

Allied Bank Limited
Bank Islami Pakistan Limited
Bank Alfalah Limited
Bank Al Habib Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Summit Bank Limited
Silk Bank Limited
Soneri Bank Limited
Telenor Microfinance Bank Limited
The First Microfinance Bank Limited
United Bank Limited
U Microfinance Bank Limited
Khushhali Microfinance Bank Limited
Habib Metropolitan Bank Limited

Auditors

KPMG Taseer Hadi & Co.
Sheikh Sultan Trust Buildings,
Ground No. 2 Shaheed Chaudary Aslam Rd,
Civil Lines, Karachi, 75530

Legal Advisor

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

Head Office:

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Scheme No. 5, Clifton Karachi.
UAN: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
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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:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

DIRECTORS' REPORT

The Board of Directors of **NBP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Savings Fund** (NBP-SF) Formerly; (NAFA Income Fund) (NIF) for the period ended March 31, 2020.

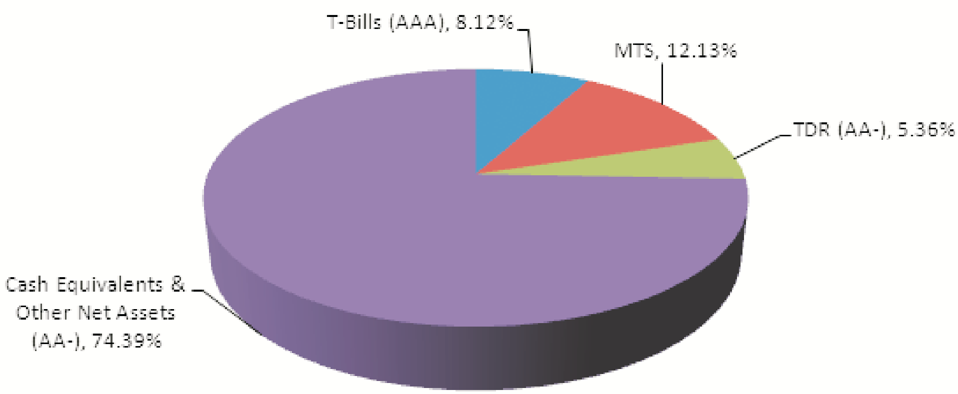
Fund's Performance

The size of NBP Savings Fund has increased from Rs. 1,004 million to Rs. 1,213 million during the period (i.e. a growth of 21%). During the period, the unit price of NBP Income Fund has increased from Rs. 9.7759 on June 30, 2019 to Rs. 10.7113 on March 31, 2020, thus showing a return of 12.7% as compared to the benchmark return of 13.5% for the same period. The performance of the Fund is net of management fee and all other expenses.

NBP-SF is categorized as an Income Scheme and has been awarded stability rating of 'A (f)' by PACRA. The trading activity in corporate debt securities witnessed a surge during the period. The cumulative traded value stood at Rs. 20.4 billion versus Rs. 11.4 billion in the same period last year. During 9MFY20, the State Bank of Pakistan (SBP) held six Monetary Policy Committee (MPC) meetings. In its first meeting in July 2019, the Policy Rate was increased by 100bps to 13.25% with the objective to curtail inflationary pressure. Thenceforth the central bank maintained tight monetary policy stance and left the key benchmark rate unchanged in the subsequent three MPC meetings. In its meeting on March 17th, 2020 and again on March 24th, 2020 the SBP slashed the Policy Rate by a cumulative 225bps to 11%; owing to improved inflation outlook, sharp fall in the global oil prices, and economic fallout from the Coronavirus pandemic.

Sovereign yields responded to these policy actions and inflation and interest rate outlook. SBP held twenty (20) T-Bill auctions during the period, realizing a total of Rs. 12,443 billion. The yields on T-Bills for 3-month, 6-month and 12-month tenures decreased by 175 basis points, 193 basis points and 264 basis points, respectively. Similarly, expecting protracted period of monetary easing, PIB yields decline by 456 bps, 470 bps, and 457 bps for 3-year, 5-year, and 10-year tenures, respectively. During this period, nine (9) PIB auctions were also held where an amount of Rs. 1,671 billion was realized.

The Fund has earned a total income of Rs 121.16 million during the period. After deducting total expenses of Rs 20.34 million, the net income is Rs. 100.82 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NBP-SF:



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	Director

Date: April 27, 2020
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نو ماہی کے لئے NBP سیونگ فنڈ (سابقہ: NAFA انکم فنڈ (NIF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

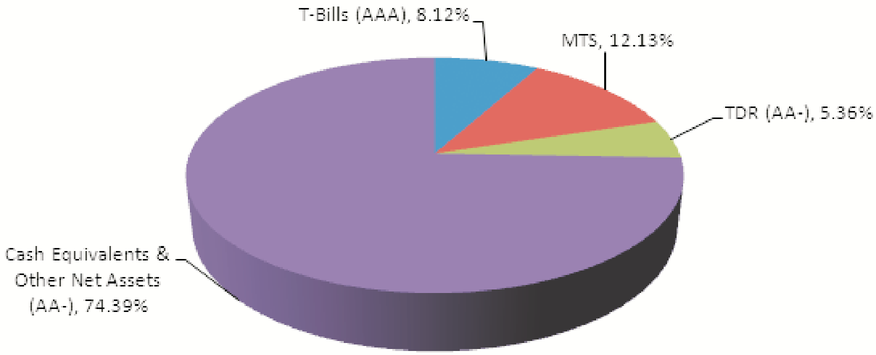
موجودہ مدت کے دوران NBP سیونگز فنڈ کا سائز 1,004 ملین روپے سے بڑھ کر 1,213 ملین روپے ہوگیا یعنی 21% کا اضافہ ہوا۔ زیرِ جائزہ مدت کے دوران، NBP سیونگز فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 9.7759 روپے (Ex-Div) سے بڑھ کر 31 مارچ 2020ء کو 10.7113 روپے ہوگئی۔ لہٰذا اس مدت کے دوران فنڈ نے اپنے بنچ مارک 13.5% کے مقابلے میں 12.7% منافع درج کیا ہے۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP-SF کی انکم اسکیم کے طور پر درجہ بندی کی گئی ہے اور PACRA کی طرف سے 'A(f)' کی مستحکم ریٹنگ دی گئی ہے۔ اس مدت کے دوران کارپوریٹ ڈیٹ سیکورٹیز میں تجارتی سرگرمی میں اضافہ دیکھا گیا۔ مجموعی تجارتی قدر 20.4 بلین روپے رہی جبکہ گزشتہ سال کی اسی مدت میں 11.4 بلین روپے تھی۔ مالی سال 2020 کی نو ماہی میں اسٹیٹ بینک آف پاکستان نے چھ مانیٹری پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 2019ء میں منعقدہ مانیٹری پالیسی کے اپنے پہلے اجلاس میں پالیسی شرح کو بحساب 100bps سے بڑھا کر 13.25 فی صد کردیا۔ اس کے بعد مرکزی بینک نے سخت معاشی پالیسی کا مؤقف برقرار رکھا اور اس کے بعد ہونے والی تین MPC اجلاسوں میں کلیدی معیار تبدیل نہیں کیا۔ 17 مارچ، 2020 کو اور پھر 24 مارچ، 2020 کو اپنے اجلاس میں اسٹیٹ بینک نے افراط زر کی صورتحال میں بہتری، تیل کی عالمی قیمتوں میں تیزی سے کمی اور کورونا وائرس وبائی مرض سے معاشی خرابی کی وجہ سے پالیسی کی شرح میں بحساب 225bps سے کم کرکے مجموعی طور پر 11 فیصد کردیا۔

ان پالیسی اقدامات اور افراطِ زر اور شرح سود کے تناظر میں گورنمنٹ بانڈز منافع میں ردعمل دیکھا گیا۔ اس مدت میں SBP نے بیس (20) T-Bills نیلامیوں سے مجموعی طور پر 12,443 بلین روپے حاصل کئے۔ سہ ماہی، ششماہی اور سالانہ مدتوں کے دوران T-Bills منافع بالترتیب 175bps، 193bps اور 264bps تک کم ہوئی۔ اسی طرح متوقع مانیٹری آسانی کے آغاز کے باعث 3 سال، 5 سال اور 10 سال کی مدتوں کے دوران PIB منافع بالترتیب 456bps، 470bps اور 457bps کی کمی ہوئی۔ اس مدت کے دوران، نو (9) PIB نیلامیاں بھی کی گئیں جہاں سے 1,671 بلین روپے حاصل کئے۔

فنڈ نے موجودہ مدت کے دوران 121.16 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 20.34 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 100.82 ملین روپے ہے۔

درج ذیل چارٹ NBP-SF کی ایسٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:



اظہار تشکر

بورڈ اس موقع سے فائدہ 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 | ڈائریکٹر

تاریخ: 27 اپریل 2020ء

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT 31 MARCH 2020

	Note	31 March 2020 Unaudited	30 June 2019 Audited
		(Rupees in '000)	
Assets			
Bank balances		**904,618**	728,176
Investments	4	**163,505**	278,182
Receivable against Margin Trading System		**147,107**	-
Profit and other receivables		**13,434**	10,736
Advances, deposit and prepayments		**1,393**	1,133
Total assets		**1,230,057**	1,018,227
Liabilities			
Payable to NBP Fund Management Limited - Management Company		**5,148**	4,189
Payable to Central Depository Company of Pakistan Limited - Trustee		**86**	159
Payable to Securities and Exchange Commission of Pakistan		**166**	698
Payable against redemption of units		**92**	-
Accrued expenses and other liabilities		**11,385**	9,255
Total liabilities		**16,877**	14,301
Net assets		**1,213,180**	1,003,926
Unit holders' fund (as per statement attached)		**1,213,180**	1,003,926
Contingency and commitment	7		
		(Number of units)	
Number of units in issue		**113,261,993**	102,693,776
		(Rupees)	
Net assets value per unit		**10.7113**	9.7759

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2020

	Note	Nine months period ended		Quarter ended	
		2020	2019	**2020**	2019
		(Rupees in '000)			
Income					
Income from government securities		**4,349**	2,053	**3,319**	764
Income from term finance certificate		**3,160**	6,997	**-**	2,645
Income from term deposit receipts and bank balances		**85,380**	48,575	**23,758**	21,053
Income from Margin Trading System		**11,628**	7,907	**9,720**	1,660
Income on commercial paper		**16,197**	1,727	**5,321**	554
Gain / (Loss) on sale of investments - net		**162**	(37)	**114**	(2)
Reversal of provision		**-**	4,194	**-**	548
Net unrealised gain / (loss) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		**281**	(1,677)	**287**	(421)
Total income		**121,157**	69,739	**42,519**	26,801
Expenses					
Remuneration to NBP Fund Management Limited - Management Company		**7,426**	4,649	**3,036**	1,697
Sindh Sales Tax on remuneration of Management Company		**965**	604	**394**	220
Remuneration to Trustee		**623**	947	**217**	396
Sindh Sales Tax on remuneration of Trustee		**81**	123	**28**	51
Annual fee - Securities and Exchange Commission of Pakistan		**166**	502	**58**	175
Reimbursement of operational expenses to the Management Company		**831**	669	**289**	233
Selling and marketing expense	*5*	**5,711**	2,050	**2,021**	932
Settlement and bank charges		**1,533**	1,547	**770**	209
Annual listing fee		**21**	21	**7**	7
Auditors' remuneration		**539**	501	**108**	72
Professional charges		**46**	-	**28**	-
Fund rating fee		**314**	288	**110**	90
Printing charges		**15**	17	**15**	1
Brokerage Expense		**9**	-	**6**	-
Total expenses		**18,280**	11,918	**7,087**	4,084
Net income from operating activities		**102,877**	57,821	**35,432**	22,717
Provision for Sindh Workers' Welfare Fund	*6*	**(2,058)**	(1,156)	**(709)**	(454)
Net income for the period before taxation		**100,819**	56,665	**34,723**	22,263
Taxation	*8*	**-**	-	**-**	-
Net income for the period		**100,819**	56,665	**34,723**	22,263
Allocation of net income for the period					
Net income for the period		**100,819**	56,665	**34,723**	22,263
Income already paid on units redeemed		**(9,025)**	(5,204)	**(1,309)**	(1,147)
		91,794	51,461	**33,414**	21,116
Accounting income available for ditribution:					
- Relating to capital gains		**426**	-	**392**	-
- Excluding capital gains		**91,368**	51,461	**33,022**	21,116
		91,794	51,461	**33,414**	21,116

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2020

	Nine months period ended		Quarter Ended	
	2020	2019	**2020**	2019
	(Rupees in '000)			
Net income for the period	**100,819**	56,665	**34,723**	22,263
Other comprehensive income	**-**	-	**-**	-
Total comprehensive income for the period	**100,819**	56,665	**34,723**	22,263

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2020

	Nine months period ended					
	2020			2019		
	Value	Undistributed income	Total	Value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the period	1,003,542	384	1,003,926	767,782	35,938	803,720
Issuance of 131,046,327 units (2019: 72,566,106 units)						
- Capital value	1,281,098	-	1,281,098	707,868	-	707,868
- Element of income	56,549	-	56,549	23,047	-	23,047
Total proceeds on issuance of units	1,337,647	-	1,337,647	730,915	-	730,915
Redemption of 120,478,110 units (2019: 54,924,307 units)						
- Capital value	(1,177,784)	-	(1,177,784)	(535,776)	-	(535,776)
- Element of loss	(42,403)	(9,025)	(51,428)	(13,182)	(5,204)	(18,386)
Total payments on redemption of units	(1,220,187)	(9,025)	(1,229,212)	(548,958)	(5,204)	(554,162)
Total comprehensive income for the period	-	100,819	100,819	-	56,665	56,665
Final Distribution for the year ended 30 June 2018: 5.39% declared on 04 July 2018						
- Cash distribution	-	-	-	-	(37,694)	(37,694)
- Refund of capital	-	-	-	(4,390)	-	(4,390)
Total distribution	-	-	-	(4,390)	(37,694)	(42,084)
Net assets at end of the period	1,121,002	92,178	1,213,180	945,349	49,705	995,054
Undistributed income brought forward						
- Realised		2,030			37,008	
- Unrealised		(1,646)			(1,070)	
		384			35,938	
Accounting income available for distribution:						
- Relating to capital gains		426			-	
- Excluding capital gains		91,368			51,461	
		91,794			51,461	
Final distribution for the year ended 30 June 2018: 5.39% declared on 04 July 2018						
- Cash distribution		-			(37,694)	
Undistributed income carried forward		92,178			49,705	
Undistributed income carried forward						
- Realised		91,897			51,382	
- Unrealised		281			(1,677)	
		92,178			49,705	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			9.7759			10.2938
Net assets value per unit at end of the period			10.7113			10.3955

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2020

	Note	Nine months period ended 2020	2019
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**100,819**	56,665
Adjustments for:			
Net unrealised (gain) / loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		**(281)**	1,677.00
Reversal of provision		**-**	4,194.00
(Gain) / loss on sale of investments - net		**(162)**	37.00
		100,376	62,573
(Increase) / Decrease in assets			
Investments - net		**115,120**	(3,640)
Receivable against Margin Trading System		**(147,107)**	139,917
Profit and other receivables		**(2,698)**	(5,291)
Deposits, prepayment and other receivables		**(260)**	(69)
		(34,945)	130,917
Increase in liabilities			
Payable to NBP Fund Management Limited - Management Company		**959**	1,343
Payable to Central Depository Company of Pakistan Limited - Trustee		**(73)**	170
Payable to Securities and Exchange Commission of Pakistan		**(532)**	(152)
Accrued expenses and other liabilities		**2,130**	846
		2,484	2,207
Net cash generated from operating activities		**67,915**	195,697
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received on issue of units		**1,337,647**	726,525
Cash distribution		**-**	(37,694)
Payments against redemption of units		**(1,229,120)**	(554,162)
Net cash generated from financing activities		**108,527**	134,669
Net increase in cash and cash equivalents during the period		**176,442**	330,366
Cash and cash equivalents at beginning of the period		**728,176**	452,098
Cash and cash equivalents at end of the period		**904,618**	782,464

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 NBP Savings Fund (formerly NAFA Income Fund) (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited, as the Management Company and Central Depository Company of Pakistan Limited (CDC), as the Trustee. The Trust Deed was executed on 03 January 2008 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 14 December 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). Subsequently, CDC retired as the Trustee of the Fund and MCB Financial Services Limited (MCBFSL) was appointed as the new Trustee with effect from 22 November 2011. The SECP approved the appointment of MCBFSL as the Trustee in place of the CDC on 15 November 2011. Accordingly, the Trust Deed of the Fund was revised through a supplemental Deed executed between the Management Company, CDC and MCBFSL. CDC was appointed in place of MCBFSL as the Trustee with effect from 19 October 2018. Accordingly the Trust Deed of the Fund was revised through a supplemental Deed executed between the Management Company and CDC. The effective date of change of name of the Fund is 4 April 2019.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of 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 Securities and Exchange Commission of Pakistan (SECP) and other allied matters and 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 assigned a stability rating of 'A(f)' to the Fund and has assigned and maintained asset manager rating of 'AM1' of Management Company.

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2020.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

3.2 There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

4 INVESTMENTS

Investments by category	Note	31 March 2020 Unaudited	30 June 2019 Audited
		(Rupees in '000)	
At fair value through profit or loss			
Term finance certificates - listed	4.1	-	56,427
Term finance certificates - unlisted	4.2	-	20,000
Sukuks	4.4	-	-
Government securities - Market Treasury Bills	4.5	98,505	4,947
Commercial Paper	4.6	-	98,330
Term deposit receipt	4.7	65,000	98,478
		163,505	278,182

4.1 Term finance certificates - listed

All certificates have a face value of Rs. 5,000 each unless stated otherwise.

Name of the investee company	Tenor	As at 01 July 2019	Purchases during the period	Sales / matured during the period	As at 31 March 2020	Market value/ Carrying value as at 31 March 2020	Market value / Carrying value as a percentage of net assets	Market value/ carrying value as a percentage of total investments
		(Number of certificates)				(Rupees in '000)	(%)	
Askari Commercial Bank Limited	5 years	7,400	-	7,400	-	-	-	-
JS Bank Limited	5 years	4,660	-	4,660	-	-	-	-
Saudi Pak Leasing Company Limited (Note 4.1.1)	10 years	8,000	-	-	8,000	-	-	-
Worldcall Telecom Limited (Note 4.1.2)	13 years	14,000	-	-	14,000	-	-	-
		34,060	-	12,060	22,000	-	-	-

4.1.1 This represents investment in listed term finance certificates with original term of five years. On 13 October 2011 the investee company defaulted on its obligation on account of principal and profit payment. The investee company rescheduled its terms on 26 December 2011 with new maturity in March 2017. The investee company again defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since 30 April 2014. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of said circulars.

4.1.2 This represents investment in listed term finance certificates of Worldcall Telecom Limited. On 07 April 2012, the investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP. The amount of provision required as per SECP circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.2 Term finance certificates - Unlisted

All certificates have a face value of Rs. 5,000 each unless stated otherwise.

Name of the investee company	Tenor	As at 01 July 2019	Purchases during the period	Sales / matured during the period	As at 31 March 2020	Market value/ Carrying value as at 31 March 2020	Market value / Carrying value as a percentage of net assets	Market value/ carrying value as a percentage of total investments
		---Number of certificates---				(Rupees in '000)	---(%)---	
Agritech Limited II (Note 7.2.1)	10 years	30,000	-	-	30,000	-	-	-
Agritech Limited V (Note 7.2.2)	6 years	4,436	-	-	4,436	-	-	-
Jahangir Siddiqui and Company Limited	5 years	8,000	-	8,000	-	-	-	-
		42,436	-	8,000	34,436	-	-	-

4.2.1 This represents investment in Privately Placed unlisted Term Finance Certificates (PPTFCs) with a term of seven years. On 14 July 2010 the investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing by MUFAP since 02 August 2010. The amount of provision as per circular no.1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.2.2 This represents investment in Privately Placed Term Finance Certificates (PPTFC) of Agritech V received against due markup of Agritech I. The investee company defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since 17 January 2012. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.3 Sukuks - Unlisted

All sukuks have a face value of Rs. 5,000 each unless stated otherwise.

Name of the investee company	Tenor	As at 01 July 2019	Purchases during the period	Sales / matured during the period	As at 31 March 2020	Market value/ Carrying value as at 31 March 2020	Market value / Carrying value as a percentage of net assets	Market value/ carrying value as a percentage of total investments
		---Number of certificates---				(Rupees in '000)	---(%)---	
New Allied Electronics (Private) Limited (Note 4.4.1)	11 years	10,000	-	-	10,000	-	-	-
Eden Housing Limited (Note 4.4.2)	12 years	20,000	-	-	20,000	-	-	-
		30,000	-	-	30,000	-	-	-

4.3.1 This represents investment in privately placed sukuks with a term of five years. The investee company had defaulted on its obligation on account of principal and profit payment and accordingly has been classified as non performing asset by MUFAP since 09 January 2009. The amount of provision as per circular 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.3.2 This represents investment in privately placed sukuks with a term of five years. On 06 May 2011, the investee company defaulted its principal and profit payment and therefore it was classified as non performing asset by MUFAP. The amount of provision as per circular no. 1 of 2009 and circular no. 33 of 2012 has been maintained by valuing the investment in terms of the said circulars.

4.3.3 The Sukuks held by the Fund are generally secured against hypothecation of stocks and receivables and mortgage of fixed assets of the issuer.

4.4 Investments in government securities

Issue date	Tenor	Face value				Market value / Carrying value as at 31 March 2020	Market value / Carrying value as a percentage of net assets	Market value / Carrying value as a percentage of total investments
		As at 01 July 2019	Purchases during the period	Sales / matured during the period	As at 31 March 2020			
		(Rupees in '000)					(%)	
Market Treasury Bills								
9 May 2019	03 Months	5,000	-	5,000	-	-	-	-
2 December 2019	12 Months	-	35,000	35,000	-	-	-	-
26 November 2019	6 Months	-	50,000	50,000	-	-	-	-
11 December 2019	3 Months	-	35,000	35,000	-	-	-	-
February 27, 2020	3 Months	-	350,000	250,000	100,000	98,505	8.12	60.25
Total		5,000	470,000	375,000	100,000	98,505	8.12	60.25
Carrying value before fair value adjustments as at 31 March 2020.						98,232		

4.4.1 Investments include market treasury bills with market value of Rs. 98.505 million (30 June 2019: Rs 4.947 million) which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

4.5 Commercial Paper

Name of Issuer	Maturity Date	Face value				Carrying value as at 31 March 2020	Carrying value as a percentage of net assets	Carrying value as a percentage of total investments
		As at 01 July 2019	Purchases during the period	Sales / matured during the period	As at 31 March 2020			
		(Rupees in '000)					(%)	
Hub Power Company Limited	22-Jul-2019	99,000	-	99,000	-	-		
Hub Power Company Limited	24-Mar-2020	-	90,000	90,000	-	-	-	-
K Electric Limited	27-Feb-2020	-	100,000	100,000	-	-	-	-
TPL Corporation Limited	11-Jan-2020	-	25,000	25,000	-	-	-	-
		99,000	215,000	314,000	-	-	-	-

5 SELLING AND MARKETING EXPENSE

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 0.7% per anum of the net assets of the Fund.

6 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 15 to the annual audited financial statements of the Fund for the year ended June 30, 2019.

The Fund, being prudent, recognised provision for SWWF amounting to Rs.6.548 million for the period ended March 31, 2020 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2020 would have been higher by Rs. 0.0578 per unit (June 30, 2019: Rs. 0.0437 per unit)."

7 CONTINGENCY AND COMMITMENT

There was no contingency and commitment as at 31 March 2020 (30 June 2019: Nil).

8 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these consdensed interim financial statements. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

9 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 2.45% (2019: 1.98%) which includes 0.40% (2019: 0.36%) representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'income scheme'.

10 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS

10.1 Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund and unit holders holding ten percent or more units of the Fund.

10.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

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

10.4 The details of significant transactions carried out by the Fund with connected persons and balances with them at period end are as follows:

10.5 **Details of the transactions with connected persons are as follows:**

	Unaudited Nine months period ended	
	March 31, 2020	March 31, 2019
	(Rupees in '000)	
NBP Fund Management Limited - Management Company		
Management remuneration	**7,426**	4,649
Sindh Sales Tax on remuneration of Management Company	**965**	604
Sales and transfer load charged	**1,714**	534
Reimbursement of operational expenses to the Management Company	**831**	669
Selling and marketing expense	**5,711**	2,050
Central Depository Company of Pakistan Limited - Trustee		
Remuneration to the Trustee	**623**	706
Sindh Sales Tax on remuneration of Trustee	**81**	92
CDS Charges	**308**	-
MCB Financial Services Limited - Trustee		
Remuneration of the Trustee	**-**	241
Sindh Sales Tax on Trustee remuneration	**-**	31
Employees of the Management Company		
29,521 units issued (2019: 315 units)	**299**	3
34,902 units redeemed (2019: Nil units)	**358**	-
NBP Employees Pension Fund (Pension fund of the parent of Management Company)		
Nil units issued (2019: 2,448,712 units)	**-**	23,903
Muhammad Murtaza Ali - Company Secretary / COO		
49,597 units issued (2019: Nil units)	**500**	-
49,597 units redeemed (2019: Nil units)	**503**	-
Fauji Fertilizer Company Limited - Common Directorship**		
25,271,313 units issued (2019: Nil units)	**250,002**	-
25,271,160 units redeemed (2019: Nil units)	**250,167**	-
NBP Income Opportunity Fund (CIS Managed by Management Company)		
Purchased Commerical Paper	**23,182**	-
NBP Money Market Fund (CIS Managed by Management Company)		
Purchased Tbill	**34,370**	-
Sold T-Bill		29,979
NBP Financial Sector Income Fund (CIS Managed by Management Company)		
Sold Term Finance Certificates	**75,485**	-
NBP Government Securities Liquid Fund (CIS Managed by Management Company)		
Sold T-Bill	**-**	29,911
Portfolios Managed by Management Company		
Purchased Tbill	**110,166**	-
656 units issued (2019: Nil units)	**7**	-
National Clearing Company of Pakistan Limited (Common Directorship)		
NCCPL Charges	**172**	-
Pakistan Stock Exchange Limited (Common Directorship)**		
Listing Fee paid	**25**	-
Bank Islami Pakistan Limited (Common Directorship)**		
Markup on Bank Deposit	**1,772**	-
The Hub Power Company Limited (Common Directorship)**		
Purchased Commerical Paper	**83,647**	-
Income on commercial paper	**6,353**	-

10.6 Amounts outstanding as at period / year end:

	31 March 2020 Unaudited	30 June 2019 Audited
	(Rupees in '000)	
NBP Fund Management Limited - Management Company		
Management remuneration payable	**1,084**	707
Sind Sales Tax payable	**141**	92
Allocation of expenses related to registrar services, accounting, operation and valuation services	**289**	494
Sales and transfer load	**1,429**	814
Sind Sales Tax payable on sales load	**184**	104
Selling & Marketing expense	**2,021**	1,978
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	**76**	141
Sindh Sales Tax payable	**10**	18
Security deposit	**100**	100
CDC charges payable	**24**	17
Portfolios Managed by Management Company		
Units held: 656 units (2019: Nil units)	**7**	-
NBP Employees pension fund (Pension fund of the parent of Management Company)		
Units held: 67,200,942 units (2019: 67,200,942 units)	**719,809**	656,950
Employees of the Management Company		
Units held: 2,173 units (2019: 7,554 units)	**23**	74
Summit Bank Limited* (Common Directorship)		
Bank Balances	**-**	633
Bank Islami Pakistan Limited ** (Common Directorship)		
Bank Balance	**829**	-
Profit receivable	**31**	
Fauji Fertilizer Company Limited ** (Common Directorship)		
Units held: 154 units (2019: Nil units)	**2**	-
National Clearing Company of Pakistan Limited (Common Directorship)**		
Security Deposit	**250**	-
NCCPL Charges payable	**76**	-

* Current balances with this party has not been disclosed as it did not remain connected person and related party as at the period end.

** Comparative balances with these parties have not been disclosed as these parties were not related parties in the last term.

11 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 27, 2020

12 GENERAL

12.1 Figures have been rounded off the nearest thousand rupees,unless otherwise is specified.

12.2 Corresponding figures have been rearranged and reclassified , wherever necessary, for the purpose of better presentation.

For NBP Fund Management Limited
(Management Company)

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

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632
Toll Free: 0800-20002
Sms: INVEST to 9995
Fax: 021-35825335
Email: info@nbpfunds.com
Website: www.nbpfunds.com
/nbpfunds

NBP FUNDS
Managing Your Savings

Islamic Savings

Aitemaad اعتماد
سود سے پاک
اسلامک سیونگز

AM1
Rated by PACRA

NBP ISLAMIC SAVINGS FUND

QUARTERLY REPORT
MARCH 31, 2020

NBP FUNDS
Managing Your Savings

MISSION STATEMENT

To rank in the top quartile

in performance of

NBP FUNDS

relative to the competition,

and to consistently offer

Superior risk-adjusted returns to investors.

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
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

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

Bankers to the Fund

Al Baraka Islamic Bank Limited
Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Silk Bank Limited
Sindh Bank Limited
Soneri Bank Limited
Summit Bank Limited
United Bank Limited

Auditors

Deloitte Yousuf Adil
Chartered Accountants
Cavish Court,
A-35, Block 7 & 8,
KCHSU, Sharae Faisal
Karachi-75350 Pakistan.

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
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:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

DIRECTORS' REPORT

The Board of Directors of N**BP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Islamic Savings Fund (NBP-ISF)** Formerly; NAFA Islamic income Fund) (NIIF) for the period ended March 31, 2020.

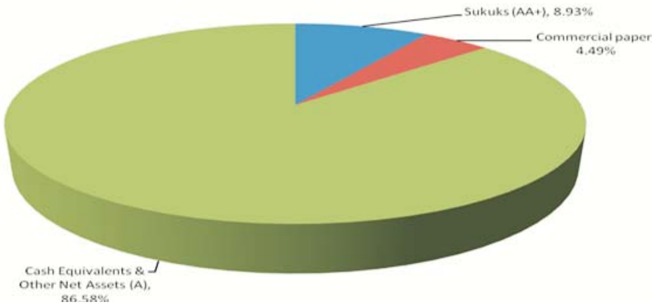
Fund's Performance

The size of NBP Islamic Savings Fund has increased from Rs. 3,642 million to Rs. 4,220 million during the period (i.e. an increase of 16%). During the period, the unit price of the Fund has increased from Rs. 9.5226 on June 30, 2019 to Rs. 10.3765 on March 31, 2020, thus showing return of 11.9% as compared to its benchmark return of 6.3% for the same period. The performance of the Fund is net of management fee and other expenses.

NBP-ISF is categorized as a Shariah Compliant Income Fund and has been awarded stability rating of 'A- (f)' by PACRA. During the period under review, the market witnessed issuance of a decent size of corporate sukuks and Shariah Compliant commercial papers to meet the increasing funding need for fixed capital investments and working capital, respectively. In the secondary market, the trading activity in corporate sukuks remained around Rs. 19 billion compared to Rs. 9 billion, during the same period last year.

During 9MFY20, the State Bank of Pakistan (SBP) held six Monetary Policy Committee (MPC) meetings. In its first meeting in July 2019, the Policy Rate was increased by 100bps to 13.25% with the objective to curtail inflationary pressure. Thenceforth the central bank maintained tight monetary policy stance and left the key benchmark rate unchanged in the subsequent three MPC meetings. In its meeting on March 17th, 2020 and again on March 24th, 2020 the SBP slashed the Policy Rate by a cumulative 225bps to 11%; owing to improved inflation outlook, sharp fall in the global oil prices, and economic fallout from the Coronavirus pandemic.

The Fund has earned a total income of Rs. 304.76 million during the period. After deducting total expenses of Rs. 48.68 million, the net income is Rs. 256.08 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NBP-ISF.



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 **Director**

Date: April 27, 2020
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نو ماہی کے لئے NBP اسلامک سیونگز فنڈ (NBP-ISF) (سابقہ: NAFA اسلامک انکم فنڈ) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

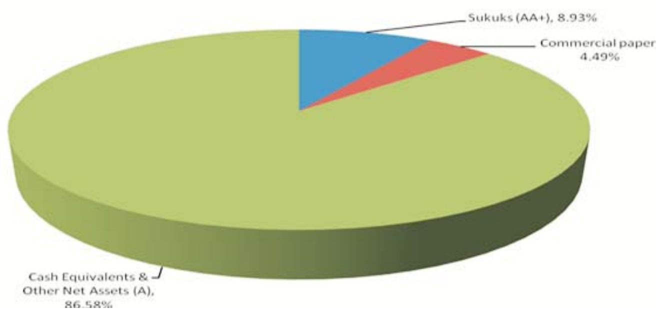
موجودہ مدت کے اختتام پر NBP اسلامک سیونگز فنڈ کا سائز 3,642 ملین روپے سے بڑھ کر 4,220 ملین روپے ہو گیا یعنی 16% کا اضافہ ہوا۔ اس مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2019 کو 9.5226 روپے سے بڑھ کر 31 مارچ 2020 کو 10.3765 روپے ہو گئی، لہٰذا گزشتہ اسی مدت کی 6.3% بنچ مارک منافع کے مقابلے 11.9% کا منافع درج کیا گیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP-ISF کی اسلامک انکم اسکیم کے طور پر درجہ بندی کی گئی ہے اور اسے PACRA کی طرف سے A-(f) کی مستحکم ریٹنگ دی گئی ہے۔ زیر جائزہ مدت کے دوران، مارکیٹ میں بالترتیب فکسڈ کیپٹل سرمایہ کاری اور ورکنگ سرمایہ کے لئے بڑھتی ہوئی فنڈنگ کی ضروریات کو پورا کرنے کے لئے کارپوریٹ سکوک اور شریعہ کمپلینٹ کمرشل پیپرز کے ایک معقول سائز کے اجراء کا مشاہدہ کیا گیا۔ ثانوی مارکیٹ میں، کارپوریٹ سکوک میں تجارت 19 بلین روپے رہی جو کہ گزشتہ سال کی اسی مدت کے دوران 9 بلین روپے تھی۔

مالی سال 2020 کی نو ماہی میں اسٹیٹ بینک آف پاکستان نے چھ مانیٹری پالیسی کمیٹی (MPC) کے اجلاس طلب کئے۔ افراط زر کو قابو کرنے کے لئے SBP نے جولائی 2019ء میں منعقدہ مانیٹری پالیسی کے اپنے پہلے اجلاس میں پالیسی شرح کو بحساب 100bps سے بڑھا کر 13.25 فی صد کر دیا۔ اس کے بعد مرکزی بینک نے سخت معاشی پالیسی کا مؤقف برقرار رکھا اور اس کے بعد ہونے والی تین MPC اجلاسوں میں کلیدی معیار تبدیل نہیں کیا۔ 17 مارچ، 2020 کو اور پھر 24 مارچ، 2020 کو اپنے اجلاس میں اسٹیٹ بینک نے افراط زر کی صورتحال میں بہتری، تیل کی عالمی قیمتوں میں تیزی سے کمی اور کورونا وائرس وبائی مرض سے معاشی خرابی کی وجہ سے پالیسی کی شرح میں بحساب 225bps سے کمی کر کے مجموعی طور پر 11 فیصد کر دیا۔

فنڈ کو اس مدت کے دوران 304.76 ملین روپے کی کل آمدنی ہوئی۔ 48.68 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 256.08 ملین روپے ہے۔

NBP-ISF کی ایسٹ ایلوکیشن اور اس کی ہر ذیلی ایسٹ کلاس کی اوسط کریڈٹ ریٹنگ درج ذیل ہے:



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

ڈائریکٹر

تاریخ: 27 اپریل 2020ء

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2020

	Note	Unaudited March 31, 2020	Audited June 30, 2019
		Rupees in '000	
ASSETS			
Bank Balances		3,654,014	2,118,188
Investments	4	566,289	1,549,483
Profit Receivable		42,447	26,157
Advances, deposits, prepayments and other receivables		1,953	1,529
Total assets		4,264,703	3,695,357
LIABILITIES			
Payable to the Management Company		14,328	11,463
Payable to the Trustee		294	323
Payable to Securities and Exchange Commission of Pakistan		451	2,283
Accrued expenses and other liabilities		29,161	38,918
Total liabilities		44,234	52,987
NET ASSETS		4,220,469	3,642,370
Unit holders' funds (As per statement attached)		4,220,469	3,642,370
CONTINGENCIES AND COMMITMENTS	6		
		Number of units	
NUMBER OF UNITS IN ISSUE		406,735,253	382,499,381
		Rupees	Rupees
NET ASSET VALUE PER UNIT		10.3765	9.5226

The annexed notes 1 to 13 form an integral part of this condensed interim financial information

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Note	Nine months ended		Quarter ended	
		March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
		(Rupees in '000)			
INCOME					
Loss on sale of investments		(2,448)	(3,926)	(2,065)	(745)
Income from sukuk bonds		29,554	43,686	14,425	16,260
Profit on bank deposits		236,534	122,917	93,926	38,919
Income from commercial paper		39,621	47,676	15,319	19,974
Unrealised appreciationon re-measurement of investments classified as financial assets at fair value through profit or loss - net		1,500	60	2,174	1,217
Total Income		304,761	210,413	123,779	75,625
EXPENSES					
Remuneration of the Management Company		19,209	15,615	9,001	4,896
Sindh Sales Tax on Management fee		2,497	2,030	1,170	637
Remuneration of the Trustee		1,690	2,602	685	788
Sindh Sales Tax on remuneration of Trustee		220	338	89	102
Allocation of operational expenses from the Management Company		2,253	2,311	912	681
Selling and marketing expenses	9	15,474	6,437	6,387	2,723
Annual fee - Securities and Exchange Commission of Pakistan		451	1,733	183	511
Settlement and bank charges		451	466	139	78
Securities transaction cost		7	59	-	59
Annual listing fee		21	21	7	7
Auditors' remuneration		463	502	142	105
Rating fee		289	290	100	110
Printing Charges		31	26	28	1
Legal and professional charges		69	104	12	44
Shariah advisor fee		325	389	108	127
Total Expenses		43,450	32,923	18,963	10,869
Net income from operating activities		261,311	177,490	104,816	64,756
Provision for sindh workers' welfare fund	5	(5,226)	(3,550)	(2,096)	(1,295)
Net income for the period before taxation		256,085	173,940	102,720	63,461
Taxation	8	-	-	-	-
Net income for the period after taxation		256,085	173,940	102,720	63,461
Allocation of net income for the period					
Net income for the period after taxation		256,085	173,940	102,720	63,461
Income already paid on units redeemed		(59,881)	(54,103)	(24,402)	(21,059)
		196,204	119,837	78,318	42,402
Accounting income available for distribution:					
- Relating to capital gain		-	-	-	-
- Excluding capital gain		196,204	119,837	78,318	42,402
		196,204	119,837	78,318	42,402

The annexed notes 1 to 13 form an integral part of this condensed interim financial information

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Nine months ended		Quarter ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	(Rupees in '000)			
Net income for the period after taxation	256,085	173,940	102,720	63,461
Other comprehensive income for the period				
Total comprehensive income for the period	256,085	173,940	102,720	63,461

The annexed notes 1 to 13 form an integral part of this condensed interim financial information

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months period ended					
	March 31, 2020			March 31, 2019		
	----------(Rupees in '000)----------					
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
Net assets at the beginning of the period	3,585,988	56,382	3,642,370	3,617,979	157,336	3,775,315
Issuance of 402,672,739 units (2019: 274,828,714 units)						
- Capital Value	3,834,491	-	3,834,491	2,611,890	-	2,611,890
- Element of income	220,355	-	220,355	64,323	-	64,323
Total proceeds on issuance of units	4,054,846	-	4,054,846	2,676,213	-	2,676,213
Redemption of 378,436,867 units (2019: 365,370,048 units)						
- Capital Value	(3,603,703)	-	(3,603,703)	(3,472,367)	-	(3,472,367)
- Element of loss	(69,248)	(59,881)	(129,129)	(21,931)	(54,103)	(76,034)
Total payments on redemption of units	(3,672,951)	(59,881)	(3,732,832)	(3,494,298)	(54,103)	(3,548,401)
Total comprehensive income for the period	-	256,085	256,085	-	173,940	173,940
Final Distribution @Rs.0.4883 declared on July 04, 2019						
Distribution during the period	-	-	-	-	(108,078)	(108,078)
Refund of capital	-	-	-	(76,415)	-	(76,415)
	-	-	-			
Net assets as at the end of the period	3,967,883	252,586	4,220,469	2,723,479	169,095	2,892,574
Undistributed income brought forward						
- Realised		58,700			164,604	
- Unrealised		(2,318)			(7,268)	
		56,382			157,336	
Accounting income available for distribution						
- Relating to capital gain		-			-	
- Excluding capital gain		196,204			119,837	
		196,204			119,837	
Distribution during the period		-			(108,078)	
Undistributed income carried forward		252,586			169,095	
Undistributed income carried forward						
- Realised		251,086			169,035	
- Unrealised		1,500			60	
		252,586			169,095	
			- (Rupees) -			- (Rupees) -
Net assets value per unit at beginning of the period			9.5226			9.9920
Net assets value per unit at end of the period			10.3765			10.0684

The annexed notes 1 to 13 form an integral part of this condensed interim financial information

The annexed notes form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months period ended	
	March 31, 2020	March 31, 2019
	------------(Rupees in '000)---------	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period before taxation	256,085	173,940
Adjustments		
Loss on sale of investments	2,448	3,926
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets at fair value through profit or loss - net	(1,500)	(60)
	257,033	177,806
(Increase) / decrease in assets		
Investments	982,246	(697,950)
Profit receivable	(16,290)	7,064
Advances, deposits, prepayments and other receivables	(424)	(55)
	965,532	(690,941)
Increase / (decrease) in liabilities		
Payable to the Management Company	2,865	1,408
Payable to the Trustee	(29)	(103)
Annual fee payable to Securities and Exchange Commission of Pakistan	(1,832)	(1,481)
Accrued expenses and other liabilities	(9,757)	1,872
	(8,753)	1,696
Net cash (used in) from operating activities	1,213,812	(511,439)
CASH FLOW FROM FINANCING ACTIVITIES		
Net receipts from issue of units	4,054,846	2,599,798
Net payments on redemption of units	(3,732,832)	(3,548,401)
Distributions paid during the period	-	(108,078)
Net cash (used in) financing activities	322,014	(1,056,681)
Net increase / (decrease) in cash and cash equivalents during the period	1,535,826	(1,568,120)
Cash and cash equivalents at the beginning of the period	2,118,188	3,109,290
Cash and cash equivalents at the end of the period	**3,654,014**	**1,541,170**

The annexed notes 1 to 13 form an integral part of this condensed interim financial information

For NBP Fund Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Savings Fund (Formerly:NAFA Islamic Income Fund) (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on August 20, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 17, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Trust Deed was amended through first supplemental trust deed executed for the change of name and categorisation of the Fund as shariah-compliant income scheme as per the criteria for categorization of open end collective investment scheme as specified by SECP and other allied matters. CDC retired as the Trustee of the Fund and MCB Financial Services Limited (MCBFSL) was appointed as the new Trustee with effect from November 22, 2011. The SECP approved the appointment of MCBFSL as the Trustee in place of CDC on November 15, 2011. Accordingly, the Trust Deed of the Fund was revised through a supplemental Trust Deed executed between the Management Company, CDC and MCBFSL. Thereafter, on July 17, 2014 CDC was re-appointed as the new Trustee of the Fund, after MCBFSL retired on prior day.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is also the member of MUFAP.

The Fund is an open-ended mutual fund and classified as sharia compliant "income" scheme by the Management Company and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.

With the approval of SECP, the Management Company has changed the name of the fund from 'NAFA Islamic Income Fund' to 'NBP Islamic Savings Funds' with effect from April 25, 2019. The trust deed has been amended through supplemental trust deed executed for the change of name.

The core objective of the Fund is to provide preservation of capital and earn a reasonable rate of return. The principal activity of the Fund is to make investments in Shariah compliant securities, having a good credit rating and liquidity subject to the guidelines prescribed by SECP.

The Pakistan Credit Rating Agency Limited has assigned an asset manager rating of AM1 to the Management Company and a stability rating of A-(f) to the Fund.

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2020.

3 ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2018 except for the change in accounting policy as explained in note 3.2.

3.2 There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

		(Un-audited) 31 March 2020	(Audited) 30 June 2019
4 INVESTMENTS		**----Rupees in "000"----**	
Financial assets at fair value through profit or loss			
- Non- performing Sukuk at fair value through profit or loss	*4.1*	**-**	-
Sukuk	*4.2*	**377,000**	220,609
Commercial Paper	*4.3*	**189,289**	788,874
Term deposit receipt		**-**	540,000
		566,289	1,549,483

4.1 Non-performing Sukuks classified at fair value through profit or loss

Name of the investee company	Number of certificates: As at 1 July 2019	Purchases during the period	Sales during the period	As at 31 March 2020	Market value as at 31 March 2020	Investment as % of: Market value of net assets	Market value of total investments
					(Rupees in '000)	------------ (%) ------------	
New Allied Limited-1st issue (note 4.1.1)	352,000	-	-	352,000	-	-	-
New Allied Limited-2nd issue (note 4.1.2)	1,000		-	1,000	-	-	-
	353,000	**-**	**-**	**353,000**	**-**	**-**	**-**
Carrying value of investments as at 31 March 2019					**114,905**		
Provision held					**114,905**		

4.1.1 All sukuk bonds have a face value of Rs 5,000 each except sukuk bonds of New Allied Electronics (Private) Limited - 1st issue which have a face value of Rs 312.5.

4.1.2 These represent investments in privately placed Term Finance Certificates and Sukuk bonds of the investee company. These investments have been fully provided.

4.2 Sukuk and Ijara bonds - At fair value through profit or loss

Name of the investee company	Number of bonds				Market value as at 31 March 2020	Investment as % of	
	As at 1 July 2019	Purchases during the period	Sales / Matured during the period	As at 31 March 2020		Market value of net assets	Market value of total investments
					(Rupees in '000)	------------ (%) ------------	
Hub Power Company Private Limited	-	3,770	-	3,770	377,000	8.93	66.57
	-	3,770	-	3,770	377,000	8.93	66.57
Carrying value of investments as at 31 March 2020					**377,000**		

4.3 This represents the purchase of commercial paper from K-Electric Limited on February 14, 2020 (having face value of Rs. 100 million). This carry profit at the rate of 10.90% and will mature on August 14, 2020 and K-Electric Limited on March 10, 2020 (having face value of Rs. 100 million). This carry profit at the rate of 10.87% and will mature on September 10, 2020.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 14 to the annual audited financial statements of the Fund for the year ended June 30, 2019.

The Fund, being prudent, recognised provision for SWWF amounting to Rs.17.148 million for the period ended March 31, 2020 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2020 would have been higher by Rs. 0.0422 per unit (June 30, 2019: Rs. 0.031 per unit).

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2020 and June 30, 2019.

7 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the period ended March 31, 2020 is 2.16% (2019: 1.58%) which includes 0.37% (2019: 0.33%) representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'Shari'ah compliant income scheme'.

8 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these consdensed interim financial statements.

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

9 SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 0.7% per anum of the net assets of the Fund.

10 DETAILS OF NON-COMPLIANT INVESTMENTS

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

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

The following are the details of non-compliant investments:

Names of non-compliant investment	Non-compliance of clause	Type of Investment	Value of investment before provision	Provision held	Value of investment after provision	% of net assets	% of gross assets
New Allied Electronics -	Rating is below investment grade as prescribed in clause 9 (v) of the annexure of circular no. 7 of 2009	Sukuk	110,000	(110,000)	-	-	-
New Allied Electronics - Sukuk II		Sukuk	4,905	(4,905)	-	-	-

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

11 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

11.1 Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Baltoro Growth Fund being the sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.

11.2 The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

11.3 Remuneration and front end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

11.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the Trust Deed.

11.5 **Details of the transactions with connected persons during the period are as follows:**

	Unaudited	
	Nine months period ended	
	March 31, 2020	March 31, 2019
	---------(Rupees in '000)--------	
NBP Fund Management Limited Management Company		
Management fee expense for the period	**19,209**	15,615
Front end load for the period	**16,775**	3,064
Sindh Sales tax on management fee	**2,497**	2,030
Allocation of operational expenses from the Management Company	**2,253**	2,311
Selling and marketing expenses	**15,474**	6,437
Central Depository Company of Pakistan- Trustee		
Trustee fee for the period	**1,690**	2,602
Sindh Sales tax on remuneration of Trustee	**220**	338
Employees of Management Company		
Units issued 203,592 units (2019: 15,166,092 units)	**2,034**	146,601
Units redeemed 711,070 units (2019: 12,712,752 units)	**6,950**	124,310
Dividend Re-investment 40,360 units	-	384
Chief Financial Officer of Management Company		
Units issued / transferred in 436 units (2019: 19 units)	**4**	**-**
Units redeemed / transferred out 296,264 units (2019: 1,747 units)	**2,946**	**17**
Dividend Re-investment 58 units	**-**	**1**
Bank Islami Pakistan Limited (Common Directorship with Management Co.)		
Profit on Savings account	**69,619**	**1,086**
Profit on Term deposit receipt	**-**	**-**
Placement of Term deposit receipt	**2,993,000**	**-**
The Hub Power Company (Common Directorship with Management Co.)		
Purchase of Sukuk Certificate	**377,000**	**-**
Income From Sukuk	**20,437**	**-**
NBP Financial Sector Income Fund (Fund under same management company)		
Purchase of Commercial Paper - (K-Electric)	**82,441**	**-**
NBP Islamic Sarmaya Izafa Fund (Fund under same management company)		
Selling of Sukuk (Engro Polymer Chemical)	**88,457**	**-**
NBP BALANCED FUND (Fund under same management company)		
Selling of Sukuk	**26,012**	**-**

		(Un-Audited) As at 31 March 2020	(Audited) As at 30 June 2019
		Rupees in '000	
11.6	**Amounts outstanding as at period end**		
	NBP Fund Management Limited Management Company		
	Management fee payable	3,402	2,001
	Sindh sales tax payable on Management Fee	442	260
	Allocation of operational expenses from the Management Company	912	1,415
	Front end load	2,222	1,303
	Sindh sales tax on sales load	963	825
	Selling and marketing expenses	6,387	5,659
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration payable	260	286
	Sindh Sales Tax on remuneration of Trustee	34	37
	Security deposits	100	100
	National Bank of Pakistan - Sponsor		
	Balance in account	6,842	3,065
	Employees of Management Company		
	Investment held in the Fund 1,203,290 units (30 June, 2019 : 1,710,757 units)	12,486	16,291
	Chief Financial Officer of Management Company		
	Investment held in the Fund 436 units (30 June, 2019 : 296,264 units)	5	2,821
	The Hub Power Company (Common Directorship with Management Co.)		
	Purchase of Sukuk Certificate	377,000	-
	Accrued markup From Sukuk	6,193	-
	Bank Islami Pakistan Limited (Common Directorship with the Management Company)		
	Balance in savings accounts	2,386,793	101,678
	Term deposit receipt	-	540,000
	Summit Bank (Common Directorship with the Management Company)		
	Balance in accounts	4,820	5,661

12 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Management Company on April 27, 2020.

13 GENERAL

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

13.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office

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اسلامک سیونگز

AM1
Rated by PACRA

NBP ISLAMIC STOCK FUND

QUARTERLY REPORT
MARCH 31, 2020

MISSION STATEMENT

To rank in the top quartile

in performance of

NBP FUNDS

relative to the competition,

and to consistently offer

Superior risk-adjusted returns to investors.

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
Mr. Saad ur Rahman Khan	Director
Syed Hasan Irtiza Kazmi	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Humayun Bashir	Director
Mr. Saad Amanullah Khan	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

Mr. Saad Amanullah Khan	Chairman
Syed Hasan Irtiza Kazmi	Member
Mr. Imran Zaffar	Member
Mr. Humayun Bashir	Member

Human Resource Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Humayun Bashir	Member

Strategy & Business Planning Committee

Mr. Humayun Bashir	Chairman
Mr. Saad ur Rahman Khan	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

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

Bankers to the Fund

Al Baraka Bank Limited
Allied Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Bankislami Pakistan Limited
Dubai Islamic Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank Limited
Silk Bank Limited
Sindh Bank Limited
Summit Bank Limited
United Bank Limited

Auditors

KPMG Taseer Hadi & Co.
Sheikh Sultan Trust Buildings,
Ground No. 2 Shaheed Chaudary Aslam Rd,
Civil Lines, Karachi, 75530

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:

NBP City Branch, Hussain-e-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

DIRECTORS' REPORT

The Board of Directors of **NBP Fund Management Limited** is pleased to present the unaudited financial statements of **NBP Islamic Stock Fund** (Formerly: NAFA Islamic Stock Fund) (NISF) for the period ended March 31, 2020.

Fund's Performance

The size of NBP Islamic Stock Fund (Formerly: NAFA Islamic Stock Fund has decreased from Rs. 4,121 million to Rs. 3,053 million during the period, i.e. a decrease of 26%. During the period the unit price (NAV) of NBP Islamic Stock Fund (NISF) has decreased from Rs. 9.1077 on June 30, 2019 to Rs. 7.7285 on March 31, 2020, thus showing a decrease of 15.1%. The Benchmark (KMI-30 Index) has decreased by 16.8% during the same period. Thus, the Fund has outperformed its Benchmark by 1.7% during the period under review. Since inception (January 09, 2015), the unit price of the Fund has shown a decline of 1.5% as compared to 14.1% decrease in its Benchmark. Thus, the Fund has outperformed its Benchmark by 12.6%. This performance is net of management fee and all other expenses.

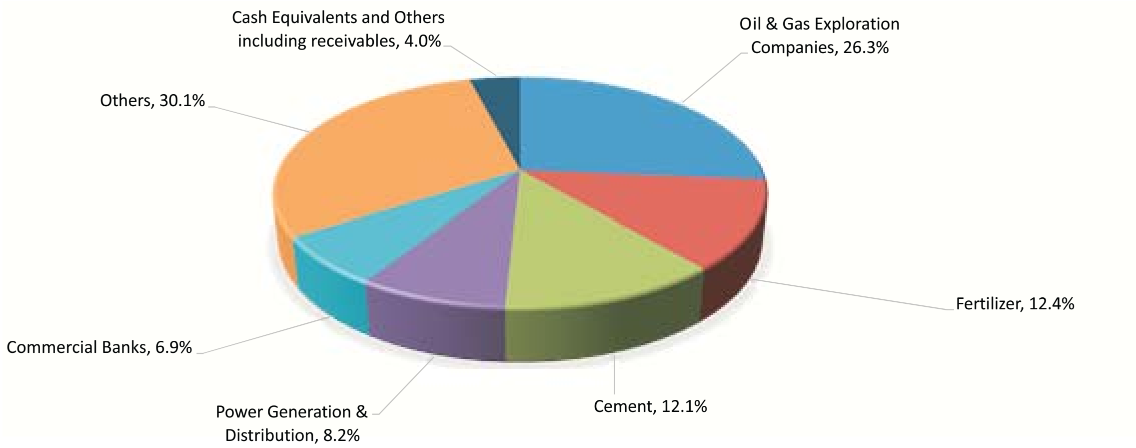
During 9MFY20, amid heightened volatility, the stock market depicted dismal performance as reflected by a large 16.8% decline in the benchmark KMI-30 Index. The market started the year on a faltering note initially on account of concerns on the economic front and later on due to deteriorating Pakistan-India relations over the repeal of article 370 in the Indian-occupied Kashmir. Resultantly, panic selling sent the Index to a multi-year low level of 44,929 points on August 16th that opened-up valuation gap in the broader part of the market. However, as the threat of armed conflict between India and Pakistan subsided, attractive valuations and mitigation of risks on the balance of payment position with signing of USD 6 billion Extended Funds facility (EFF) and substantial financial support from the friends of Pakistan triggered value buying in the market. The market sentiment was further uplifted by significant improvement in external account position. The current account balance for the first time in 42 months turned into surplus in Oct-19 and the monthly CAD averaged USD 366 million during July'19 to Feb'20 period, down massively by 70% on a year-on-year basis. Capital flows from the multilateral agencies and portfolio inflows in the government securities also rejuvenated the sentiment. The market also celebrated the steep decline in yields on the government securities on the expectation of commencement of monetary easing cycle. As a result, the KMI-30 Index surged by a massive 58% from August 16th, 2019 to its recent peak on January 10th, 2020. Then, things started to reverse, initially, concerns over delay of 3rd tranche from the IMF due to noncompliance of Performance Criteria under EFF, fear of mini budget to meet expected revenue shortfalls, and reversal of hot money from T-Bills started to weigh on the stock market sentiment. It was however the fear of spread of the Coronavirus and the ensuing lockdown/shutdown of the business activity that caused indiscriminate selling in the stock market. Consequently, the market tumbled by 36.4% from its peak in January till March end.

During the period under review, in terms of sectoral performance, Cements, Chemicals, Engineering, Fertilizers, Pharmaceuticals, Food & Personal Care and Glass & Ceramics out-performed the market, while Automobile Assemblers, Commercial Banks, Insurance, Oil & Gas Exploration, Oil & Gas Marketing, Textile Composite, and Power Generation & Distribution lagged behind. Regarding the participant-wise activity, Individuals remained major buyers with net inflows of USD 144 million, along with Insurance Companies that accumulated positions worth USD 94 million. On the other hand, Foreign investors were the major sellers in the market, offloading positions worth USD 130 million. Likewise, Mutual Funds, and Banks/DFIs were net sellers with net outflows of USD 85 million, and USD 48 million, respectively.

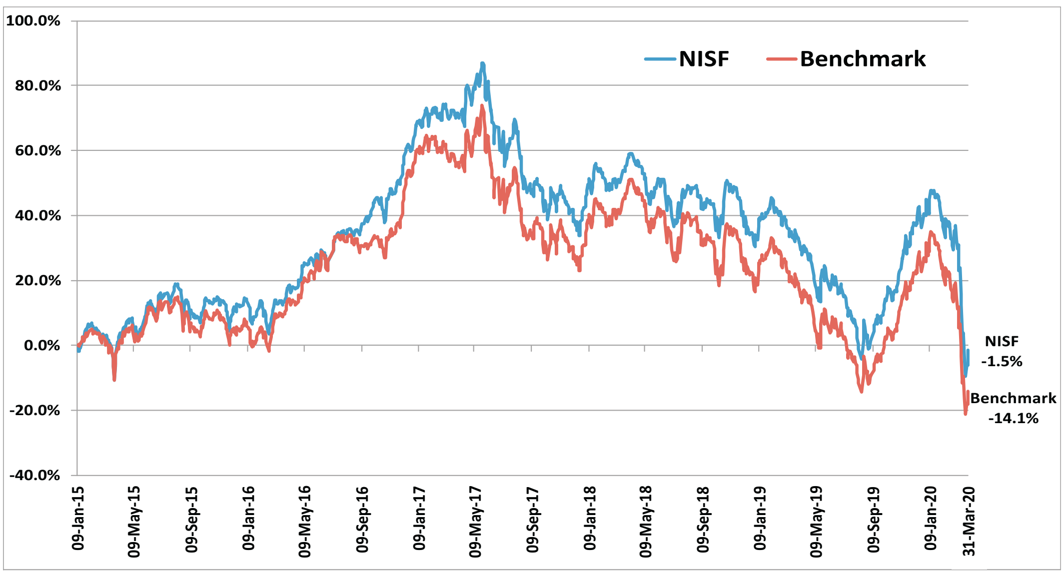
NBP Islamic Stock Fund has incurred a loss of Rs. 710.872 million during the period. After accounting for total expenses of Rs. 124.042 million, the total loss is Rs. 834.914 million. The asset allocation of the Fund as on March 31, 2020 is as follows:

During the period under review, the market witnessed issuance of a decent size of corporate sukuks and Shariah Compliant commercial papers to meet the increasing funding need for fixed capital investments and working capital, respectively. In the secondary market, the trading activity in corporate Sukuks remained around Rs. 19 billion compared to Rs.9 billion, during the same period last year.

The Fund has incurred a loss of Rs. 98.95 million during the period. After accounting for total expenses of Rs. 137.11 million, the total loss is Rs. 236.06 million. The asset allocation of the Fund as on March 31, 2020 is as follows:



NISF Performance versus Benchmark (Since Inception)



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 **Director**

Date: April 27, 2020
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 مارچ 2020ء کو ختم ہونے والی نوماہی کے لئے NBP اسلامک اسٹاک فنڈ (سابقہ: NAFA اسلامک اسٹاک فنڈ) (NISF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

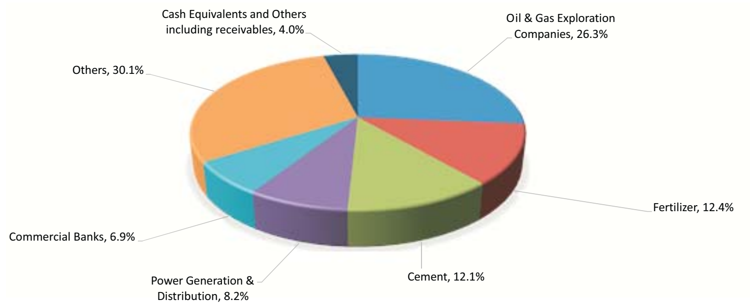
موجودہ مدت کے اختتام پر NBP اسلامک اسٹاک فنڈ (سابقہ: NAFA اسلامک اسٹاک فنڈ) کا سائز 4,121 ملین روپے سے کم ہوکر 3,053 ملین روپے ہوگیا، یعنی 26% کی کمی ہوئی۔ اس مدت کے دوران، NBP اسلامک اسٹاک فنڈ (NISF) کے یونٹ کی قیمت 30 جون 2019 کو 9.1077 روپے سے کم ہوکر 31 مارچ 2020ء کو 7.7285 روپے ہوگئی، لہٰذا 15.1% کی کمی ہوئی۔ اسی مدت کے دوران بنچ مارک (KMI-30 انڈیکس) 16.8% کم ہوا۔ لہٰذا فنڈ نے زیرِ جائزہ مدت کے دوران اپنے بنچ مارک سے 1.7% بہتر کارکردگی کا مظاہرہ کیا۔ اپنے قیام کے وقت (09 جنوری 2015) سے اب تک فنڈ کے یونٹ کی قیمت نے اپنے بینچ مارک میں 14.1% کمی کے مقابلے میں 1.5% کی کمی دکھائی۔ لہذا، فنڈ نے اپنے بنچ مارک سے 12.6% کی بہتر کارکردگی کا مظاہرہ کیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

مالی سال 2020 کی نوماہی میں، تیز اتار چڑھاؤ کے ساتھ اسٹاک مارکیٹ نے مایوس کن کارکردگی کا مظاہرہ کیا جیسا کہ KMI-30 انڈیکس بینچ مارک میں بڑے پیمانہ کی کمی 16.8 فیصد سے ظاہر ہوتا ہے۔ مارکیٹ نے اقتصادی محاذ پر تشویش پائے جانے اور بعد میں ہندوستان کے مقبوضہ کشمیر میں آرٹیکل 370 کی منسوخی پر پاک بھارت تعلقات خراب ہونے کی وجہ سے منفی رجحان سے سال کا آغاز کیا۔ نتیجتاً، خوف و ہراس میں فروخت کی وجہ سے 16 اگست 2019ء کو انڈیکس کثیر سالہ کی کم ترین سطح 44,929 پوائنٹس تک پہنچ گیا جس نے مارکیٹ کے بڑے حصہ میں قیمت کے خلاء کو واضح کردیا۔ تاہم، جیسے ہی بھارت اور پاکستان کے مابین مسلح تصادم کا خطرہ کم ہوا، 6 بلین ڈالر کے توسیعی فنڈ زکی سہولت (EFF) پر دستخط اور ادائیگی کی پوزیشن میں توازن سے پرکشش تشخیص اور خطرات کی تخفیف ہوئی اور پاکستان کے دوست ممالک کی طرف سے خاطر خواہ مالی مدد نے مارکیٹ میں قیمت خرید کو متحرک کردیا۔ بیرونی اکاؤنٹ کی پوزیشن میں نمایاں بہتری کی وجہ سے مارکیٹ کے جذبات کو مزید تقویت ملی۔ کرنٹ اکاؤنٹ بیلنس پہلی بار 42 مہینوں میں اکتوبر 19 میں سرپلس میں بدل گیا اور ماہانہ کرنٹ اکاؤنٹ خسارہ (CAD) اوسطاً 366 ملین امریکی ڈالر، جولائی 19 تا فروری 20 کے دوران سالانہ بنیادوں پر بڑے پیمانے پر 70 فیصد کم ہوا۔ کثیر الجہتی ایجنسیوں کی طرف سے سرمائے اور گورنمنٹ سیکیورٹیز میں پورٹ فولیو کی آمد نے بھی جذبات کو اُبھارا۔ متوقع مانیٹری نرمی کے آغاز پر مارکیٹ نے گورنمنٹ سیکیورٹیز کے منافع میں بھی شدید کمی کو سراہا۔ نتیجے کے طور پر، KMI-30 انڈیکس میں 16 اگست 2019 سے بڑے پیمانے پر 58 فیصد کا اضافہ ہوا، 13 جنوری 2020 کو اپنی موجودہ بلندترین سطح پر آ گیا۔ پھر، معاملات الٹے ہونا شروع ہوگئے، جس کی بنیادی وجہ EFF کے تحت کارکردگی کے معیار کی عدم تعمیل کی وجہ سے آئی ایم ایف سے تیسری قسط کی تاخیر کے خدشات، متوقع آمدن کی کمی کو پورا کرنے کے لئے منی بجٹ کا خوف، اور (T-Bills) سے ہاٹ منی کے واپس جانے سے اسٹاک مارکیٹ کے جذبات پر دباؤ آنے لگا۔ تاہم کورونا وائرس کے پھیلاؤ اور اس کے بعد ہونے والے لاک ڈاون/ کاروباری سرگرمی کے بند ہونے کا خوف جس کی وجہ سے اسٹاک مارکیٹ میں اندھا دھند فروخت ہوئی۔ اس کے نتیجے میں، جنوری تا مارچ کے آخر تک مارکیٹ اپنے عروج سے 36.4 فیصد تک گر گئی۔

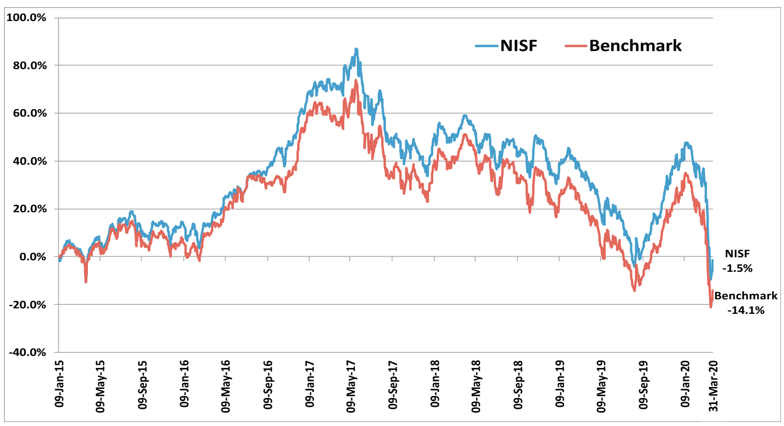
زیرِ جائزہ مدت کے دوران، شعبہ جاتی کارکردگی کے تناظر میں سیمنٹ، کیمیکلز، انجینئرنگ، فرٹیلائزر، فارماسیوٹیکلز، خوراک اور پرسنل کیئر اور شیشے اور سرامکس نے مارکیٹ میں بہتر کارکردگی کا مظاہرہ کیا جبکہ آٹوموبائل، کمرشل بینک، انشورنس، تیل اور گیس ایکسپلوریشن، تیل اور گیس مارکیٹنگ، ٹیکسٹائل کمپوزٹ، پاور جنریشن اور ڈسٹری بیوشن نے ان کی پیروی کی۔ شریک وار کارکردگی کے تناظر میں انفرادی سرمایہ کار 144 ملین ڈالر کے مجموعی ان فلو کے ساتھ بڑے خریدار رہے جب کہ انشورنس کمپنیوں نے 94 ملین ڈالر کے ساتھ پوزیشن مستحکم کی۔ دوسری جانب، غیر ملکی سرمایہ کار 130 ملین امریکی ڈالر کے ساتھ بڑے فروخت کنندہ رہے اسی طرح میوچل فنڈز اور بینک/DFI بالترتیب 85 ملین ڈالر اور 48 ملین ڈالر کے آوٹ فلو کے ساتھ خالص فروخت کنندگان رہے۔

NBP اسلامک اسٹاک فنڈ (NISF) کو اس مدت کے دوران 710.872 ملین روپے کا مجموعی خسارہ ہوا۔ 124.042 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص خسارہ 834.914 ملین روپے ہے۔

31 مارچ 2020 کو فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



NISF کی کارکردگی بمقابلہ بینچ مارک



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 **ڈائریکٹر**

تاریخ: 27 اپریل 2020ء
مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2020

	Note	(Un-Audited) March 31, 2020	(Audited) June 30 2019
		------------Rupees in '000------------	
ASSETS			
Balances with banks		182,648	266,185
Investments	4	2,930,835	3,900,022
Profit and Dividend receivable		26,897	4,458
Receivable against sale of investments		-	39,695
Receivable against sale of units		13,196	-
Advances, deposits and other receivables		7,115	4,200
Total Assets		3,160,691	4,214,560
LIABILITIES			
Payable to the Management Company		38,964	33,914
Payable to the Trustee		511	501
Payable to Securities and Exchange Commission of Pakistan		688	5,301
Payable against redemption of units		9,038	-
Accrued expenses and other liabilities		58,351	54,054
Total Liabilities		107,552	93,770
NET ASSETS		**3,053,139**	**4,120,790**
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		**3,053,139**	**4,120,790**
CONTINGENCIES AND COMMITMENTS	6		
		--------Number of units--------	
Number of units in issue		**395,049,346**	**452,452,689**
		-----------Rupees-----------	
NET ASSET VALUE PER UNIT		**7.7285**	**9.1077**

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

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

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

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Note	Nine months ended		Quarter Ended	
		March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
		---(Rupees in '000)---			
INCOME					
Capital (loss) on sale of investments - net		(131,397)	(198,370)	(170,478)	(77,031)
Dividend Income		165,616	194,078	30,049	39,744
Profit on bank deposits		31,435	49,078	11,525	13,360
Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		(776,526)	(396,051)	(1,538,235)	224,093
Total (loss) / income		(710,872)	(351,265)	(1,667,139)	200,166
EXPENSES					
Remuneration of Management Company		52,199	88,095	19,975	28,472
Sindh sales tax on remuneration of the Management Company		6,786	11,452	2,597	3,701
Accounting and operational charges to the Management Company		3,438	4,405	1,331	1,424
Selling and Marketing Expense	7	41,728	17,619	17,977	5,694
Remuneration of Trustee		4,190	5,155	1,580	1,670
Sindh Sales Tax on remuneration of the Trustee		545	670	206	217
Annual fee - Securities and Exchange Commission of Pakistan		688	4,185	267	1,353
Securities transaction cost		12,230	8,289	5,570	2,617
Settlement and bank charges		909	1,485	336	453
Annual listing fee		20	17	6	3
Shariah advisor fee		609	583	228	108
Auditors' remuneration		455	409	91	107
Fund rating fee		155	220	44	110
Printing charges		23	25	3	1
Legal & Professional charges		67	17	45	1
Total Expenses		124,042	142,626	50,256	45,931
Net (loss) / income from operating activities		(834,914)	(493,891)	(1,717,395)	154,235
Provision for Sindh Workers' Welfare Fund	5	-	-	17,650	-
Net (loss) / income for the period before taxation		(834,914)	(493,891)	(1,699,745)	154,235
Taxation	8	-	-	-	-
Net (loss) /income for the period after taxation		**(834,914)**	**(493,891)**	**(1,699,745)**	**154,235**
Allocation of net Income for the period:					
Net income for the period after taxation		-	-	-	-
Income already paid on units redeemed		-	-	-	-
		-	-	-	-
Accounting income available for distribution:					
- Relating to capital gains		-		-	
- Excluding capital gains		-		-	
		-		-	

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2020

	Nine months ended		Quarter Ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
	--------------------------(Rupees in '000)--------------------------			
Net (loss) / income for the period after taxation	(834,914)	(493,891)	(1,699,745)	154,235
Other Comprehensive Income	-	-	-	-
Total comprehensive (loss) / income for the period	**(834,914)**	**(493,891)**	**(1,699,745)**	**154,235**

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	For the nine months period ended March 31, 2020			For the nine months period ended March 31, 2019		
	--------------Rupees in '000--------------			--------------Rupees in '000--------------		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income	Total
Net assets at beginning of the period	5,335,425	(1,214,635)	4,120,790	6,390,941	12,985	6,403,926
Issue of 538.254,509 units (2019: 354,284,405 units)						
- Capital value (at net asset value per unit at the beginning of the period)	4,902,261	-	4,902,261	4,037,886	-	4,037,886
- Element of income	573,054	-	573,054	(87,742)	-	(87,742)
Total proceeds on issuance of units	5,475,315	-	5,475,315	3,950,144	-	3,950,144
Redemption of 595,657,852 units (2019: 394,585,718 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(5,425,073)	-	(5,425,073)	(4,497,212)	-	(4,497,212)
- Element of loss	(282,979)	-	(282,979)	141,231	-	141,231
Total payments on redemption of units	(5,708,052)	-	(5,708,052)	(4,355,981)	-	(4,355,981)
Total comprehensive (loss) for the period	-	(834,914)	(834,914)	-	(493,891)	(493,891)
Net assets at end of the period	**5,102,688**	**(2,049,549)**	**3,053,139**	**5,985,104**	**(480,906)**	**5,504,198**
Undistributed (loss) / income brought forward						
- Realised (loss) / income		(294,637)			502,116	
- Unrealised (loss)		(919,998)			(489,131)	
		(1,214,635)			12,985	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net (loss) for the period after taxation		(834,914)			(493,891)	
Distribution during the period		-			-	
Undistributed (accumulated loss) carried forward		(2,049,549)			(480,906)	
Undistributed (accumulated loss) carried forward						
- Realised (loss)		(1,273,023)			(84,855)	
- Unrealised (loss)		(776,526)			(396,051)	
		(2,049,549)			(480,906)	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			9.1077			11.3973
Net assets value per unit at end of the period			7.7285			10.5529

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months ended March 31, 2020	Nine months ended March 31, 2019
	-------------(Rupees in '000)-------------	
CASH FLOW FROM OPERATING ACTIVITIES		
Net (loss) for the period before taxation	(834,914)	(493,891)
Adjustments		
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	776,526	396,051
	(58,388)	(97,840)
(Increase) / decrease in assets		
Investments	192,661	107,942
Profit and Dividend receivable	(22,439)	(32,461)
Advances, deposits and other receivables	(2,915)	(61,316)
Receivable against sale of investments	39,695	-
	207,002	14,165
(Decrease) / increase in liabilities		
Payable to the Management Company	5,050	(12,327)
Payable to the Trustee	10	(86)
Payable to the Securities and Exchange Commission of Pakistan	(4,613)	(2,830)
Payable against purchase of investment	-	3,969
Accrued expenses and other liabilities	4,297	(3,251)
	4,744	(14,525)
Net cash generated from / (used in) operating activities	153,358	(98,200)
CASH FLOW FROM FINANCING ACTIVITIES		
Net receipts from issue of units	5,462,119	3,950,144
Net payments on redemption of units	(5,699,014)	(4,355,153)
Net cash (used in) financing activities	(236,895)	(405,009)
Net (decrease) in cash and cash equivalents during the period	(83,537)	(503,209)
Cash and cash equivalents at the beginning of the period	266,185	989,555
Cash and cash equivalents at the end of the period	**182,648**	**486,346**

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

For NBP Fund Management Limited
(Management Company)

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Islamic Stock Fund (Formerly; NAFA Islamic Stock Fund) (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on November 18, 2014 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 21, 2014. under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The principal office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund. The units are listed on the Pakistan Stock Exchange. The Fund is categorized as an Open-End "Shariah Compliant Equity Scheme" as per the criteria laid down by the Securities and Exchange Commission of Pakistan for categorization of Collective Investment Schemes (CIS).

The objective of NBP Islamic Stock Fund (Formerly; NAFA Islamic Stock Fund) is to provide with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

The Pakistan Credit Rating Agency (PACRA) has assigned an asset manager rating of "AM1" to the Management Company and performance ranking of "4- Star" to the Fund.

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

2 BASIS OF PREPARATION

2.1 Statement of Compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2019.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declared that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2020.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2019.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on July 1, 2019 that have a material effect on the financial statements of the Fund.

	Note	(Un-Audited) March 31, 2020	(Audited) June 30, 2019
4 INVESTMENTS		-------- Rupees in '000 --------	
Financial assets at fair value through profit or loss			
- Listed equity securities	4.1	2,930,835	3,900,022

4.1 Listed equity securities

All shares have a nominal face value of Rs.10 each except for the shares of Agriauto Industries Limited, Al-Ghazi Tractors Limited, Habib Sugar Mills Limited, Shabbir Tiles & Ceramics Limited and Thal Limited which have a face value of Rs 5 each and K-Electric Limited which have a face value of Rs 3.5 each.

Name of the investee company	As at July 01, 2019	Purchases during the period	Bonus / Right Issue	Sales during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of Net assets	Market value as a percentage of Total investments	Holding as a percentage of Paid up capital of the investee company
	....		No. of shares	....		Rupees in '000	------------------------	%	------------------------
OIL & GAS MARKETING COMPANIES									
Attock Petroleum Limited	33,950	-	-	-	33,950	8,013	0.26	0.27	0.03
Pakistan State Oil Company Limited	611,044	634,000	96,809	957,900	383,953	46,650	1.53	1.59	0.08
Hascol Petroleum Limited	21,032	-	-	19,449	1,583	18	0.00	0.00	0.00
Sui Northern Gas Pipelines Limited	992,200	1,563,500	-	1,610,000	945,700	34,896	1.14	1.19	0.15

Name of the investee company	As at July 01, 2019	Purchases during the period	Bonus / Right Issue	Sales during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total investments	
	..........No. of shares..........					Rupees in '000	---------- % ----------		
OIL & GAS EXPLORATION COMPANIES									
Pakistan Oilfields Limited	460,040	549,200	-	576,565	432,675	113,452	3.72	3.87	0.15
Pakistan Petroleum Limited	2,956,710	2,813,800	550,382	2,819,800	3,501,092	251,413	8.23	8.58	0.13
Mari Petroleum Company Limited	222,431	115,540	22,773	35,900	324,844	289,469	9.48	9.88	0.24
Oil and Gas Development Company Limited	4,051,400	1,454,000	-	3,559,023	1,946,377	149,852	4.91	5.11	0.05
								-	
REFINERY									
Attock Refinery Limited	69,200	-	-	69,200	-	-	-	-	-
FERTILIZERS									
Engro Fertilizers Limited	5,142,500	2,657,500	-	6,545,500	1,254,500	72,334	2.37	2.47	0.09
Engro Corporation Limited	1,577,020	631,000	-	1,065,232	1,142,788	305,010	9.99	10.41	0.20
Fatima Fertilizer Company Limited	9,500	-	-	-	9,500	203	0.01	0.01	0.00
INVESTMENT BANKS / INVESMENT COMPANY / SECURITIES COMPANY									
Dawood Hercules Corporation Limited	12,000	-	-	-	12,000	1,244	0.04	0.04	0.00
CEMENT									
D.G. Khan Cement Company Limited	191,000	1,897,000	-	2,088,000	-	-	-	-	-
Kohat Cement Limited	377,710	1,251,500	-	99,500	1,529,710	133,467	4.37	4.55	0.76
Lucky Cement Limited	380,700	602,500	-	533,800	449,400	166,593	5.46	5.68	0.14
Maple Leaf Cement Factory Limited	1,526,001	4,255,000	297,500	5,094,500	984,001	20,388	0.67	0.70	0.09
Pioneer Cement Limited	445,100	420,000	-	865,100	-	-	-	-	-
Fauji Cement Company Limited	700,000	9,071,000	-	6,517,500	3,253,500	48,184	1.58	1.64	0.24
MISCELLANEOUS									
Ecopack Limited	2,083	-	208	-	2,291	20	0.00	0.00	0.01
Synthetic Products Enterprises Limited	1,302,600	-	19,304	820,000	501,904	14,736	0.48	0.50	0.57
AUTOMOBILE PARTS & ACCESSORIES									
Agriautos Industries Limited	26,100	5,100	-	-	31,200	5,000	0.16	0.17	0.11
Thal Limited	-	142,400	-	2,700	139,700	41,041	1.34	1.40	0.17
Baluchistan Wheels Limited	10,000	500	-	-	10,500	583	0.02	0.02	0.08

Name of the investee company	As at July 01, 2019	Purchases during the period	Bonus / Right Issue	Sales during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of Net assets	Market value as a percentage of Total investments	Holding as a percentage of Paid up capital of the investee company
	....	No. of shares	....			Rupees in '000	----------------------	%	----------------------
AUTOMOBILES ASSEMBLER									
Sazgar Engineering Works Limited	4	-	-	-	4	0	0.00	0.00	0.00
Indus Motor Company Limited	-	8,700	-	-	8,700	6,347	0.21	0.22	0.01
Millat Tractors Limited	-	90,800	-	37,300	53,500	29,064	0.95	0.99	0.11
Honda Atlas Cars (Pakistan) Limited	-	284,900	-	18,600	266,300	35,287	1.16	1.20	0.19
Al-Ghazi Tractors Limited	-	3,900	-	-	3,900	907	0.03	0.03	0.01
GLASS AND CERAMICS									
Tariq Glass Industries Limited	655,800	74,000	364,900	125,000	969,700	49,009	1.61	1.67	1.32
Shabbir Tiles and Ceramics Limited	26,500	-	-	-	26,500	167	0.01	0.01	0.01
Ghani Global Glass Limited	-	66,500	-	-	66,500	546	0.02	0.02	0.07
Ghani Value Glass Limited	-	8,500	-	-	8,500	296	0.01	0.01	0.01
ENGINEERING									
Mughal Iron and Steel Industries Limited	330,823	1,494,500	-	110,000	1,715,323	53,741	1.76	1.83	0.68
International Steels Limited	394,900	1,997,000	-	1,783,900	608,000	22,004	0.72	0.75	0.14
International Industries Limited	166,500	220,000	10,200	396,700	-	-	-	-	-
Amreli Steels Ltd.	-	2,010,500	-	799,500	1,211,000	31,111	1.02	1.06	0.41
Ittefaq Iron Industries Limited	-	2,717,500	-	-	2,717,500	15,680	0.51	0.54	1.88
TEXTILE COMPOSITE									
Kohinoor Textile Mills Limited	855,533	-	-	354,000	501,533	12,980	0.43	0.44	0.17
Nishat Mills Limited	2,124,900	2,049,500	-	2,534,900	1,639,500	96,288	3.15	3.29	0.47
Interloop Limited	946,662	-	-	-	946,662	33,947	1.11	1.16	0.11
PAPER AND BOARD									
Cherat Packaging Limited.	293,559	-	19,356	100,000	212,915	17,957	0.59	0.61	0.50
Packages Limited	-	153,700	-	6,200	147,500	33,676	1.10	1.15	0.17
Roshan Packages Limited	-	919,500	-	-	919,500	12,882	0.42	0.44	0.65

Name of the investee company	As at July 01, 2019	Purchases during the period	Bonus / Right Issue	Sales during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of Net assets	Market value as a percentage of Total investments	Holding as a percentage of Paid up capital of the investee company
	...No. of shares...					Rupees in '000	--- % ---		
PHARMACEUTICALS									
Ferozsons Laboratories Limited	65,900	64,500	-	-	130,400	22,674	0.74	0.77	0.43
Abbot Laboatories (Pakistan) Limited	22,150	-	-	-	22,150	7,050	0.23	0.24	0.02
The Searle Company Limited	1,917	118,000	-	-	119,917	18,809	0.62	0.64	0.06
GlaxoSmithKline (Pakistan) Limited	103,200	93,000	-	-	196,200	33,166	1.09	1.13	0.06
TECHNOLOGY AND COMMUNICATION									
Avanceon Limited	263,475	-	-	253,140	10,335	236	0.01	0.01	0.01
NetSol Technologies Limited	753,900	-	-	736,500	17,400	507	0.02	0.02	0.02
Systems Limited	551,650	61,000	-	43,000	569,650	63,311	2.07	2.16	0.46
POWER GENERATION AND DISTRIBUTION									
Hub Power Company Limited	4,440,284	1,966,500	-	2,852,414	3,554,370	242,657	7.95	8.28	0.27
K-Electric Limited	3,951,500	6,374,500	-	7,193,000	3,133,000	8,866	0.29	0.30	0.01
COMMERCIAL BANKS									
Meezan Bank Limited	3,483,431	719,500	-	969,500	3,233,431	210,464	6.89	7.18	0.25
FOOD AND PERSONAL CARE PRODUCTS									
Al-Shaheer Corporation Limited	1,223,338	319,500	343,084	681,500	1,204,422	11,430	0.37	0.39	0.85
At-Tahur Limited	509,365	1,383,500	91,536	-	1,984,401	31,135	1.02	1.06	1.23
CHEMICAL									
Lotte Chemical Pakistan Limited	3,190,000	-	-	3,190,000	-	-	-	-	-
Engro Polymer and Chemicals Limited	2,245,480	4,516,000	-	3,706,000	3,055,480	74,920	2.45	2.56	0.34
I.C.I. Pakistan Limited	-	62,500	-	13,000	49,500	25,063	0.82	0.86	0.05
Dynea Pakistan Limited	-	17,500	-	-	17,500	1,463	0.05	0.05	0.09
TRANSPORT									
Pakistan National Shipping Corporation Limited	17,000	-	-	-	17,000	903	0.03	0.03	0.01
CABLE & ELECTRICAL GOODS									
Pak Elektron Limited	-	1,930,000	-	1,930,000	-	-	-	-	-

Name of the investee company	As at July 01, 2019	Purchases during the period	Bonus / Right Issue	Sales during the period	As at March 31, 2020	Market value as at March 31, 2020	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total investments	
	......No. of shares......					Rupees in '000	------ % ------		
SUGAR & ALLIED INDUSTRIES									
Mirpurkhas Sugar Mills Limited	-	1,000	100	-	1,100	57	0.00	0.00	0.01
Habib Sugar Mills Limited	-	250,500	-	-	250,500	6,638	0.22	0.23	0.17
Faran Sugar Mills Limited	-	327,500	-	-	327,500	17,030	0.56	0.58	1.31
Total as at March 31, 2020					46,808,461	2,930,835	96	100	
Carrying value as at March 31, 2020						3,707,361			

4.2 Investments include shares with market value of Rs 281.095(June 30, 2019: Rs 137.164) million which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular number 11 dated October 23, 2007 issued by the SECP.

5 PROVISION FOR SINDH WORKERS' WELFARE FUND

The legal status of applicability of Worker's Welfare Fund and Sindh Workers' Welfare Fund is same as that disclosed in note 12.2 to the annual audited financial statements of the Fund for the year ended June 30, 2019.

The Fund, being prudent, recognised provision for SWWF amounting to Rs.44.44 million as at March 31, 2020 in this condensed interim financial information, Had the provision not been made, net assets value per unit at March 31, 2020 would have been higher by Rs. 0.1125per unit (June 30, 2019: Rs 0.098 per unit).

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2020 and June 30, 2019.

7 SELLING AND MARKETING EXPENSE

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1.35% per anum of the net assets of the Fund.

8 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unitholders. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute 90 percent of the net accounting income other than capital gains to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2020 to the unit holders in the manner as explained above, no provision for taxation has been made in these consdensed interim financial statements.

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

9 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2020 is 3.61% (2019: 3.24%) which includes 0.24% (2019: 0.37%) representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% (as amended by S.R.O 639 dated June 20, 2019) prescribed under the NBFC Regulations for a collective investment scheme categorised as 'Shari'ah compliant equity scheme'.

10 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

10.1 Connected persons include NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and its connected persons, and Baltoro Growth Fund being the sponsors, NAFA Pension Fund, NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company and directors and officers of the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund and unit holders holding ten percent or more units of the Fund.

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

10.3 Remuneration and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

10.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC regulation and the Trust Deed.

	------------Unaudited -----------	
	Nine months ended	
	March 31, 2020	March 31, 2019
	------------(Rupees in '000)---------	
10.5 Details of the transactions with connected persons are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	52,199	88,095
Sindh sales tax on remuneration of the Management Company	6,786	11,452
Accounting and operational charges to the Management Company	3,438	4,405
Selling and Marketing Expense	41,728	17,619
Sale load charged during the period	8,744	4,885
Employees of the Management Company		
Units issued / transferred In 33,931,018 (2019: 17,685,340 units)	329,139	193,505
Units redeemed / transferred out 30,839,054 (2019: 17,980,749 units)	301,047	129,203
National Fullerton Asset Management Limited - Employees Provident Fund		
Units redeemed Nil (2019: 197,914 units)	-	2,075

	------------Unaudited ----------- Nine months ended March 31, 2020	March 31, 2019
	------------(Rupees in '000)---------	
Bank Islami Pakistan Limited (Common Directorship)		
Profit on bank deposits	12,354	11,501
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration	4,190	5,155
Sindh Sales Tax on remuneration of Trustee	545	670
Company Secretary / Chief Operating Officer - Management Company		
Units issued / transferred In Nil (2019: 8,756 units)	-	100
Units redeemed / transferred out 42 (2019: 68,300 units)	-	764
Taurus Securities Limited (Subsidiary of parent)		
Brokerage expense	820	478
Portfolios Managed by Management Company		
Units issued / transferred In: 8,398,412 (2019: 6,083,986 units)	87,111	68,647
Units redeemed / transferred out 3,935,958 (2019: 2,319,070 units)	39,866	25,076
* **Jubilee Life Insurance Co. Ltd**		
Units issued / transferred In: Nil (2019: 22,662,170 units)	-	250,000
* **Cherat Packaging Limited**		
Shares purchased: Nil (2019: 109,400 shares)	-	17,003
Shares sold: Nil (2019: 105,000 shares)	-	17,830
Dividend Income	-	2,154
* **Cherat Cement Company Limited (Common Directorship)**		
Shares purchased: Nil (2019: Nil shares)	-	-
Shares sold: Nil (2019: 498,900 shares)	-	40,208
Dividend Income	-	1,977
International Industries Limited (Common Directorship)		
Shares purchased: Nil (2019: 140,600 shares)	-	22,688
Shares sold: Nil (2019: Nil shares)	-	-
Dividend Income	-	1,221
International Steel Limited (Common Directorship)		
Shares purchased: 1,997,000 (2019: 2,538,200 shares)	102,377	211,038
Shares sold: 1,783,900 (2019: 2,970,700 shares)	76,762	220,788
Dividend Income	430	5,910
** **The Hub Power Company Limited (Common Directorship)**		
Shares purchased: 1,996,500 (2019: Nil shares)	165,606	-
Shares sold: 2,852,414 (2019: Nil shares)	221,239	-
Dividend Income	-	-
** **Pakistan Stock Exchange Limited**		
Listing fee paid	25	-
National Bank of Pakistan		
Markup on Bank deposit	15	-
National Clearing Company of Pakistan Limited		
NCCPL charges	610	691

		(Un-audited) March 31, 2020	(Audited) June 30, 2019
		-----------(Rupees in '000)----------	
10.6	**Amounts outstanding as at period end**		
	NBP Fund Management Limited - Management Company		
	Remuneration payable to the Management Company	5,508	7,225
	Sindh Sales Tax payable on remuneration of the Management Company	716	939
	Federal Excise Duty payable on remuneration of the Management Company	8,209	8,209
	Accounting and operational charges	1,332	2,598
	Selling and marketing expenses	17,977	10,394
	Sales and transfer load payable	2,544	1,877
	Sindh Sales Tax payable on sale and transfer load	331	325
	Federal excise duty payable on sales load	2,327	2,327
	Other payable	20	20
	Employees of the Management Company		
	Units held 4,476,384 units (June 30, 2019: 1,384,419 units)	34,596	12,609
	National Fullerton Asset Management Limited - Employees Provident Fund		
	Units held 114,845 units (June 30, 2019: 114,845 units)	888	1,046
	Central Depository Company of Pakistan Limited - Trustee		
	Trustee fee payable	452	443
	Sindh sales tax payable	59	58
	Security deposit	103	103
	Rohma Amjad		
	Units held 1,553 units (June 30, 2019: Nil units)	12	-
	National Bank of Pakistan - Parent Company		
	Bank Balances	3,979	6,784
	* **Summit Bank Limited**		
	Bank Balances	-	8,670
	Profit receivable	-	4
	Bank Islami Pakistan Limited - Common Directorship		
	Bank balances	85,833	84,372
	Profit receivable	692	2,668
	Portfolios Managed by Management Company		
	Units held 7,105,427 units (30 June 2019: 36,992,244)	54,914	336,915
	* **Jubilee Life Insurance Co. Ltd**		
	Units held Nil units (30 June 2019: 22,662,170 units)	-	206,400
	* **Cherat Packaging Limited**		
	Shares held Nil (30 June 2019: 293,559)	-	23,673
	* **Cherat Cement Company Limited**		
	Shares held Nil (June 30, 2018: 780,300 shares)	-	75,869
	International Steels Limited - Common Directorship		
	Shares held 608,000 (30 June 2019: 394,900)	22,004	15,681

	(Un-audited) March 31, 2020	(Audited) June 30, 2019
	-----------(Rupees in '000)----------	
* **International Industries Limited**		
Shares held Nil (30 June 2019: 166,500)	-	12,832
** **The Hub Power Company Limited (Common Directorship)**		
Shares held Nil 3,554,370 (30 June 2019: Nil)	242,657	-
National Clearing Company of Pakistan Limited		
Security Deposit	2,530	2,530
NCCPL charges payable	89	48
Taurus Securities Limited - Common Directorship		
Brokerage payable	246	17
** **Security Papers Limited (More than 10% unit holding in the Fund)**		
Units held 44,054,830 units (June 30, 2019: Nil units)	340,478	-

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

** Comparative transactions with these parties have not been disclosed as these parties were not related in last year.

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on April 27, 2020.

12 GENERAL

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

12.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation. No significant reclassifications have been made during the current period.

For NBP Fund Management Limited
(Management Company)

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

Head Office

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