

# NBP STOCK FUND

**ANNUAL** REPORT  
2024

**AM1**  
Rated by PACRA

## MISSION STATEMENT

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

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## FUND'S INFORMATION

### Management Company

**NBP Fund Management Limited - Management Company**

### Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Saad Amanullah Khan	Director
Mr. Ruhail Muhammad	Director
Mr. Faisal Ahmed*	Director

### Company Secretary & COO

Mr. Muhammad Murtaza Ali

### Chief Financial Officer

Mr. Khalid Mehmood

### Audit & Risk Committee

Mr. Ruhail Muhammad	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Saad Amanullah Khan	Member

### Human Resource & Remuneration Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Faisal Ahmed*	Member

### Strategy & Business Planning Committee

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

\* Pending SECP approval

### Trustee

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

### Bankers to the Fund

MCB Bank Limited	Telenor Microfinance Bank
JS Bank Limited	Faysal Bank Limited
Meezan Bank Limited	Burj Bank Limited
Habib Bank Limited	Silk Bank Limited
United Bank Limited	Khushhali Microfinance Bank Limited
Bank Alfalah Limited	Bank Islami Pakistan Limited
Bank Al Habib Limited	Dubai Islamic Bank Limited
Askari Bank Limited	Summit Bank Limited
Habib Metropolitan Bank Limited	U Microfinance Bank Limited
Allied Bank Limited	The First Microfinance Bank Limited
National Bank of Pakistan	Mobilink Microfinance Bank Limited
Soneri Bank Limited	

## **Auditors**

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.nbpffunds.com](http://www.nbpffunds.com)

## **Lahore Office:**

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

## **Islamabad Office:**

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

## **Peshawar Office:**

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

## **Multan Office:**

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

## Board of Directors



**Dr. Amjad Waheed, CFA**  
Chief Executive Officer



**Shaikh Muhammad Abdul Wahid Sethi**  
Chairman



**Mr. Khalid Mansoor**  
Director



**Mr. Saad Amanullah Khan**  
Director



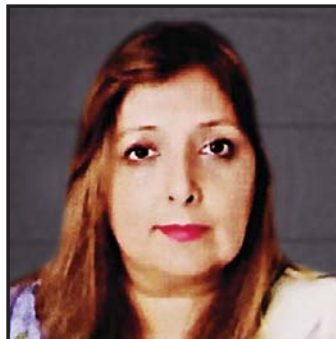
**Mr. Faisal Ahmed\***  
Director



**Mr. Ali Saigol**  
Director



**Mr. Ruhail Muhammad**  
Director



**Ms. Mehnaz Salar**  
Director



**Mr. Imran Zaffar**  
Director

\* Pending SECP approval

## Senior Management



**Dr. Amjad Waheed, CFA**  
Chief Executive Officer



**Mr. Muhammad Murtaza Ali**  
Chief Operating Officer &  
Company Secretary



**Mr. Asim Wahab Khan, CFA**  
Chief Investment Officer



**Mr. Ozair Khan**  
Chief Technology Officer



**Mr. Salim S Mehdi**  
Chief Business  
Development Officer



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



**Mr. Khalid Mehmood**  
Chief Financial Officer



**Mr. Salman Ahmed, CFA**  
Head of Fixed Income



**Mr. Shahzad Mithani**  
Head of Corporate &  
HNWIs Sales - South



**Mr. Muhammad Umer Khan**  
Head of Human Resources &  
Administration



**Syed Sharoz Mazhar, CFA**  
Head of Business &  
Sales Strategy



**Mr. Zaheer Iqbal, ACA FPFA**  
Head of Operations



**Mr. Waheed Abidi**  
Head of Internal Audit



**Mr. Hassan Raza, CFA**  
Head of Research



**Mr. Mustafa Farooq**  
Head of Compliance

## DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the Seventeenth Annual Report of **NBP Stock Fund (NSF)** for the year ended June 30, 2024.

### Fund's Performance

FY24 was a stellar year for the stock market, as the benchmark KSE-100 index achieved new highs, settling slightly above 78,000 points at period end. During the year, the benchmark Index surged by around 37,000 points, translating into a phenomenal return of 89% in PKR terms and 94% in USD terms, making Pakistan the best performing stock market in the world.

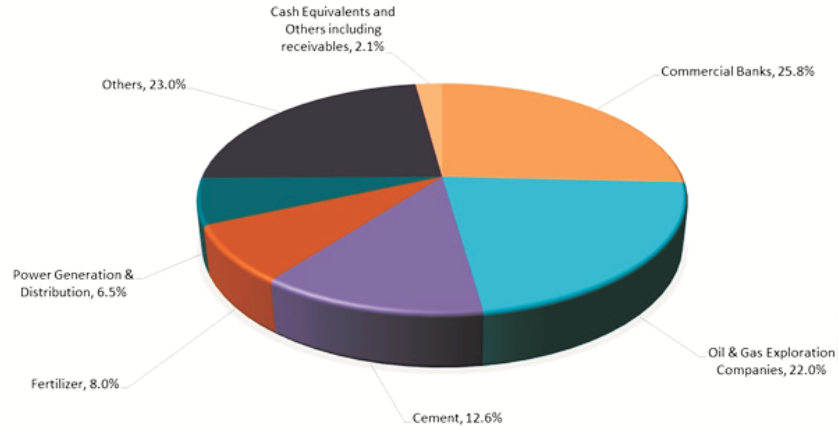
The equities started off on a firm footing and the strong momentum continued throughout the year. The signing of the Staff Level Agreement (SLA) with IMF on June 29th, 2023 was the turning point for stock market. The IMF executive board approved USD 3 billion Stand-By Agreement (SBA) that paved way for other multi-lateral loans and inflows from friendly countries. The multiple loan tranches from IMF and deposits from KSA & UAE augmented the FX reserves, averted a possible balance of payment (BoP) crisis, and helped restore investors' confidence. Fitch also upgraded Pakistan's Long-Term Foreign Currency Issuer Rating. In tandem with SLA, Pakistan's dollar bonds rallied in the international market as bond prices across various tenures surged in the range of 66-93% during the period, reflecting increasing investors' optimism of improving external position. Multilateral inflows, particularly from ADB and World Bank, also gained momentum. Consequently, the SBP's FX reserves improved from USD 4.4 billion to USD 9.4 billion at period end. The improving reserves, coupled with a crackdown against illicit currency trade in the open market brought calm in currency market. Owing to prudent policies, the economy also showed signs of stabilization. The general elections, though remained marred by accusations of irregularities, were carried out smoothly in February and helped bring down the political uncertainty. The provisional GDP growth for FY24 improved to 2.38% from 0.21% contraction a year ago, driven by robust agricultural growth. Continuing the improving trend on the external side, the current account deficit (CAD) further dropped to USD 665 mn, compared to USD 3.3 bn in the previous year. Average inflation remained elevated during 1H, however, it precipitated considerably in the latter half, averaging 23.4% for FY24. The waning inflation prompted the Monetary Policy Committee (MPC) to gradually start with an easing cycle, with 150 bps cut taking place towards the end of FY24. Secondary market yields across various tenures fell sharply from their peak, reflecting investors' optimism of significant rate cuts in the next year. The listed corporate space continued to declare impressive results with equally robust dividend announcements. In a significant development, one of the largest auto players delisted its shares from the bourse with the delisting price at least 7x higher than the prevailing price, handing over significant liquidity to investors and igniting strong interest in the market.

In terms of sector-wise performance, Auto Assemblers, Auto Parts & Accessories, Cable & Electrical Goods, Commercial Banks, Engineering, Fertilizer, Leather & Tanneries, Pharmaceutical, Power Generation & Distribution, Refinery, and Transport sectors outperformed the market. On the other hand, Cement, Chemicals, Food & Personal Care, Glass & Ceramics, Insurance, Investment Banks/Companies, Miscellaneous, Oil & Gas Exploration, Oil & Gas Marketing Companies, Paper & Board, Sugar & Allied, Technology & Communication, and Textile Composite sectors lagged behind the market. Regarding participants' market activity, Foreigners, Insurance and Companies emerged as the largest net buyers with inflows of around USD 141 million, USD 126 million, and USD 36 million, respectively. Conversely, Banks/DFIs and Individuals reduced their net holdings by around USD 141 million and USD 60 million, respectively.

During the fiscal year, NBP Stock Fund increased by 85.1% as against the KSE-30 Total Return Index increased by 95.0%, underperforming the market by 9.9% during the year. The underperformance during the year was because the Fund was underweight in key stocks in Commercial Banks, Fertilizer, Pharmaceuticals and Refinery sectors that outperformed the market and was overweight in key stocks in Cement, Glass & Ceramics, Technology & Communication and Textile Composite, sectors that underperformed the market. Since inception (January 19, 2007), NSF has risen by 829.9%, whereas the KSE-30 Total Return Index has increased by 305.5%, thus to date out-performance is 524.4%. This outperformance is net of management fee and all other expenses. The Fund size is 17,871 million as of June 30, 2024.

NBP Stock Fund has earned a total income of Rs. 8,989.01 million during the year. After deducting total expenses of Rs. 691.84 million, the net income is Rs.8,297.16 million. During the year, the unit price of NAFA Stock Fund has increased from Rs. 11.5684 (Ex-Div) on June 30, 2023 to Rs. 21.4140 on June 30, 2024. The resultant per unit income is Rs. 9.8456 i.e. 85.1%.

The asset allocation of NBP Stock Fund as on June 30, 2024 is as follows:



## Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 26.364% of the opening ex-NAV (35.571% of the par value) during the year ended June 30, 2024.

## Taxation

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

## Auditors

The present auditors, Messrs Yousuf Adil Chartered Accountants, retired and, being eligible, offer themselves for re-appointment for the year ending June 30, 2025.

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

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.

6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 27 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 26 to these financial statements.
12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 19 to these financial statements.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2024, the Board included:

Category	Names
<b>Independent Directors</b>	<ol style="list-style-type: none"> <li>1. Mr. Khalid Mansoor</li> <li>2. Mr. Saad Amanullah Khan</li> <li>3. Mr. Ruhail Muhammad</li> </ol>
<b>Executive Director</b>	Dr. Amjad Waheed - Chief Executive Officer
<b>Non-Executive Directors</b>	<ol style="list-style-type: none"> <li>1. Shaikh Muhammad Abdul Wahid Sethi (Chairman)</li> <li>2. Mr. Tauqeer Mazhar</li> <li>3. Ms. Mehnaz Salar</li> <li>4. Mr. Ali Saigol</li> <li>5. Mr. Imran Zaffar</li> </ol>

## Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of  
NBP Fund Management Limited

**Chief Executive Officer**

**Director**

Date: October 30, 2024

Place: Karachi.

## ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لیڈ کے بورڈ آف ڈائریکٹرز NBP اسٹاک فنڈ (NSF) کی اٹھارہویں سالانہ رپورٹ برائے سال ختمہ 30 جون 2024ء پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

### فنڈ کی کارکردگی

مالی سال 2024 اسٹاک مارکیٹ کے لیے شاندار سال رہا کیونکہ شیخ مارک KSE-100 انڈیکس نے نئی بلندیوں کو حاصل کیا اور مدت کے اختتام پر 78,000 پوائنٹس سے زائد پر بند ہوا۔ سال کے دوران شیخ مارک انڈیکس میں تقریباً 37,000 پوائنٹس کا اضافہ ہوا جس کے نتیجے میں پاکستانی روپیہ میں 89 فیصد اور امریکی ڈالر کے لحاظ سے 94 فیصد کا غیر معمولی منافع ہوا جس سے پاکستان دنیا میں بہترین کارکردگی کا مظاہرہ کرنے والی اسٹاک مارکیٹ بن گیا۔

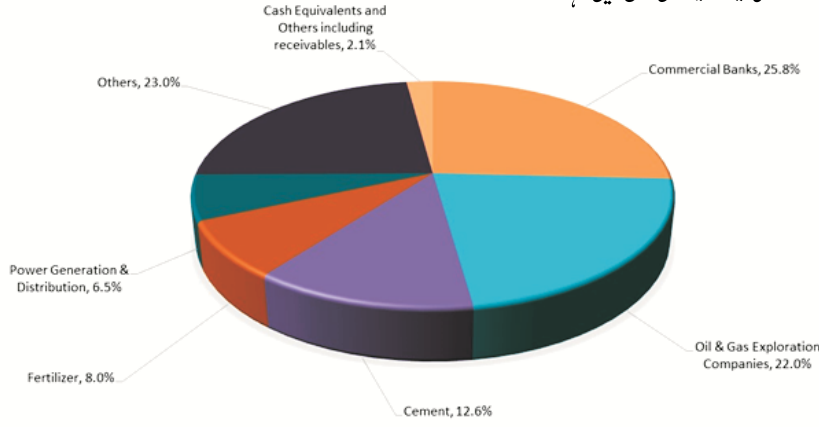
ایکویٹی کا آغاز مضبوط بنیادوں پر ہوا اور پورا سال مستحکم رفتار جاری رہی۔ 29 جون 2023 کو آئی ایم ایف کے ساتھ اسٹاف لیول ایگریمنٹ (ایس ایل اے) پر دستخط اسٹاک مارکیٹ کے لیے ٹرننگ پوائنٹ تھا۔ آئی ایم ایف کے ایگزیکٹو بورڈ نے 3 جون امریکی ڈالر کے اسٹینڈ بائی ایگریمنٹ (ایس بی اے) کی منظوری دی جس سے دوست ممالک سے دیگر کثیر الجہتی قرضوں اور سرمایہ کاری کی راہ ہموار ہوئی۔ آئی ایم ایف کی جانب سے قرضوں کی متعدد منتقلیوں اور سعودی عرب اور متحدہ عرب امارات کے ڈیپازٹس سے زرمبادلہ کے ذخائر میں اضافہ ہوا، ادائیگیوں کے توازن (بی او پی) کے مکنہ بحران کو نال دیا گیا اور سرمایہ کاروں کا اعتماد بحال کرنے میں مدد ملی۔ فنڈ نے پاکستان کی طویل مدتی فارن کرنسی ایئرز بینک کو بھی اپ گریڈ کیا ہے۔ ایس ایل اے کے ساتھ ساتھ بین الاقوامی مارکیٹ میں پاکستان کے ڈالر بانڈز میں اضافہ ہوا کیونکہ اس عرصے کے دوران مختلف ادوار میں بانڈز کی قیمتوں میں 66 سے 93 فیصد تک اضافہ ہوا جو سرمایہ کاروں کی بیرونی پوزیشن کو بہتر بنانے کی بڑھتی ہوئی امید کی عکاسی کرتا ہے۔ خاص طور پر ایٹمیاتی ترقیاتی بینک اور عالمی بینک کی جانب سے کثیر الجہتی آمد میں بھی تیزی آئی ہے۔ نتیجتاً اسٹیٹ بینک پاکستان کے ذخائر سال کے اختتام پر 4.4 بلین ڈالر سے بڑھ کر 9.4 بلین ڈالر ہو گئے۔ زرمبادلہ کے ذخائر میں بہتری اور اوپن مارکیٹ میں کرنسی کی غیر قانونی تجارت کے خلاف کریک ڈاؤن نے کرنسی مارکیٹ میں سکون پیدا کیا۔ دانشمندانہ پالیسیوں کی وجہ سے معیشت میں استحکام کے آثار بھی نظر آئے۔ عام انتخابات پر اگرچہ ضابطگیوں کے الزامات ہیں لیکن فروری میں یہ انتخابات آسانی سے منعقد ہوئے اور سیاسی غیر یقینی صورتحال کو کم کرنے میں مدد ملی۔ زرعی نموکے فروغ کی بدولت، مالی سال 24 کے لئے پروڈنٹل جی ڈی پی نمونیک سال پہلے کی 0.21 فیصد کمی سے بہتر ہو کر 2.38 فیصد ہو گئی۔ بیرونی سطح پر بہتری کے رجحان کو جاری رکھتے ہوئے کرنٹ اکاؤنٹ خسارہ (سی اے ڈی) گزشتہ سال کے 3.3 بلین ڈالر کے مقابلے میں مزید کم ہو کر 665 ملین ڈالر رہ گیا۔ پہلی ششماہی کے دوران اوسط افراط زر میں اضافہ ہوا، تاہم دوسری ششماہی میں اس میں نمایاں کمی واقع ہوئی، جو مالی سال 24ء میں اوسطاً 23.4 فیصد رہی۔ افراط زر میں کمی نے مانیٹری پالیسی کمیٹی (ایم پی سی) کو بہتر ترجیحی کاسٹیکل شروع کرنے پر مجبور کیا، جس میں مالی سال 24 کے اختتام تک 150bps کی کمی کی گئی۔ مختلف ادوار میں ثانوی مارکیٹ کے شرح منافع میں اپنے عروج سے تیزی سے کمی واقع ہوئی ہے، جو اگلے سال میں سرمایہ کاروں کی شرح سود میں نمایاں کمی کی امید کی عکاسی کرتی ہے۔ لہذا کارپوریٹ سٹاکس نے یکساں طور پر مستحکم منافع کے اعلانات کے ساتھ متاثر کن نتائج کا اعلان جاری رکھا۔ ایک اہم پیش رفت میں، سب سے بڑی آؤٹکمیون میں سے ایک نے اپنے حصص کو موجودہ قیمت سے کم از کم 7 گنا زیادہ قیمت کے ساتھ اسٹاک ایکسچینج سے خارج کر دیا، جس سے سرمایہ کاروں کو نمایاں لیکویڈیٹی سوچنی گئی اور مارکیٹ میں زبردست دلچسپی پیدا ہوئی۔

سیکٹروں کا کردگی کے لحاظ سے آٹو اسمبلرز، آٹو پارٹس اینڈ ایپریٹس، کیمیکل اینڈ الیکٹریکل اشیا، کمرشل بینکنگ، انجینئرنگ، فریلائیٹرز، لیڈر اینڈ ٹیکسٹائل، فارماسیوٹیکل، پاور جنریشن اینڈ ڈسٹری بیوشن، ریٹائٹری اور ٹرانسپورٹ کے شعبوں نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ دوسری جانب سینٹ، کیمیکلز، فوڈ اینڈ پروسسنگ، کیمیکل، گلاس اینڈ سیرامکس، انشورنس، انویسٹمنٹ بینک/کمپنیاں، متفرق، تیل و گیس ایکسپلوریشن، آئل اینڈ گیس مارکیٹنگ کمپنیاں، پیپر اینڈ بورڈ، شوگر اینڈ الائیڈ، جینکالوجی اینڈ کیمیکیشن اور ٹیکسٹائل کمپوزٹ سیکٹرز نے مارکیٹ سے اتر کارکردگی کا مظاہرہ کیا۔ شرکاء کے لحاظ سے مارکیٹ کی سرگرمیوں پر، غیر ملکی، انشورنس اور کمپنیاں بالترتیب 141 ملین امریکی ڈالر، 126 ملین امریکی ڈالر اور 36 ملین امریکی ڈالر کی آمد کے ساتھ سب سے بڑے خالص خریدار رہے۔ اس کے برعکس بینکوں/DFIs اور افراد نے اپنی خالص ہولڈنگز کو بالترتیب 141 ملین امریکی ڈالر اور 60 ملین امریکی ڈالر تک کم کر دیا۔

مالی سال کے دوران، NBP اسٹاک فنڈ میں 30-KSE انڈیکس کے 95.0% اضافہ کے مقابلے میں 85.1% اضافہ ہوا، مارکیٹ سے 9.9% کی اتر کارکردگی دکھائی۔ فنڈ نے سال کے دوران کارکردگی دکھائی کیونکہ فنڈ نے کمرشل بینک، فریلائیٹرز، فارماسیوٹیکل اور ریٹائٹری کے شعبوں کو کم اہمیت دی جنہوں نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا اور سینٹ، گلاس اینڈ سیرامکس، جینکالوجی اینڈ کیمیکیشن اور ٹیکسٹائل کمپوزٹ کے شعبوں کے اہم اسٹاک کو زیادہ اہمیت دی گئی جنہوں نے مارکیٹ میں اتر کارکردگی کا مظاہرہ کیا۔ فنڈ کے آغاز (19 جنوری 2007) کے بعد سے NSF میں 829.9% کا اضافہ ہوا، جبکہ 30-KSE کل ریٹرن انڈیکس 305.5% تک بڑھ گیا، لہذا فنڈ کی آج تک بہتر کارکردگی 524.4% ہے۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ 30 جون 2024 کو فنڈ کا سائز 17,871 ملین روپے ہے۔

NBP اسٹاک فنڈ کو اس مدت کے دوران 8,989.01 ملین روپے کی کل آمدنی ہوئی۔ 691.84 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 8,297.16 ملین روپے ہے۔ سال کے دوران، NAFA اسٹاک فنڈ کے یونٹ کی قیمت 30 جون 2023 کو 11.5684 (Ex-Div) روپے سے بڑھ کر 30 جون 2024 کو 21.4140 روپے ہو گئی۔ جس کے نتیجے میں فی یونٹ آمدنی 9.8456 روپے یعنی 85.1% ہے۔

30 جون 2024 کو این بی پی اسٹاک فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



## آمدنی کی تقسیم

میجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2024 کو ختم ہونے والے سال کے دوران اپنی NAV ex-NAV کا 26.364% فیصد (بنیادی قیمت کا 35.571% فیصد) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

## ٹیکسیشن

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

## آڈیٹرز

میسرز یوسف عادل، چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے، اہل ہونے کی بنا پر 30 جون 2025 کو ختم ہونے والے سال کے لئے اپنے آپ کو تقرری کے لئے پیش کرتے ہیں۔

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

- میجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلواور یونٹ ہولڈرز فنڈز میں تبدیلی کی منصفانہ عکاسی کرتے ہیں۔
- فنڈ کے اکاؤنٹس کے کھاتے درست انداز میں رکھے ہوئے ہیں۔
- مالی گوشواروں کی تیاری میں اکاؤنٹنگ کی مناسب پالیسیوں کی مسلسل پیروی کی گئی ہے۔ شماریاتی تخمینے مناسب اور معقول نظریات پر مبنی ہیں۔
- ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
- انٹرنل کنٹرول کا نظام مستحکم اور موثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
- فنڈ کی دواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
- کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو توہین نہیں کی گئی۔
- پرفارمنس ٹیبیل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
- ٹیکسوں، ڈیوٹیوں، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
- اس مدت کے دوران میجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے چھ اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 27 میں ظاہر کی گئی ہے۔
- یونٹ ہولڈنگ کا تفصیلی پیٹرن مالیاتی گوشواروں کے نوٹ 26 میں ظاہر کیا گیا ہے۔

- 12 ڈائریکٹرز ہی ای او، سی ایف او، کمپنی سیکرٹری اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے یونٹس کی تمام خرید و فروخت ان مالیاتی گوشواروں کے نوٹ 19 میں ظاہر کی گئی ہے۔
- 13 کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فرسٹ شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریسٹ نہیں رکھتی۔ 30 جون 2024 کو بورڈ آف ڈائریکٹرز درج ذیل ارکان پر مشتمل ہیں

نام	کمپنگری
•1 جناب خالد منصور	غیر جانبدار ڈائریکٹرز
•2 جناب سعد امان اللہ خان	
•3 جناب روہیل محمد	
ڈاکٹر امجد وحید (چیف ایگزیکٹو آفیسر)	ایگزیکٹو ڈائریکٹر
•1 شیخ محمد عبدالواحد سیٹھی (چیئرمین)	نان ایگزیکٹو ڈائریکٹرز
•2 جناب توقیر مظہر	
•3 محترمہ مہناز سالار	
•4 جناب علی سیگل	
•5 جناب عمران ظفر	

## اظہار تشکر

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

بورڈ اپنے اسٹاف اور ڈسٹری بیوٹرز کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

مخائب بورڈ آف ڈائریکٹرز

**NBP** فینڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 30 اکتوبر 2024ء

مقام: کراچی

## TRUSTEE REPORT TO THE UNIT HOLDERS

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

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

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

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

**Badiuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi, October 30, 2024

## FUND MANAGER REPORT

### NBP Stock Fund

NBP Stock Fund is an Open-ended Equity Fund

### Investment Objective of the Fund

The objective of NBP Stock Fund is to provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund is moderate to high.

### Benchmark

The Benchmark of the Fund is KSE-30 Total Return Index.

### Fund performance review

This is the Eighteenth annual report of the Fund. During the fiscal year, NBP Stock Fund increased by 85.1% as against the KSE-30 Total Return Index increased by 95.0%, underperforming the market by 9.9% during the year. Since inception (January 19, 2007), NSF has risen by 829.9%, whereas the KSE-30 Total Return Index has increased by 305.5%, thus to date out-performance is 524.4%. This outperformance is net of management fee and all other expenses. The Fund size is 17,871 million as of June 30, 2024.

The underperformance during the year was because the Fund was underweight in key stocks in Commercial Banks, Fertilizer, Pharmaceuticals and Refinery sectors that outperformed the market and was overweight in key stocks in Cement, Glass & Ceramics, Technology & Communication and Textile Composite, sectors that underperformed the market.

The chart below shows the performance of NSF against the Benchmark for the year.

**NSF Performance vs. Benchmark during FY24**



At the beginning of the year, was around 97.9% invested in equities. During the year, we adjusted the allocation of the Fund based on our view on different asset classes. Towards the end of the year, NSF was around 97.9% invested in equities.

FY24 was a stellar year for the stock market, as the benchmark KSE-100 index achieved new highs, settling slightly above 78,000 points at period end. During the year, the benchmark Index surged by around 37,000 points, translating into a phenomenal return of 89% in PKR terms and 94% in USD terms, making Pakistan the best performing stock market in the world.

The equities started off on a firm footing and the strong momentum continued throughout the year. The signing of the Staff Level Agreement (SLA) with IMF on June 29th, 2023 was the turning point for stock market. The IMF executive board approved USD 3 billion Stand-By Agreement (SBA) that paved way for other multi-lateral loans and inflows from friendly countries. The multiple loan tranches from IMF and deposits from KSA & UAE augmented the FX reserves, averted a possible balance of payment (BoP) crisis, and helped restore investors' confidence. Fitch also upgraded Pakistan's Long-Term Foreign Currency Issuer Rating. In tandem with SLA, Pakistan's dollar bonds rallied in the international market as bond prices across various tenures surged in the range of 66-93% during the period, reflecting increasing investors' optimism of improving external position. Multilateral inflows, particularly from ADB and World Bank, also gained momentum. Consequently, the SBP's FX reserves improved from USD 4.4 billion to USD 9.4 billion at period end. The improving reserves, coupled with a crackdown against illicit currency trade in the open market brought calm in currency market. Owing to prudent policies, the economy also showed signs of stabilization. The general elections, though remained marred by accusations of irregularities, were carried out smoothly in February and helped bring down the political uncertainty. The provisional GDP growth for FY24 improved to 2.38% from 0.21% contraction a year ago, driven by robust agricultural growth. Continuing the improving trend on the external side, the current account deficit (CAD) further dropped to USD 665 mn, compared to USD 3.3 bn in the previous year. Average inflation remained elevated during 1H, however, it precipitated considerably in the latter half, averaging 23.4% for FY24. The waning inflation prompted the Monetary Policy Committee (MPC) to gradually start with an easing cycle, with 150 bps cut taking place towards the end of FY24. Secondary market yields across various tenures fell sharply from their peak, reflecting investors' optimism of significant rate cuts in the next year. The listed corporate space continued to declare impressive results with equally robust dividend announcements. In a significant development, one of the largest auto players delisted its shares from the bourse with the delisting price at least 7x higher than the prevailing price, handing over significant liquidity to investors and igniting strong interest in the market.

In terms of sector-wise performance, Auto Assemblers, Auto Parts & Accessories, Cable & Electrical Goods, Commercial Banks, Engineering, Fertilizer, Leather & Tanneries, Pharmaceutical, Power Generation & Distribution, Refinery, and Transport sectors outperformed the market. On the other hand, Cement, Chemicals, Food & Personal Care, Glass & Ceramics, Insurance, Investment Banks/Companies, Miscellaneous, Oil & Gas Exploration, Oil & Gas Marketing Companies, Paper & Board, Sugar & Allied, Technology & Communication, and Textile Composite sectors lagged behind the market. Regarding participants' market activity, Foreigners, Insurance and Companies emerged as the largest net buyers with inflows of around USD 141 million, USD 126 million, and USD 36 million, respectively. Conversely, Banks/DFIs and Individuals reduced their net holdings by around USD 141 million and USD 60 million, respectively.

During the period there has been no significant change in the state of affairs of the Fund, other than stated above. During the year there were no circumstances that materially affected any interests of the unit holders. The Fund does not have any soft commission arrangement with any broker in the industry.

## Asset Allocation of the Fund (% of NAV)

Particulars	30-Jun-24	30-Jun-23
Equities / Stock	97.9%	97.9%
Cash Equivalents	4.1%	1.3%
T-Bills	-	1.5%
Other Net Liabilities	(2.0%)	(0.7%)
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Distribution for the Financial Year 2024

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
Jun-24	35.571%	24.9432	21.3681

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

Size of Unit Holding (Units)	# of Unit Holders
0-0.99	199
1-1000	865
1001-5000	344
5001-10000	121
10001-50000	243
50001-100000	77
100001-500000	102
500001-1000000	23
1000001-5000000	37
5000001-10000000	7
10000001-100000000	10
100000001-1000000000	3
100000001 & Above	
<b>Total</b>	<b>2031</b>

## During the period under question

During the period there has been no significant change in the state of affairs of the Fund, other than stated above. During the year there were no circumstances that materially affected any interests of the unit holders. The Fund does not have any soft commission arrangement with any broker in the industry.

## INDEPENDENT AUDITORS' REPORT

To the unit holders of NBP Stock Fund

Report on the audit of the financial statements

### Opinion

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

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

### Basis for opinion

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

### Key audit matter

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

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	<p>Valuation and existence of investment (Refer note 2.4 of the Financial Statements)</p> <p>Investments held at fair value through profit or loss are disclosed in note 6 to the financial statements and represent 97.94% of the net assets of the Fund.</p> <p>The Fund's primary activity is, inter alia, to invest in Equity Securities, which is the main driver of the Fund's performance.</p> <p>Considering the above factors, the valuation and existence are significant areas during our audit due to which we have considered this as a key audit matter.</p>	<p>In this respect, we performed the following procedures:</p> <ul style="list-style-type: none"> <li>Reviewed the processes and key controls relating to existence and valuation and evaluated the design and implementation of such controls;</li> <li>Independently verified the existence of investments from the Central Depository Company (CDC) account statement;</li> <li>Tested valuation of investments by independently tracing rate to externally quoted market prices from the Pakistan Stock Exchange (PSX); and</li> <li>Differences, if any, identified during our testing that were over our acceptable threshold were investigated further</li> </ul>

## **Information other than the financial statements and auditor's report thereon**

Management Company is responsible for the other information. The other information comprises the information (Directors' Report, Fund Manager Report & Trustee Report to the Unit Holders) included in the annual report, but does not include the financial statements and our auditor's report thereon.

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

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

## **Responsibilities of Management Company and Board of Directors of the Management Company for the financial statements**

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

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

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

## **Auditor's responsibilities for the audit of the financial statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

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

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

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

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

#### **Report on other legal and regulatory requirements**

In our opinion, the financial statements have been prepared, in all material respects, in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is **Nadeem Yousuf Adil**.

**Yousuf Adil**  
Chartered Accountants

Place:  
Date: October 30, 2024  
UDIN: AR2024100919EWKOT6ol

## STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2024

	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
<b>ASSETS</b>			
Bank balances	5	731,757	134,375
Investments	6	17,502,902	10,097,701
Dividend and profit receivable	7	9,301	3,900
Receivable against sale of investments		84,110	43,211
Receivable from funds under management by Management Company against conversion of units		95,154	13
Advances, deposits and prepayment	8	7,365	7,365
<b>Total assets</b>		<b>18,430,589</b>	<b>10,286,565</b>
<b>LIABILITIES</b>			
Payable to NBP Fund Management Limited - Management Company	9	169,418	70,032
Payable to Central Depository Company of Pakistan Limited - Trustee	10	1,720	1,044
Payable to Securities and Exchange Commission of Pakistan	11	1,368	2,376
Payable against conversion and redemption of units		22,004	6,241
Payable against purchase of investments		8,541	-
Accrued expenses and other liabilities	12	356,211	40,958
<b>Total liabilities</b>		<b>559,262</b>	<b>120,651</b>
<b>NET ASSETS</b>		<b>17,871,327</b>	<b>10,165,914</b>
<b>UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>17,871,327</b>	<b>10,165,914</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	13		
		(Number of units)	
<b>NUMBER OF UNITS IN ISSUE</b>	14	<b>834,562,530</b>	<b>753,446,983</b>
		(Rupees)	
<b>NET ASSETS VALUE PER UNIT</b>		<b>21.4140</b>	<b>13.4925</b>

The annexed notes 1 to 30 form an integral part of these financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## INCOME STATEMENT FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024 ----- (Rupees in '000) -----	2023
<b>INCOME</b>			
Dividend income		1,307,626	1,144,069
Profit on bank deposits		143,999	26,250
Income from Market Treasury Bills		25,230	52,524
Gain / (Loss) on sale of investments - net		1,533,129	(133,944)
Net unrealised appreciation / (diminution) on re-measurement of investments at FVTPL	6.3	5,979,024	(848,845)
		7,512,153	(982,789)
<b>Total income</b>		<b>8,989,008</b>	<b>240,054</b>
<b>EXPENSES</b>			
Remuneration of NBP Fund Management Limited - Management Company	9.1	359,395	295,864
Sindh Sales Tax on remuneration of Management Company	9.2	46,721	38,462
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	15,441	12,882
Sindh Sales Tax on remuneration of Trustee	10.2	2,007	1,675
Reimbursement of selling and marketing expenses	9.3	202,195	184,179
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	9.4	28,543	23,765
Annual fee - Securities and Exchange Commission of Pakistan	11	13,719	2,376
Securities transaction cost		20,279	10,741
Settlement and bank charges		1,981	1,893
Auditors' remuneration	15	891	875
Fund rating fee		357	295
Annual listing fee		28	28
Professional fees		183	180
Printing charges		104	100
<b>Total expenses</b>		<b>691,844</b>	<b>573,315</b>
<b>Net Income / (loss) from operating activities</b>		<b>8,297,164</b>	<b>(333,261)</b>
<b>Net income / (loss) for the year before taxation</b>		<b>8,297,164</b>	<b>(333,261)</b>
Taxation	16	-	-
<b>Net income / (loss) for the year after taxation</b>		<b>8,297,164</b>	<b>(333,261)</b>
<b>Earnings / (loss) per unit</b>	17		
<b>Allocation of net income for the year</b>			
Net income for the year		8,297,164	-
Income already paid on units redeemed		(827,681)	-
		7,469,483	-
<b>Accounting income available for distribution:</b>			
- Relating to capital gain		7,469,483	-
- Excluding capital gain		-	-
		7,469,483	-

The annexed notes 1 to 30 form an integral part of these financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

	2024	2023
	----- (Rupees in '000) -----	
Net income / (loss) for the year after taxation	8,297,164	(333,261)
Other comprehensive income for the year	-	-
<b>Total comprehensive income / (loss) for the year</b>	<b>8,297,164</b>	<b>(333,261)</b>

The annexed notes 1 to 30 form an integral part of these financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

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

	2024			2023		
	Value	Undistributed income / Accumulated (losses)	Total	Value	Undistributed income / Accumulated (losses)	Total
----- (Rupees in '000) -----						
Net assets at beginning of the year	10,177,448	(11,534)	10,165,914	13,345,889	321,727	13,667,616
Issuance of 448,946,297 units (2023: 114,309,350 units)						
- Capital value (at ex - net assets value per unit)	6,057,408	-	6,057,408	1,577,081	-	1,577,081
- Element of income / (loss)	3,426,605	-	3,426,605	(18,904)	-	(18,904)
Total proceeds on issuance of units	9,484,013	-	3,426,605	1,558,177	-	1,558,177
Redemption of 367,830,750 units (2023: 351,510,523 units)						
- Capital value (at ex - net assets value per unit)	(4,962,956)	-	(4,962,956)	(4,849,650)	-	(4,849,650)
- Element of (loss) / income	(1,707,133)	(827,681)	(2,534,814)	123,032	-	123,032
Total payments on redemption of units	(6,670,089)	(827,681)	(7,497,770)	(4,726,618)	-	(4,726,618)
Distribution for the year ended June 30, 2024 (Cash Distribution @ Rs. 3.5571 per unit per unit declared on June 28, 2024)	(265,739)	(2,312,255)	(2,577,994)	-	-	-
Total distribution	(265,739)	(2,312,255)	(2,577,994)	-	-	-
Total comprehensive income / (loss) for the year	-	8,297,164	8,297,164	-	(333,261)	(333,261)
<b>Net assets at end of the year</b>	<b>12,725,633</b>	<b>5,145,694</b>	<b>17,871,327</b>	<b>10,177,448</b>	<b>(11,534)</b>	<b>10,165,914</b>
Accumulated (losses) / Undistributed income carried forward						
- Realised gain		837,311			3,339,837	
- Unrealised loss		(848,845)			(3,018,110)	
		(11,534)			321,727	
Accounting income available for distribution						
- Relating to capital gain	7,469,483			-		
- Excluding capital gain	-			-		
	7,469,483			-		
Distribution during the year	(2,312,255)			-		
Total comprehensive loss for the year	-			(333,261)		
Undistributed income / Accumulated (losses) carried forward		5,145,694			(11,534)	
Undistributed income / Accumulated (losses) carried forward						
- Realised (loss) / gain		(833,330)			837,311	
- Unrealised gain / (loss)		5,979,024			(848,845)	
		5,145,694			(11,534)	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the year			13.4925			13.7966
Net assets value per unit at end of the year			21.4140			13.4925

The annexed notes 1 to 30 form an integral part of these financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023
Note	----- (Rupees in '000) -----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income / (loss) for the year before taxation	8,297,164	(333,261)
<b>Adjustments for non-cash items:</b>		
Net unrealised (appreciation) / diminution on re-measurement of investments at FVTPL	6.3 (5,979,024)	848,845
	<u>2,318,140</u>	<u>515,584</u>
<b>(Increase) / Decrease in assets</b>		
Investments - net	(1,426,177)	2,376,030
Dividend and profit receivable	(5,401)	1,222
Receivable against sale of investments	(40,899)	(24,243)
Advances, deposits and prepayment	-	(28)
	<u>(1,472,477)</u>	<u>2,352,981</u>
<b>Increase / (Decrease) in liabilities</b>		
Payable to NBP Fund Management Limited - Management Company	99,386	(28,915)
Payable to Central Depository Company of Pakistan Limited - Trustee	676	(341)
Payable against purchase of investment	8,541	-
Payable to Securities and Exchange Commission of Pakistan	(1,008)	(1,271)
Accrued expenses and other liabilities	315,253	(56)
	<u>422,848</u>	<u>(30,583)</u>
<b>Net cash generated from operating activities</b>	<u>1,268,511</u>	<u>2,837,982</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received against issuance of units	9,123,133	1,559,513
Amount paid on redemption of units	(7,482,007)	(4,725,037)
Dividend paid	(2,312,255)	-
<b>Net cash used in financing activities</b>	<u>(671,129)</u>	<u>(3,165,524)</u>
<b>Net increase / (decrease) in cash and cash equivalents during the year</b>	<u>597,382</u>	<u>(327,542)</u>
Cash and cash equivalents at beginning of the year	134,375	461,917
<b>Cash and cash equivalents at end of the year</b>	5 <u>731,757</u>	<u>134,375</u>

The annexed notes 1 to 30 form an integral part of these financial statements.

For NBP Fund Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The NBP Stock Fund (the Fund) was established under a Trust Deed entered into on December 06, 2006 between NBP Fund Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 01, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2 During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to promulgation of Provisional Trust Act namely "Sindh Trust Act, 2020" (the Sindh Trust Act) as empowered under Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on October 18, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 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 member of Mutual Fund Association of Pakistan (MUFAP).
- 1.4 The Fund is an open-ended mutual fund classified as an "equity scheme" by the Management Company as per the criteria for categorization 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.
- 1.5 The core objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of listed equity securities. In case the Fund Manager expects the stock market to drop, he/she may temporarily allocate assets to other asset classes, subject to the prescribed limits, such as Treasury Bills (not exceeding 90 days) and bank deposits (excluding Term Deposit Receipts (TDRs)). The risk profile of the fund is high risk.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed an asset manager rating of AM1 as on February 14, 2024 (2023: AM1 as on February 10, 2023) to the Management Company and a performance ranking of "4 - Star" as at February 14, 2024 (2023: "3-Star" as at February 10, 2023) to the Fund.
- 1.7 Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - provisions of and directives issued under the Companies Act, 2017 along with the requirements of Part VIIIA of the repealed Companies Ordinance, 1984; and
  - the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2** The SECP vide SRO 800 (I)/2021 dated June 22, 2021 modified the effective date for applicability of International Financial Reporting Standard 9 (IFRS 9) - "Financial Instruments" in place of International Accounting Standard 39 (Financial Instruments: Recognition and Measurement) for Non-Banking Finance Companies and Modarabas, as "Reporting period / year ending on or after June 30, 2022 (earlier application permitted)". As permitted, the Fund had already applied IFRS-9 during the year ended June 30, 2019 with the exception of below mentioned impairment requirements as referred in note 2.1.3 of these financial statements.
- 2.1.3** The SECP vide letter ref SCD / AMCW / RS / MUFAP / 2017-148 dated November 21, 2017 has deferred the applicability of impairment requirements of IFRS 9 in relation to debt securities for mutual funds. Accordingly, the impairment requirements of IFRS 9 have not been considered for debt securities and requirements of SECP Circular 33 of 2012 have continued to be followed.

## **2.2 Accounting convention**

These financial statements are prepared under the historical cost convention except for investments which are carried at fair value.

## **2.3 Functional and presentation currency**

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

## **2.4 Use of judgments and estimates**

In preparing these financial statements, management has made judgement, estimates and assumptions that affect the application of the Fund's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognized prospectively.

Information about judgements made in applying accounting policies that have the most significant effects on the amount recognized in the financial statements and assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities in the subsequent year is included in the following notes:

- (a) Valuation of investment (4.2.5);
- (b) Provisions (Note 4.4); and
- (c) Classification and impairment of financial assets (Note 4.2.2.1 and 4.2.3).

## **3 ADOPTION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO THE PUBLISHED APPROVED ACCOUNTING STANDARDS**

### **3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2024.**

The following amendments are effective for the year ended June 30, 2024. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

Amendments to IAS 1 'Presentation of Financial Statements' and IFRS practice statement 2 - Disclosure of accounting policies.

Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates.

Amendments to 'IAS 12 Income Taxes' - deferred tax related to assets and liabilities arising from a single transaction.

Amendments to IAS 12 'Income taxes' - International Tax Reform — Pillar Two Model Rules

### 3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following standards and amendments are effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	<b>Effective from accounting periods beginning on or after:</b>
Amendments to IFRS 16 'Leases' -Clarification on how seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Convenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements	January 01, 2024
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability	January 01, 2025
IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)	January 01, 2026
Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Classification and measurement of financial instruments	January 01, 2026

Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 18 – Presentation and Disclosures in Financial Statements
- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

## 4 MATERIAL ACCOUNTING POLICY INFORMATION

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

During the year, the Fund adopted Disclosure of Accounting Policies (Amendment to IAS 01) effective for annual reporting periods beginning on or after January 1, 2023. The amendment required the disclosure of 'material', rather than 'significant' accounting policies. The amendments did not result in any changes to the accounting policies themselves.

## 4.1 Cash and cash equivalents

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less from the date of acquisition that are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

## 4.2 Financial instruments

The Fund applied IFRS 9 (refer note 2.1.2) except for impairment requirements for which the Fund has continued to follow the requirements of SECP (refer note 2.1.3).

### 4.2.1 Initial recognition and measurement

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, as appropriate, on initial recognition. Transaction costs pertaining to financial assets or financial liabilities at fair value through profit or loss are recognised in the income statement.

### 4.2.2 Classification and subsequent measurement

#### 4.2.2.1 Financial assets

There are three principal classification categories for financial assets:

- Amortised cost (AC);
- At fair value through other comprehensive income (FVTOCI); and
- At fair value through profit or loss (FVTPL).

##### Financial asset at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL;

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset classified at amortised cost is subsequently carried at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Profit / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

##### Financial asset at FVTOCI

A financial asset is classified at FVTOCI only if it meets both of the following conditions and is not designated as FVTPL;

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in Other Comprehensive Income (OCI), and only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI, except for the recognition of impairment losses. In case of debt instrument, when the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to income statement. In case of equity instrument, when the financial asset is derecognised, there is no subsequent reclassification of fair value gains and losses to income statement.

## **Financial asset at FVTPL**

All other financial assets are classified as FVTPL (for example: equity held for trading and debt securities not classified either as AC or FVTOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset, that otherwise meets the requirements to be measured at amortised cost or at FVTOCI, as at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets designated at fair value through profit or loss are subsequently carried at fair value. Net gains and losses, including any profit / markup or dividend income, are recognised in income statement.

## **Business model assessment**

The Fund makes an assessment of the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Fund's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and its strategy for how those risks are managed;
- how managers of the business are compensated (e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected); and
- the frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Fund's stated objective for managing the financial assets is achieved and how cash flows are realised.

Financial assets that are held for trading or managed and whose performance is evaluated on a fair value basis are measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets.

The Fund has determined that it has two business models.

- Held-to-collect business model: This includes cash and cash equivalents and receivables, if any. These financial assets are held to collect contractual cash flow.
- Other business model: This includes equity securities. These financial assets are held for trading and managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

## Assessment of whether contractual cash flows are solely payments of principal and interest (SPPI)

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are SPPI, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Fund considers:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Fund's claim to cash flows from specified assets (e.g. non-recourse loans); and
- features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

## Reclassifications

Financial assets are not reclassified subsequent to their initial recognition unless the Fund were to change its business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

### 4.2.2.2 Financial liabilities

The Fund classifies its financial liabilities in the following categories:

- Amortised Cost (AC), or
- At fair value through profit or loss (FVTPL).

Financial liabilities are measured at amortised cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Fund has opted to measure them at FVTPL, and also subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in income statement. Any gain or loss on derecognition is also recognised in income statement.

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in income statement.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to income statement

### 4.2.3 Impairment of financial assets

The Fund at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds the recoverable amount.

The SECP through its letter SCD / AMCW / RS / MUFAP / 2017-148 dated November 21, 2017 has deferred the applicability of impairment requirements of IFRS 9 in relation to debt securities for mutual funds and has instructed to continue to follow the requirements of Circular No. 33 of 2012 dated October 24, 2012.

#### 4.2.4 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. On derecognition of a financial asset, the difference between the carrying amount of the asset and the consideration received is recognised in income statement.

The Fund derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid is recognised in income statement.

The Fund derecognises a derivative only when it meets the derecognition criteria for both financial assets and financial liabilities. Where the payment or receipt of variation margin represents settlement of a derivative, the derivative, or the settled portion, is derecognised.

#### 4.2.5 Fair value measurement principles and provision

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial instruments is determined as follows:

##### **Basis of valuation of government securities**

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV, PKISRV and PKFRV rates) which are based on the remaining tenor of the securities.

The government securities listed on a stock exchange (for example Listed GoP Ijara) are valued on their prices quoted on the Pakistan Stock Exchange Limited at the reporting date.

##### **Basis of valuation of equity investments**

Equity investments are marked-to-market on the basis of rates at year end date as quoted on PSX, as all equity investments are made in listed securities only.

#### 4.2.6 Regular way contracts

All purchases and sales of securities that require delivery within the timeframe established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

#### 4.2.7 Offsetting of financial assets and liabilities

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

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

#### 4.3 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement, each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

#### 4.4 Provisions

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

#### 4.5 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

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

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety 90% of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, to its unit holders.

#### 4.6 Distributions to unit holders

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on MUFAP's guidelines (duly consented upon by the SECP), distribution for the year is deemed to comprise of the portion of amount of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company. Based on MUFAP's guidelines (duly consented upon by SECP) distributions for the year/period is deemed to comprise of the portion of amount of income already paid on units redeemed and the amount of cash distribution for the year / period.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted with effect of refund of capital, if any, based on the period of investment made during the year / period. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

#### 4.7 Issuance and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications

received by the distributors / Management Company during business hours on that day. The offer price represents the net assets value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. The sales load, if applicable, is payable to the investment facilitators and the Management Company / distributors.

Units redeemed are recorded at the redemption price, applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price represents the net assets value per unit as of the close of the business day less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

#### 4.8 Element of Income

Element of income represents the difference between net assets value on the issuance or redemption date, as the case may be, of units and the Net Assets Value (NAV) at the beginning of the relevant accounting period.

Element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund; however, to maintain same ex-dividend net asset value of all units outstanding on accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units (refund of capital) in the same proportion as dividend bears to accounting income available for distribution. As per guideline provided by MUFAP (MUFAP Guidelines consented upon by SECP) the refund of capital is made in the form of additional units at zero price.

MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the period under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the period. The income already paid (Element of Income) on redemption of units during the period are taken separately in statement of movement in unit holders' fund.

#### 4.9 Net assets value per unit

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

#### 4.10 Revenue Recognition

- Realised gains / (losses) arising on sale of investments are included in the income statement on the date at which transactions takes place.
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Income on bank balances is recognised on time proportionate basis.
- Dividend income on equity securities is recognised when the right to receive the dividend is established. For quoted equity securities, this is usually the ex-dividend date.
- Income from investments in government securities is recognized on accrued basis using effective yield method.

#### 4.11 Expenses

All expenses including Management fee, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

5	BANK BALANCES	Note	2024	2023
			(Rupees in '000)	
	In current accounts		1,672	1,454
	In saving accounts	5.1	730,085	132,921
			<b>731,757</b>	<b>134,375</b>

5.1 These accounts carry profit at rates ranging from 20.50% to 22.60% (2023: 14.4% to 19.8%) per annum.

## 6 INVESTMENTS

### Financial asset at fair value through profit or loss

- Listed equity securities	6.1	17,502,902	9,949,870
- Market Treasury Bills	6.2	-	147,831
		<b>17,502,902</b>	<b>10,097,701</b>

### 6.1 Listed equity securities

All shares have a nominal face value of Rs.10 each except for the shares of Thal Limited, Shabbir Tiles and Ceramics Limited and Agriauto Industriues Limited which have a face value of Rs.5.

Name of the Investee Company	As at July 01, 2023	Purchases during the period	Bonus / Right Issue	Sales during the period	As at June 30, 2024	Market value as at June 30, 2024	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company**
							Net assets	Total Investments	
.....Number of shares held.....						-(Rupees in '000)-	.....(%).....		
<b>Oil and Gas Exploration Company</b>									
Pakistan Oilfields Limited	459,216	379,366	-	129,942	708,640	347,191	1.94	1.98	0.25
Pakistan Petroleum Limited	9,228,279	7,210,179	-	5,281,507	11,156,951	1,306,591	7.31	7.46	0.41
Mari Petroleum Company Limited	417,835	33,784	-	66,682	384,937	1,044,079	5.84	5.97	0.29
Oil & Gas Development Company Limited	6,767,397	5,705,372	-	3,398,591	9,074,178	1,228,371	6.87	7.02	
	<b>16,872,727</b>	<b>13,328,701</b>	<b>-</b>	<b>8,876,722</b>	<b>21,324,706</b>	<b>3,926,232</b>	<b>21.96</b>	<b>22.43</b>	<b>0.21</b>
<b>Oil and Gas Marketing Company</b>									
Pakistan State Oil Company Limited	1,769,216	443,560	-	373,000	1,839,776	305,789	1.71	1.75	0.39
Nishat Power Limited	-	371,091	-	133,000	238,091	9,412	0.05	0.05	0.01
Attock Petroleum Limited	2	67,000	-	10,000	57,002	22,016	0.12	0.13	0.06
Hascol Petroleum Limited	4,073	-	-	-	4,073	25	0.00	0.00	0.00
	<b>1,773,291</b>	<b>881,651</b>	<b>-</b>	<b>516,000</b>	<b>2,138,942</b>	<b>337,242</b>	<b>1.88</b>	<b>1.93</b>	
<b>Fertilizer</b>									
Engro Corporation Limited	1,672,805	467,782	-	949,101	1,191,486	396,419	2.22	2.26	0.21
Engro Fertilizers Limited	-	298,300	-	298,300	-	-	0.00	0.00	0.00
Fatima Fertilizer Company Limited	-	42,348	-	-	42,348	2,186	0.01	0.01	0.00
Fauji Fertilizer Bin Qasim Company Limited	5,676,345	1,723,500	-	4,000,287	3,399,558	120,582	0.67	0.69	0.26
Fauji Fertilizer Company Limited	4,156,448	1,830,502	-	443,514	5,543,436	905,686	5.07	5.17	0.44
	<b>11,505,598</b>	<b>4,362,432</b>	<b>-</b>	<b>5,691,202</b>	<b>10,176,828</b>	<b>1,424,873</b>	<b>7.97</b>	<b>8.13</b>	
<b>Chemical</b>									
Engro Polymer & Chemicals Limited	1,346,201	-	-	1,346,201	-	-	0.00	0.00	0.00
Lucky Core Industries Limited	99,395	-	-	98,275	1,120	1,041	0.01	0.01	0.00
	<b>1,445,596</b>	<b>-</b>	<b>-</b>	<b>1,444,476</b>	<b>1,120</b>	<b>1,041</b>	<b>0.01</b>	<b>0.01</b>	
<b>Automobile Parts and Accessories</b>									
Agriautos Industries Limited*	13,750	-	-	-	13,750	1,411	0.01	0.01	0.05
Thal Limited*	260,589	23,000	-	26,000	257,589	124,503	0.70	0.71	0.32
Panther Tyres Limited	3,081,059	-	-	1,622,000	1,459,059	55,225	0.31	0.32	0.87
	<b>3,355,398</b>	<b>23,000</b>	<b>-</b>	<b>1,648,000</b>	<b>1,730,398</b>	<b>181,139</b>	<b>1.02</b>	<b>1.04</b>	

Name of the Investee Company	As at July 01, 2023	Purchases during the period	Bonus / Right Issue	Sales during the period	As at June 30, 2024	Market value as at June 30, 2024	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company**
							Net assets	Total Investments	
.....Number of shares held.....						---(Rupees in '000)---	.....(%).....		
<b>Cement</b>									
D.G. Khan Cement Company Limited	80,000	625,079	-	705,079	-	-	0.00	0.00	0.00
Lucky Cement Limited	447,076	406,829	-	333,609	520,296	471,768	2.64	2.70	0.16
Maple Leaf Cement Factory Limited	2	50,000	-	-	50,002	1,900	0.01	0.01	0.00
Attock Cement Pakistan Limited	2,194,966	1,131,478	-	390,715	2,935,729	285,177	1.60	1.63	2.14
Fecto Cement Limited	243,200	-	-	-	243,200	7,228	0.04	0.04	0.48
Kohat Cement Company Limited	5,589,025	1,356,813	-	1,028,042	5,917,796	1,481,994	8.33	8.47	2.95
	<b>8,554,269</b>	<b>3,570,199</b>	-	<b>2,457,445</b>	<b>9,667,023</b>	<b>2,248,067</b>	<b>12.62</b>	<b>12.85</b>	
<b>Paper and Board</b>									
Cherat Packaging Limited	1	-	-	-	1	1	0.00	0.00	0.00
Roshan Packages Limited	1,461,000	-	-	1,003,500	457,500	6,451	0.04	0.04	0.32
	<b>1,461,001</b>	-	-	<b>1,003,500</b>	<b>457,501</b>	<b>6,452</b>	<b>0.04</b>	<b>0.04</b>	
<b>Automobile Assembler</b>									
Al-Ghazi Tractors Limited	9,400	-	-	2,600	6,800	2,373	0.01	0.01	0.01
Honda Atlas Cars (Pakistan) Limited	-	232,000	-	218,578	13,422	3,804	0.02	0.02	0.01
Milat Tractors Limited	5	-	-	-	5	3	0.00	0.00	0.00
Pak Suzuki Motor Company Limited	-	50,000	-	50,000	-	-	0.00	0.00	0.00
	<b>9,405</b>	<b>282,000</b>	-	<b>271,178</b>	<b>20,227</b>	<b>6,180</b>	<b>0.03</b>	<b>0.03</b>	
<b>Pharmaceuticals</b>									
Abbott Laboratories (Pakistan) Limited	34,950	1,000	-	35,900	50	37	0.00	0.00	0.00
Ferozsons Laboratories Limited	-	3,000	-	-	3,000	748	0.00	0.00	0.00
IBL HealthCare Limited	-	279,000	-	-	279,000	8,624	0.05	0.05	0.03
AGP Limited	290,784	261,780	-	48,800	503,764	46,533	0.26	0.27	0.18
Citi Pharma Limited	1,466,686	-	-	454,000	1,012,686	28,862	0.16	0.16	0.44
Haleon Pakistan Limited	8,600	56,447	-	-	65,047	19,343	0.11	0.11	0.06
The Searle Company Limited	1,187,368	675,000	234,787	1,228,900	868,255	49,599	0.28	0.28	0.28
	<b>2,988,388</b>	<b>1,276,227</b>	<b>234,787</b>	<b>1,767,600</b>	<b>2,731,802</b>	<b>153,746</b>	<b>0.86</b>	<b>0.87</b>	
<b>Engineering</b>									
Aisha Steel Mills Limited	5,743,669	-	-	16,730	5,726,939	42,150	0.24	0.24	0.62
International Industries Limited	9,857	152,475	-	16,732	145,600	28,495	0.16	0.16	0.11
International Steels Limited	64,509	750,925	-	324,829	490,605	41,481	0.23	0.24	0.11
Mughal Iron and Steel Industries Limited	6,173,086	537,186	-	3,704,721	3,005,551	279,516	1.56	1.60	0.90
	<b>11,991,121</b>	<b>1,440,586</b>	-	<b>4,063,012</b>	<b>9,368,695</b>	<b>391,642</b>	<b>2.19</b>	<b>2.24</b>	
<b>Textile Composite</b>									
Azgard Nine Limited (Non-voting)	806,400	-	-	-	806,400	5,645	0.03	0.03	0.16
Crescent Textile Mills Limited	40,000	-	-	-	40,000	534	0.00	0.00	0.04
Gul Ahmed Textile Mills Limited	7,016,057	919,473	-	1,034,000	6,901,530	145,622	0.81	0.83	1.12
Kohinoor Textile Mills Limited	8,520,519	4,245,029	-	5,797,004	6,968,544	578,110	3.23	3.30	2.33
Nishat Mills Limited	1,980,981	2,316,521	-	270,737	4,026,765	285,296	1.60	1.63	1.15
	<b>18,363,957</b>	<b>7,481,023</b>	-	<b>7,101,741</b>	<b>18,743,239</b>	<b>1,015,207</b>	<b>5.67</b>	<b>5.79</b>	
<b>Food and Personal Care Products</b>									
Al-Shaheer Corporation Limited	23,475	-	-	-	23,475	189	0.00	0.00	0.01
Bunnys Limited	39,500	-	-	-	39,500	527	0.00	0.00	0.01
Unity Foods Limited	-	1,214,000	-	339,000	875,000	26,381	0.15	0.15	0.01
National Foods Limited	208,600	-	-	122,000	86,600	15,130	0.08	0.09	0.01
At-Tahir Limited	104,412	-	-	-	104,412	1,463	0.01	0.01	0.05
Shezan International Limited	19,830	16,000	-	-	35,830	3,347	0.02	0.02	0.37
	<b>395,817</b>	<b>1,230,000</b>	-	<b>461,000</b>	<b>1,164,817</b>	<b>47,037</b>	<b>0.26</b>	<b>0.27</b>	
<b>Technology and Communication</b>									
Avanceon Limited	30,984	-	3,098	-	34,082	1,841	0.01	0.01	0.01
System Limited	1,259,396	350,700	-	155,371	1,454,725	608,511	3.40	3.48	0.53
	<b>1,290,380</b>	<b>350,700</b>	<b>3,098</b>	<b>155,371</b>	<b>1,488,807</b>	<b>610,352</b>	<b>3.41</b>	<b>3.49</b>	

# NBP STOCK FUND

Name of the Investee Company	As at July 01, 2023	Purchases during the period	Bonus / Right Issue	Sales during the period	As at June 30, 2024	Market value as at June 30, 2024	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company**
							Net assets	Total Investments	
.....Number of shares held.....						---(Rupees in '000)---	-----(%)-----		
<b>Power Generation and Distribution</b>									
Lalpir Power Limited	3,677,500	-	-	2,100,000	1,577,500	40,100	0.22	0.23	0.42
Nishat Chunian Power Limited	532,583	-	-	532,583	-	-	0.00	0.00	0.00
The Hub Power Company Limited	6,696,615	2,330,310	-	2,185,210	6,841,715	1,115,747	6.24	6.37	0.53
	<b>10,906,698</b>	<b>2,330,310</b>	<b>-</b>	<b>4,817,793</b>	<b>8,419,215</b>	<b>1,155,847</b>	<b>6.46</b>	<b>6.60</b>	
<b>Commercial Banks</b>									
Allied Bank Limited	1	55,500	-	-	55,501	6,116	0.03	0.03	0.00
Askari Bank Limited	6,913,050	20,051,475	-	6,110,000	20,854,525	469,852	2.63	2.68	1.65
Bank Al-Falah Limited	19,227,337	2,145,107	-	7,381,198	13,991,246	951,685	5.33	5.44	0.79
Bank Al-Habib Limited	9,193,733	845,473	-	4,281,424	5,757,782	645,908	3.61	3.69	0.52
National Bank Of Pakistan	-	1,668,000	-	-	1,668,000	61,966	0.35	0.35	0.01
Bank Of Punjab Limited	2	-	-	-	2	-	0.00	0.00	0.00
Faysal Bank Limited	1,958,754	5,220,949	-	1,753,822	5,425,881	284,533	1.59	1.63	0.36
Habib Bank Limited	6,478,630	2,732,300	-	3,058,134	6,152,796	763,131	4.27	4.36	0.42
Habib Metropolitan Bank Limited	2,278,000	260,000	-	1,407,500	1,130,500	77,631	0.43	0.44	0.11
MCB Bank Limited	1,501,259	1,661,594	-	494,483	2,668,370	605,773	3.39	3.46	0.02
Meezan Bank Limited	1,681,570	1,890,272	-	726,600	2,845,242	681,124	3.81	3.89	0.24
United Bank Limited	4,423,035	21,400	-	4,206,285	238,150	61,024	0.34	0.35	0.02
	<b>53,655,371</b>	<b>36,552,070</b>	<b>-</b>	<b>29,419,446</b>	<b>60,787,995</b>	<b>4,608,743</b>	<b>25.78</b>	<b>26.32</b>	
<b>Insurance</b>									
Adamjee Insurance Company Limited	356,500	-	-	146,500	210,000	7,541	0.04	0.04	0.06
IGI Holdings Limited	283,400	581,600	-	-	865,000	108,990	0.61	0.62	0.61
TPL Insurance Limited	2,935,475	-	-	199,500	2,735,975	39,234	0.22	0.22	2.33
	<b>3,575,375</b>	<b>581,600</b>	<b>-</b>	<b>346,000</b>	<b>3,810,975</b>	<b>155,765</b>	<b>0.87</b>	<b>0.88</b>	
<b>Exchange Traded Funds</b>									
NBP Pakistan Growth Exchange Traded Fund	4,900,000	-	-	-	4,900,000	87,073	0.49	0.50	88.13
TPL REIT Fund I	-	568,500	-	115,076	453,424	6,801	0.04	0.04	0.00
	<b>4,900,000</b>	<b>568,500</b>	<b>-</b>	<b>115,076</b>	<b>5,353,424</b>	<b>93,874</b>	<b>0.53</b>	<b>0.54</b>	
<b>Glass and Ceramics</b>									
Shabbir Tiles and Ceramics Limited*	11,920,000	1,585,000	-	245,500	13,259,500	192,263	1.08	1.10	5.54
Tariq Glass Industries Limited	1,812,404	231,269	-	916,450	1,127,223	131,378	0.74	0.75	0.82
	<b>13,732,404</b>	<b>1,816,269</b>	<b>-</b>	<b>1,161,950</b>	<b>14,386,723</b>	<b>323,641</b>	<b>1.82</b>	<b>1.85</b>	
<b>Cable and Electric Goods</b>									
Pak Elektron Limited	2,746,180	1,980,000	-	1,594,500	3,131,680	77,384	0.43	0.44	0.37
<b>Transport</b>									
Pakistan National Shipping Corporation	1,258,500	1,169,098	-	464,300	1,963,298	594,899	3.33	3.44	1.49
Pakistan International Bulk Terminal Limited	21,682,000	3,714,500	-	2,132,500	23,264,000	143,539	0.80	0.82	1.30
	<b>22,940,500</b>	<b>4,883,598</b>	<b>-</b>	<b>2,596,800</b>	<b>25,227,298</b>	<b>738,438</b>	<b>4.13</b>	<b>4.26</b>	
<b>Total - as at June 30, 2024</b>	<b>192,463,476</b>	<b>82,938,866</b>	<b>237,885</b>	<b>75,508,812</b>	<b>200,131,415</b>	<b>17,502,902</b>	<b>97.94</b>	<b>100.00</b>	
<b>Carrying value as at June 30, 2024</b>						<b>11,523,878</b>			
Market value as at June 30, 2023						<b>9,949,870</b>			
Carrying value as at June 30, 2023						<b>10,798,612</b>			
*0.00%" due to rounding off									

**6.1.1** Investments include shares with market value of Rs. 260.067 million (June 30, 2023: Rs. 148.194 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 and Exchange Commission of Pakistan.

**6.1.2** The Finance Act, 2014 brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholders were to be treated as income and tax at the rate of 5 percent was 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 was to be collected at source by the company declaring bonus shares which was 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, led a petition in Honorable 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 (Part IV) and 99 (Part II) of Second Schedule of Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted a stay order till the final outcome of the case.

During the year ended June 30, 2018, the Honourable Supreme Court of Pakistan (HSC) passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the Collective Investment Schemes (CISs) were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. After that, the CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

The Finance Act, 2018 effective from July 01, 2018, has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on the stock exchange issuing bonus shares to the shareholders of the company, to withhold 5% of the bonus shares to be issued. However, with the introduction of the Finance Act, 2023, Section 236Z has been incorporated in the Income Tax Ordinance, 2001, effective from July 1, 2023. As per the aforementioned section, every company quoted on the stock exchange issuing bonus shares to the shareholders of the company, is required to withhold 10% of the bonus shares to be issued, determined on the basis of the day-end price on the first day of closure of books of the issuing company and such tax shall be treated as final tax.

Moreover, the total market value of shares that are withheld amounting to Rs.13.6645 million (June 30, 2023: 7.028 million) which are not deposited in the CDC account of the Fund.

## 6.2 Market Treasury Bills

Issue date	Tenor	Face Value				Market value as at June 30, 2024	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 01, 2023	Purchases during the year	Sales / matured during the year	As at June 30, 2024			
						(Rupees in '000)		
						(%)		
May 04, 2023	3 Months	150,000	-	150,000	-	-	-	-
October 05, 2023	3 Months	-	250,000	250,000	-	-	-	-
October 19, 2023	3 Months	-	500,000	500,000	-	-	-	-
November 02, 2023	3 Months	-	500,000	500,000	-	-	-	-
November 16, 2023	3 Months	-	500,000	500,000	-	-	-	-
November 30, 2023	3 Months	-	500,000	500,000	-	-	-	-
January 11, 2024	3 Months	-	125,000	125,000	-	-	-	-
April 04, 2024	3 Months	-	375,000	375,000	-	-	-	-
<b>Total as at June 30, 2024</b>		<b>150,000</b>	<b>2,750,000</b>	<b>2,900,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Carrying value as at June 30, 2024</b>								
Market value as at June 30, 2023						147,831		
Carrying value as at June 30, 2023						147,934		

<b>6.3 Net unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit or loss'</b>	<b>Note</b>	<b>2024</b>	<b>2023</b>
		----- (Rupees in '000) -----	
Market value of investments	6.1 & 6.2	<b>17,502,902</b>	10,097,701
Less: carrying value of investments	6.1 & 6.2	<b>(11,523,878)</b>	(10,946,546)
		<b>5,979,024</b>	(848,845)
<b>7 DIVIDEND AND PROFIT RECEIVABLE</b>			
Dividend receivable		<b>458</b>	142
Profit receivable on saving accounts		<b>8,843</b>	3,758
		<b>9,301</b>	3,900
<b>8 ADVANCES, DEPOSITS AND PREPAYMENT</b>			
Advance tax	8.1	<b>4,591</b>	4,591
Security deposits with:			
- National Clearing Company of Pakistan Limited		<b>2,500</b>	2,500
- Central Depository Company of Pakistan Limited		<b>100</b>	100
Prepaid Mutual Fund Rating fee		<b>174</b>	174
		<b>7,365</b>	7,365
<b>8.1</b> As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 151 and 150. However, withholding taxes on dividends and profit on bank balances paid to the Fund have been deducted by various withholding agents based on the interpretation issued by the FBR vide letter C. No. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced by the withholders. The tax withheld on dividends and profit on bank balances as at June 30, 2024, amounts to Rs 4.591 million (2023: Rs 4.591 million).			
For this purpose, Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of SHC. Pending resolution of the matter, the amount of withholding taxes deducted on profit on bank balances and dividend amount have been shown as advance tax as at June 30, 2024 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.			
<b>9 PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>			
	<b>Note</b>	<b>2024</b>	<b>2023</b>
		----- (Rupees in '000) -----	
Management remuneration	9.1	<b>35,853</b>	20,963
Sindh Sales Tax on management remuneration	9.2	<b>4,659</b>	2,723
Reimbursement of selling and marketing expenses	9.3	<b>117,472</b>	40,913
Sales load and transfer load including Sindh Sales Tax		<b>2,870</b>	120
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	9.4	<b>8,492</b>	5,279
ADC Payable including Sindh Sales Tax		<b>72</b>	34
		<b>169,418</b>	70,032

- 9.1** As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration as follows:

**2024**

- **From July 01,2023 to June 30, 2024 at the rate of 2.5% of the average annual net assets of the Fund.**

**2023**

- From July 01,2022 to June 30, 2023 at the rate of 2.5% of the average annual net assets of the Fund.

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

- 9.2** The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Management Company and sales load through Sindh Sales Tax on Services Act, 2011, effective from July 01, 2011. During the year, Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) was charged on management remuneration and sales load.

- 9.3** The SECP has allowed the asset management companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for a period of three years (i.e. from January 1, 2017 till December 31, 2019) subject to maximum cap of 0.4% per annum of the average annual net assets of the Fund or actual expenses whichever is lower.

During the year ended June 30, 2020, the SECP through its circular 11 dated July 5, 2019 had revised the conditions for charging of selling and marketing expenses to a Fund. As per the revised guidelines, the maximum cap of 0.4% had been removed and an asset management company was required to set a maximum limit for charging of such expenses to the Fund and the same has to be approved by the Board of Directors of the Management Company as part of an annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

Accordingly, the Management Company has currently charged selling and marketing expenses at following rates:

<b>Period</b>	<b>Rate per annum</b>
<b>2024:</b>	
<b>July 01, 2023 to July 31, 2023</b>	<b>1.55% of net assets or actual expenses whichever is lower.</b>
<b>August 01, 2023 to June 30, 2024</b>	<b>1.40% of net assets or actual expenses whichever is lower.</b>
<b>2023:</b>	
July 01, 2022 to June 30, 2023	1.55% of net assets or actual expenses, whichever is lower.

- 9.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

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

**2024:**

- **From July 01, 2023, to June 30, 2024, at the rate of 0.20% of the average annual net assets of the Fund.**

**2023:**

- From July 01, 2022, to June 30, 2023, at the rate of 0.20% of the average annual net assets of the Fund.

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

10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE	Note	2024	2023
			(Rupees in '000)	
	Trustee remuneration	10.1	1,522	924
	Sindh Sales Tax on Trustee remuneration	10.2	198	120
			<u>1,720</u>	<u>1,044</u>

- 10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provision of Trust Deed. During the year, Trustee has charged its tariff as follows:

Net assets	2024	2023
	Fee	
- Upto Rs. 1,000 million	0.20% per annum of net assets,	0.20% per annum of net assets,
- On an amount exceeding Rs. 1,000 million	Rs 2.0 million plus 0.10% per annum of net assets, exceeding Rs 1,000 million	Rs 2.0 million plus 0.10% per annum of net assets, exceeding Rs 1,000 million

The remuneration is paid to the Trustee monthly in arrears

- 10.2 The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011, effective from July 01, 2011. During the year, Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) was charged on trustee remuneration.

11	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2024	2023
			(Rupees in '000)	
	Fee payable	11.1	<u>1,368</u>	<u>2,376</u>

- 11.1 Under the provisions of the NBFC Regulations, a collective scheme categorized as an equity scheme is required to pay an annual fee to SECP at an amount equal to 0.095% (June 30, 2023: 0.02%) per annum of the average net assets of the Fund. The fee is paid monthly in arrears.

12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2024	2023
		(Rupees in '000)	
Federal excise duty payable of remuneration of management company	12.1	32,183	32,183
Federal excise duty payable on sales load		3,904	3,904
Brokerage fee payable		697	636
Auditors' remuneration payable		550	624
Settlement charges payable		893	716
Withholding tax payable		93,147	281
Printing charges payable		147	80
Capital gain tax payable		3,040	71
Bank charges payable		327	154
Professional charges payable		358	175
Time barred cheques		917	917
Other payable		1,216	1,217
Dividend payable		218,832	-
		<b>356,211</b>	<b>40,958</b>

**12.1** As per the requirement of Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company has been applied effective June 13, 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law, hence a petition was collectively filed by the Mutual Fund Association of Pakistan with the Honorable Sindh High Court (SHC) on September 04, 2013.

The Honorable Sindh High Court (SHC) through its recent order dated June 02, 2016, in CPD-3184 of 2014 (and others) filed by various taxpayers, has interalia declared that Federal Excise Act 2005 (FED Act) is on services, other than shipping agents and related services, is ultra vires to the Constitution from July 01, 2011. However, the declaration made by the Honorable Court, as directed, will have affect in the manner prescribed in the judgment. The Sindh High Court in its decision dated July 16, 2016 in respect of constitutional petition filed by management companies of mutual funds maintained the previous order on the FED.

Sindh Revenue Board and Federal Board of Revenue have filed appeals before Honourable Supreme Court against the Sindh High Court' decision dated June 02, 2016, which is pending for the decision. However, after the exclusion of the mutual funds from federal statute on FED from July 01, 2016, the Fund has discontinued making the provision in this regard.

Since the appeal is pending in the Supreme Court of Pakistan, the Management Company as a matter of abundant caution has retained provision for FED on management fee aggregating to Rs. 32.713 million out of which Rs. 0.530 million have been paid to the Management Company (June 30, 2023: Rs. 32.713 million). Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Re. 0.0386 (June 30, 2023: Re. 0.0427) per unit.

## 13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2024 (June 30, 2023: Nil), except as disclosed elsewhere in these financial statements.

14 NUMBER OF UNITS IN ISSUE	2024	2023
	(Number of units)	
Total units in issue at beginning of the year	753,446,983	990,648,156
Add: Units issued during the year	448,946,297	114,309,350
Less: Units redeemed	(367,830,750)	(351,510,523)
Total units in issue at end of the year	<b>834,562,530</b>	<b>753,446,983</b>

	2024	2023
	----- (Rupees in '000) -----	
<b>15 AUDITORS' REMUNERATION</b>		
Statutory audit fee	532	484
Half year review fee	218	198
Out of pocket expenses and others including government levy	141	193
	<b>891</b>	<b>875</b>
	<b>891</b>	<b>875</b>

## 16 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as a cash dividend. Provided that for the purpose of determining the distribution of at least 90% of accounting income, the income distributed through bonus shares, units as the case may be shall not be taken into account. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the fund for the year ended June 30, 2024 to the unit holders in the manner as explained above. Accordingly, no provision has been made in the financial statements for the year ended June 30, 2024.

## 17 EARNINGS / (LOSS) PER UNIT

Earnings / (Loss) Per Unit (EPU) has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

## 18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2024, is 4.79% (2023: 4.83%) which includes 0.43% (2023: 0.36%) representing government levies on the Fund such as sales taxes, annual fees to SECP, etc. The TER excluding government levies is 4.36% (2023: 4.47%) which is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

## 19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 19.1** 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 Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, any entity in which the Management Company, its CISs or their connected persons have a material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 19.2** Transactions with connected persons / related parties are essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 19.3** Remuneration to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 19.4** Reimbursement of allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

19.5 The details of significant transactions and balances with connected persons at year end except those disclosed elsewhere in these financial statements are as follows:

19.6 Details of transactions with connected persons are as follows:

	2024	2023
	----- (Rupees in '000) -----	
<b>NBP Fund Management Limited - Management Company</b>		
Redemption of Nil units (2023: 11,483,947 units)	-	151,866
Remuneration of NBP Fund Management Limited - Management Company	359,395	295,864
Sindh Sales Tax on remuneration of Management Company	46,721	38,462
Reimbursement of selling and marketing expenses	202,195	184,179
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	28,543	23,765
Sales load and others	9,746	-
ADC charges including Sindh Sales Tax	158	-
<b>Employees of Management Company</b>		
Issue of 7,536,580 units (2023: 5,987,727 units)	146,344	80,946
Redemption of 6,245,744 units (2023: 6,186,617 units)	124,909	83,608
Dividend reinvest: 49,306 units (2023: Nil units)	1,056	-
<b>National Fullerton Asset Management Ltd- Emp. Provident Fund - Retirement benefit fund of Management Company</b>		
Issue of 571,916 units (2023: 696,556 units)	11,166	9,465
Redemption of 192,466 units (2023: 1,343,393 units)	4,792	18,037
Dividend reinvest: 18,765 units (2023: Nil units)	402	-
<b>** NBP Employees Pension Fund - Retirement benefit fund of Parent Company</b>		
Dividend reinvest: 10,559,205 units (2023: Nil units)	226,158	-
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Redemption of 4,736,899 units (2023: Nil units)	70,000	-
Dividend reinvest: 493,043 units (2023: Nil)	10,560	-
Remuneration of the Trustee	15,441	12,882
Sindh Sales Tax on remuneration to Trustee	2,007	1,675
<b>Mr. Khalid Mehmood - Chief Financial Officer</b>		
Issue of Nil units (2023: 68 units)	-	1
Dividend reinvest: 39 units (2023: Nil)	1	-
<b>Mr. Amjad Waheed - Chief Executive Officer</b>		
Issue of Nil units (2023: 4,546 units)	-	62
Redemption of 4,686 units (2023: 2,757 units)	100	39
Dividend reinvest 642 units (2023: Nil)	14	-
<b>* International Steel Limited - Common directorship</b>		
Nil shares purchased (2023: 64,809 shares)	-	2,749
Nil shares sold (2023: 125,066 shares)	-	6,572
Dividend received	-	194

	2024	2023
	----- (Rupees in '000) -----	
<b>* Gul Ahmed Textile Mills Limited - Common directorship</b>		
Issue of Nil Units (2023: 530,485 Units)	-	7,500
Redemption of Nil Units (2023: 6,474,764 shares)	-	86,950
<b>* Fauji Fertilizer Company Limited - Common directorship</b>		
Nil shares purchased (2023: 1,124,000 shares)	-	115,195
Dividend received	-	8,273
<b>Bank Islami Pakistan Limited - Common directorship</b>		
Mark-up on bank balance	291	7
<b>Khushali Bank Limited - Common directorship</b>		
Mark-up on bank balance	214	11
<b>Telenor Microfinance Bank Limited - Common directorship</b>		
Mark-up on bank balance	215	7
<b>Taurus Securities Limited - Common directorship</b>		
Brokerage charges	1,562	785
<b>* Mr. Haider Amjad - Shareholder of Management Company</b>		
Issue of Nil units (2023: 144,374 units)	-	2,101
Redemption of Nil units (2023: 152,090 units)	-	2,115
<b>* Ms. Rohma Amjad - Shareholder of Management Company</b>		
Redemption of Nil units (2023: 1,063 units)	-	14
<b>Ms. Reeha Amjad - Related party</b>		
Dividend reinvest: 383 units (2023: Nil units)	8	-
<b>Portfolios managed by the Management Company</b>		
Issue of 66,609,437 units (2023: 9,356,940 units)	1,276,156	129,744
Redemption of 30,258,794 units (2023:24,579,421 units)	675,290	331,163
Dividend reinvest:2,221,173 units (2023: Nil units)	47,573	-
<b>Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund</b>		
<b>CDC Trustee - Punjab Pension Fund Trust</b>		
Redemption of 23,823,033 units (2023: 11,483,693 units)	450,000	150,000
Dividend reinvest 15,496,955 units (2023: Nil units)	331,915	-
<b>19.7 Amounts / balances outstanding as at year end</b>		
<b>NBP Fund Management Limited - Management Company</b>		
Management remuneration	35,853	20,963
Sindh Sales Tax payable on management remuneration	4,659	2,723
Sales load and transfer load payable including Sindh Sales Tax	2,870	120
Reimbursement of selling and marketing expenses	117,472	40,913
Allocation of expenses related to registrar services, accounting, operation and valuation services	8,492	5,279
ADC charges including Sindh Sales Tax	72	34

	2024	2023
	----- (Rupees in '000) -----	
<b>National Bank of Pakistan - Parent of Management Company</b>		
Units held: 31,347,445 units (2023: 31,347,445 units)	671,274	422,955
Bank Balance	2,097	1,851
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Units held: 3,985,655 units (2023: Nil units)	85,349	-
Remuneration Payable	1,522	924
Sindh Sales Tax on Trustee remuneration	198	120
Security deposit	100	100
<b>Employees of the Management Company</b>		
Units held: 1,413,705 units (2023: 73,446 units)	30,273	991
<b>** National Fullerton Asset Management Ltd- Emp. Provident Fund - Retirement benefit fund of Management Company</b>		
Units held: 398,214 units (2023: Nil units)	8,527	-
<b>Dr. Amjad Waheed - Chief Executive Officer</b>		
Units held: 502 units (2023: 4,546 units)	11	61
<b>Mr. Khalid Mehmood - Chief Financial Officer</b>		
Units held: 312 units (2023: 273 units)	7	4
<b>NBP Employees Pension Fund - Retirement benefit fund of Parent Company</b>		
Units held: 74,138,559 (2023: 63,579,353 units)	1,587,603	857,844
<b>Gul Ahmed Textile Mills Limited - Common directorship</b>		
Shares held: Nil shares (2023: 4,105,873 shares)	-	55,398
<b>* Fauji Fertilizer Company Limited - Common directorship</b>		
Shares held: Nil units (2023: 4,156,448 shares)	-	409,161
<b>* International Steels Limited - Common directorship</b>		
Shares held: Nil (2023: 64,509 shares)	-	2,615
<b>* NBP Pakistan Growth Exchange Traded Fund - Fund under Management Company</b>		
Units held: 4,900,000 units (2023: 4,900,000 units)	87,073	49,980
<b>Taurus Securities Limited - Subsidiary of parent company</b>		
Brokerage payable	-	90
<b>Khushali Bank Limited - Common directorship</b>		
Bank balance	4	4
Profit receivable on bank balance	224	10
<b>Telenor Microfinance Bank Limited - Common directorship</b>		
Bank balance	11	10
Profit receivable on bank balance	199	8

	2024	2023
	----- (Rupees in '000) -----	
<b>Bank Islami Pakistan Limited - Common directorship</b>		
Bank balance	7,123	3,615
Profit receivable on bank balance	188	30
<b>Ms. Reeha Amjad - Related party</b>		
Units held: 3094 units (2023: 3094 units)	66	37
<b>Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund</b>		
<b>Sindh General Provident Investment Fund</b>		
Units held: 125,697,923 Unit (2023:107,795,360 units)	2,691,695	1,454,429
<b>CDC Trustee - Punjab Pension Fund Trust</b>		
Units held: 108,807,608 Unit (2023:117,133,687 units)	2,330,006	1,580,426
<b>Sindh Province Pension Fund</b>		
Units held: 176,518,548 Unit (2023: 151,377,843 units)	3,779,968	2,042,466
<b>Portfolios managed by the Management Company</b>		
Units held: 58,336,208 units (2023:23,692,189 units)	1,249,212	319,668

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

\*\* Comparative balances with these parties have not been disclosed as these parties were not related parties in the prior year.

As at June 30, 2024		
At amortised cost	At fair value through profit or loss	Total
----- (Rupees in '000) -----		

## 20 FINANCIAL INSTRUMENTS BY CATEGORY

### Financial Assets

Bank balances	731,757	-	731,757
Investments	-	17,502,902	17,502,902
Dividend and profit receivable	9,301	-	9,301
Receivable against sale of investments	84,110	-	84,110
Receivable from funds under management by Management Company against conversion of units	95,154	-	95,154
Deposits	2,600	-	2,600
	<b>922,922</b>	<b>17,502,902</b>	<b>18,425,824</b>

### Financial Liabilities

Payable to NBP Fund Management Limited - Management Company	169,418	-	169,418
Payable to Central Depository Company of Pakistan Limited - Trustee	1,720	-	1,720
Payable against conversion and redemption of units	22,004	-	22,004
Payable against purchase of investments	8,541	-	8,541
Accrued expenses and other liabilities	223,937	-	223,937
	<b>425,620</b>	<b>-</b>	<b>425,620</b>
Net assets attributable to unitholders	<b>17,871,327</b>	<b>-</b>	<b>17,871,327</b>

	As at June 30, 2023		
	At amortised cost	At fair value through profit or loss	Total
	(Rupees in '000)		
<b>Financial Assets</b>			
Bank balances	134,375	-	134,375
Investments	-	10,097,701	10,097,701
Dividend and profit receivable	3,900	-	3,900
Receivable against sale of investments	43,211	-	43,211
Receivables from funds under management by Management Company against conversion of units	13	-	13
Deposits	2,600	-	2,600
	<u>184,099</u>	<u>10,097,701</u>	<u>10,281,800</u>
<b>Financial Liabilities</b>			
Payable to NBP Fund Management Limited - Management Company	70,032	-	70,032
Payable to Central Depository Company of Pakistan Limited - Trustee	1,044	-	1,044
Payable against conversion and redemption of units	6,241	-	6,241
Accrued expenses and other liabilities	4,519	-	4,519
	<u>81,836</u>	<u>-</u>	<u>81,836</u>
Net assets attributable to unitholders	<u>10,165,914</u>	<u>-</u>	<u>10,165,914</u>

## 21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund.

The Fund's risk management policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed by Board of Directors and Audit Committee regularly to reflect changes in market conditions and the Fund's activities.

The management of these risks is carried out by the Investment Committee (IC) under policies approved by the Board of Directors of the Management Company. The IC is constituted and approved by the Board of Directors of the Management Company. IC is responsible to devise the investment strategy and manage the investment portfolio of the Fund in accordance with limits prescribed in the Non Banking Finance Companies and Notified Entities Regulations, 2008, Offering document of the Fund in addition to Fund's internal risk management policies.

The Fund primarily invests in a portfolio of listed equity securities and government securities. Such investments are subject to varying degrees of risk. These risks emanate from various factors that include, but are not limited to market risk, credit risk and liquidity risk.

## 21.1 Market risk

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

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

Market risk comprises of three types of risks: yield / interest rate risk, currency risk, and price risk.

### (i) Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As at June 30, 2024, the Fund is exposed to such risk on its bank balances. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

	Note	2024 (Rupees in '000)	2023
<b>Variable rate instruments</b>			
Bank balances	5	<u>730,085</u>	<u>132,921</u>

### a) Sensitivity analysis for variable rate instruments

Presently, the fund holds balances with banks which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income / loss for the year and net assets of the Fund would have been lower / higher by Rs. 7.30 million (2023: 1.32 million).

### b) Sensitivity analysis for fixed rate instruments

As at June 30, 2024, and June 30, 2023, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value interest rate risk.

Yield / interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual re-pricing or maturity date and for off-balance sheet instruments is based on the settlement date.

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

As at June 30, 2024					
Effective interest rate (%)	Exposed to yield / interest risk			Not exposed to yield / interest risk	Total
	Upto three months	More than three months and up to one year	More than one year		
----- (Rupees in '000) -----					

### On-balance sheet financial instruments

#### Financial Assets

Bank balances	20.50% - 22.60%	730,085	-	-	1,672	731,757
Investments		-	-	-	17,502,902	17,502,902
Dividend and profit receivable		-	-	-	9,301	9,301
Receivable against sale of investments		-	-	-	84,110	84,110
Receivable from funds under management by Management Company against conversion of units		-	-	-	95,154	95,154
Deposits		-	-	-	2,600	2,600
		<u>730,085</u>	-	-	<u>17,695,739</u>	<u>18,425,824</u>

As at June 30, 2024					
Effective interest rate (%)	Exposed to yield / interest risk			Not exposed to yield / interest risk	Total
	Upto three months	More than three months and up to one year	More than one year		

## Financial Liabilities

(Rupees in '000)

Payable to NBP Fund Management Limited - Management Company	-	-	-	169,418	169,418
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	1,720	1,720
Payable against conversion and redemption of units	-	-	-	22,004	22,004
Payable against purchase of investments	-	-	-	8,541	8,541
Accrued expenses and other liabilities	-	-	-	223,937	223,937
Net assets attributable to unitholders	-	-	-	17,871,327	17,871,327
	-	-	-	18,296,947	18,296,947
<b>On-balance sheet gap</b>	<b>730,085</b>	-	-	<b>(601,208)</b>	<b>128,877</b>
<b>Off-balance sheet financial instruments</b>	-	-	-	-	-
<b>Off-balance sheet gap</b>	-	-	-	-	-
<b>Total interest rate sensitivity gap</b>	<b>730,085</b>	-	-	-	-
<b>Cumulative interest rate sensitivity gap</b>	<b>730,085</b>	<b>730,085</b>	<b>730,085</b>	-	-

As at June 30, 2023					
Effective interest rate (%)	Exposed to yield / interest risk			Not exposed to yield / interest risk	Total
	Upto three months	More than three months and up to one year	More than one year		

## On-balance sheet financial instruments

(Rupees in '000)

### Financial Assets

Bank balances	14.40% - 19.80%	132,921	-	-	1,454	134,375
Investments		147,831	-	-	9,949,870	10,097,701
Dividend and profit receivable		-	-	-	3,900	3,900
Receivable against sale of investments		-	-	-	43,211	43,211
Receivables from funds under management by Management Company against conversion of units		-	-	-	13	13
Deposits		-	-	-	2,600	2,600
		<b>280,752</b>	-	-	<b>10,001,048</b>	<b>10,281,800</b>

### Financial Liabilities

Payable to NBP Fund Management Limited - Management Company		-	-	-	70,032	70,032
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	1,044	1,044
Payable against conversion and redemption of units		-	-	-	6,241	6,241
Accrued expenses and other liabilities		-	-	-	4,519	4,519
Net assets attributable to unitholder		-	-	-	10,165,914	10,165,914
		-	-	-	10,247,750	10,247,750
<b>On-balance sheet gap</b>		<b>280,752</b>	-	-	<b>(246,702)</b>	<b>34,050</b>
<b>Off-balance sheet financial instruments</b>		-	-	-	-	-
<b>Off-balance sheet gap</b>		-	-	-	-	-
<b>Total interest rate sensitivity gap</b>		<b>280,752</b>	-	-	-	-
<b>Cumulative interest rate sensitivity gap</b>		<b>280,752</b>	<b>280,752</b>	<b>280,752</b>	-	-

## (ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pakistani Rupees

## (iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instrument traded in the market.

The fund is exposed to equity price risk because of investments held by the Fund and classified on the Statement of Assets and Liabilities at fair value through profit and loss'.

The Fund has exposure to equity price risk arising from its investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's constitutive documents, the NBFC Regulations and circulars issued by SECP from time to time. The Fund's equity investments and their fair values exposed to price risk as at the year end are concentrated in the sectors given in note 6.1.

In case of 5% increase / decrease in KSE 30 index on June 30, 2024, with all other variables held constant, net assets for the year would increase / (decrease) by Rs. 875.145 million (2023: Rs.407.494 million) as a result of gains / (losses) on equity securities classified at fair value through profit

The analysis is based on the assumption that equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE 30 index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KSE 30 index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KSE 30 index.

## 21.2 Credit risk

Credit risk represents the risk of a loss if counter parties fail to perform as contracted. The Fund's credit risk is primarily attributable to its bank balances. Risks attributable to bank balances are managed by maintaining balances in banks with a reasonably high credit rating.

The analysis below summarises the credit quality of the Fund's bank balances. The bank ratings are based on The Pakistan Credit Rating Agency Limited (PACRA) and VIS Credit Rating Company Limited.

Balances with banks	2024	2023
	(Rupees in '000)	
AAA	88,719	6,821
AA+	18,044	44,223
AA-	624,545	83,138
AA	271	14
A+	71	78
A-	75	72
A	20	18
Suspended	12	11
	<b>731,757</b>	<b>134,375</b>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2024 is the carrying amount of the financial assets.

### **Concentration of the credit risk**

Concentration of credit risk arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities, in the same geographic region or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. The Fund's transactions are entered into with credit worthy counterparties thereby mitigating any significant concentration of credit risk

### **21.3 Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Fund.

#### **Management of liquidity risk**

The Fund is exposed to daily cash redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damages to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

The Fund has the ability to borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, during the current year, no borrowing was obtained by the Fund.

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

#### **Maturity analysis for financial liabilities**

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

June 30, 2024						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
<b>Financial liabilities</b>						
----- (Rupees in '000) -----						
Payable to NBP Fund Management Limited - Management Company	169,418	-	-	-	-	169,418
Payable to Central Depository Company of Pakistan Limited - Trustee	1,720	-	-	-	-	1,720
Payable against conversion and redemption of units	22,004	-	-	-	-	22,004
Payable against purchase of investments	8,541	-	-	-	-	8,541
Accrued expenses and other liabilities	223,387	550	-	-	-	223,937
	<b>425,070</b>	<b>550</b>	-	-	-	<b>425,620</b>
Net assets attributable to unitholders	<b>17,871,327</b>	-	-	-	-	<b>17,871,327</b>

June 30, 2023						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
<b>Financial liabilities</b>						
----- (Rupees in '000) -----						
Payable to NBP Fund Management Limited - Management Company	70,032	-	-	-	-	70,032
Payable to Central Depository Company of Pakistan Limited - Trustee	1,044	-	-	-	-	1,044
Payable against conversion and redemption of units	6,241	-	-	-	-	6,241
Accrued expenses and other liabilities	3,895	624	-	-	-	4,519
	<b>81,212</b>	<b>624</b>	-	-	-	<b>81,836</b>
Net assets attributable to unitholders	<b>10,165,914</b>	-	-	-	-	<b>10,165,914</b>

## 22 UNIT HOLDERS' FUND RISK MANAGEMENT

The units holders' fund is represented by redeemable units. These units are entitled to distributions and to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund has no restrictions on the subscription and redemption of units.

As at June 30, 2024, The Fund meets the requirement of sub-regulation 54 (3a) which requires that the minimum size of an Open End Scheme shall be one hundred million rupees at all time during the life of the scheme.

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

In accordance with the risk management policies stated in note 21, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by short-term borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

## 23 FAIR VALUE MEASUREMENT

International Financial Reporting Standard 13 (IFRS 13), 'Fair Value Measurement' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

**Level 1:** quoted prices (unadjusted) in active markets for identical assets or liabilities;

**Level 2:** inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

**Level 3:** inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

	June 30, 2024						
	Carrying value			Fair value			
	At fair value through profit or loss	At amortized cost	Total	Level 1	Level 2	Level 3	Total
<b>Note</b>	----- (Rupees in '000) -----						
<b>On-balance sheet financial instruments</b>							
<b>Financial assets measured at fair value</b>							
Investments - Listed equity securities	17,502,902	-	17,502,902	17,502,902	-	-	17,502,902
<b>Financial assets not measured at fair value</b>							
Bank balances	23.1	-	731,757	731,757			
Dividend and profit receivable		-	9,301	9,301			
Receivable against sale of investments		-	84,110	84,110			
Receivable from funds under management by Management Company against conversion of units		-	95,154	95,154			
Deposits		-	2,600	2,600			
			<b>17,502,902</b>	<b>922,922</b>	<b>18,425,824</b>		

		June 30, 2024						
		Carrying value			Fair value			
		At fair value through profit or loss	At amortized cost	Total	Level 1	Level 2	Level 3	Total
Note		(Rupees in '000)						
<b>Financial liabilities not measured at fair value</b>								
	Payable to NBP Fund Management Limited - Management Company	-	169,418	169,418				
	Payable to Central Depository Company of Pakistan Limited - Trustee	-	1,720	1,720				
	Payable against conversion and redemption of units	-	22,004	22,004				
	Payable against purchase of investments	-	8,541	8,541				
	Accrued expenses and other liabilities	-	223,937	223,937				
	Net assets attributable to unitholders	-	17,871,327	17,871,327				
		-	18,296,947	18,296,947				
<b>On-balance sheet financial instruments</b>								
<b>Financial assets measured at fair value</b>								
	Investments - Listed equity securities	9,949,870	-	9,949,870	9,949,870	-	-	9,949,870
	Investments - Market Treasury Bills	147,831	-	147,831	-	147,831	-	147,831
<b>Financial assets not measured at fair value</b>								
	Bank balances	-	134,375	134,375				
	Dividend and profit receivable	-	3,900	3,900				
	Receivable against sale of investments	-	43,211	43,211				
	Receivables from funds under management by Management Company against conversion of units	-	13	13				
	Deposits	-	2,600	2,600				
		10,097,701	184,099	10,281,800				
<b>Financial liabilities not measured at fair value</b>								
	Payable to NBP Fund Management Limited - Management Company	-	70,032	70,032				
	Payable to Central Depository Company of Pakistan Limited - Trustee	-	1,044	1,044				
	Payable against conversion and redemption of units	-	6,241	6,241				
	Accrued expenses and other liabilities	-	4,519	4,519				
	Net assets attributable to unitholder	-	10,165,914	10,165,914				
		-	10,247,750	10,247,750				

**23.1** The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

**23.2** Financial instruments not measured at FVTPL include Net assets attributable to unitholders. The Fund routinely redeems and issues the units at the amount equal to the proportionate share of net assets of the Fund at the time of redemption, calculated on a basis consistent with that used in these financial statements. Accordingly, the carrying amount of net assets attributable to unitholders approximates their fair value

## **24 TOP TEN BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID / PAYABLE**

List of brokers / dealers by percentage of commission paid / payable during the year ended June 30, 2024:

<b>S. No</b>	<b>Particulars</b>	<b>Percentage (%)</b>
1	Taurus Securities Ltd.	8.71
2	Sherman Securities (Pvt) Limited	6.15
3	Arif Habib Securities Limited	4.62
4	Insight Securities (Pvt.) Limited	4.42
5	Foundation Securities	4.14
6	Optimus Capital Management Limited	4.01
7	Integrated Equities Limited	3.89
8	D.J.M SECURITIES (PVT) LIMITED	3.82
9	J.S. GLOBAL CAPITAL LTD.	3.74
10	Alfalah Securities (Pvt) Limited	3.56

List of brokers / dealers by percentage of commission paid / payable during the year ended June 30, 2023:

<b>S. No</b>	<b>Particulars</b>	<b>Percentage (%)</b>
1	Taurus Securities Ltd.	8.27
2	Intermarket Securities	5.42
3	Topline Securities Limited	5.06
4	Alfalah Securities (Pvt) Limited	5.03
5	Sherman Securities (Pvt) Limited	4.70
6	Foundation Securities	4.66
7	EFG Hermes Pakistan Ltd	4.59
8	Arif Habib Securities Limited	4.55
9	Optimus Capital Management Limited	4.51
10	Insight Securities (Pvt.) Limited	4.40

## **25 PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER**

Details of members of the investment committee of the Fund are as follows:

<b>S.No.</b>	<b>Name</b>	<b>Qualification</b>	<b>Experience in years</b>
1	Dr. Amjad Waheed	Doctorate in Business Administration, MBA and CFA	36
2	Mr. Asim Wahab Khan	CFA	18
3	Mr. Hassan Raza	ACCA, BSC and CFA	13

25.1 Mr. Asim Wahab Khan is the Fund Manager of the Fund. Other Funds being managed by the Fund manager are as follows:

- NBP GoKP Pension Fund - Money Market Sub Fund
- NBP GoKP Islamic Pension Fund - Money Market Sub Fund
- NBP Stock Fund
- NBP Financial Sector Fund
- NBP Pakistan Growth Exchange Traded Fund
- NBP Islamic Stock Fund
- NBP Islamic Energy Fund
- NBP Sarmaya Izafa Fund
- NBP Balanced Fund
- NBP Islamic Sarmaya Izafa Fund
- Nafa Pension Fund
- Nafa Islamic Pension Fund

26 PATTERN OF UNIT HOLDING

As at June 30, 2024			
Number of unit holders	Investment amount (Rupees in '000)	Percentage investment %	
Category			
Individuals	1,843	3,234,860	18.10
Others	31	1,409,839	7.89
Retirement Funds	32	10,060,780	56.30
Associated Company & Directors	4	2,267,415	12.69
Insurance	4	306,895	1.72
NBFC	1	148,874	0.83
Public Limited Co	1	442,664	2.48
Banks & Dfi	2	-*	-
	<b>1,918</b>	<b>17,871,327</b>	<b>100.00</b>

\*Nil Due To Rounding Off

As at June 30, 2023			
Number of unit holders	Investment amount (Rupees in '000)	Percentage investment %	
Category			
Individuals	2,045	1,991,854	19.59
Associated Companies and Directors	3	1,280,861	12.60
Insurance companies	5	112,277	1.10
Banks / DFIs	3	158,553	1.56
NBFC's	1	84,033	0.83
Retirement funds	41	5,477,398	53.88
Public limited companies	2	280,100	2.76
Others	34	780,838	7.68
	<b>2,134</b>	<b>10,165,914</b>	<b>100.00</b>

## 27 ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

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

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

## 28 GENERAL:

Figures have been rounded off to the nearest thousand Rupees unless otherwise stated.

## 29 CORRESPONDING FIGURES

Certain corresponding figures have been reclassified wherever necessary to confirm to the presentation adopted in the current year.

## 30 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 30, 2024.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## PERFORMANCE TABLE

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

## PROXY ISSUED BY THE FUND

The proxy voting policy of **NBP Stock Fund**, duly approved by Board of Directors of the Management Company, is available on the website of NBP Fund Management Limited i.e. [www.nbpfund.com](http://www.nbpfund.com). A detailed information regarding actual proxies voted by the Management Company in respect of the fund is also available without charge, upon request, to all unit holders.

The details of summarized proxies voted are as follows:

NBP Stock Fund				
	Resolutions	For	Against	Abstain*
Number	12	12	Nil	N/A
(%)	100%	100%	-	-

## Head Office

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