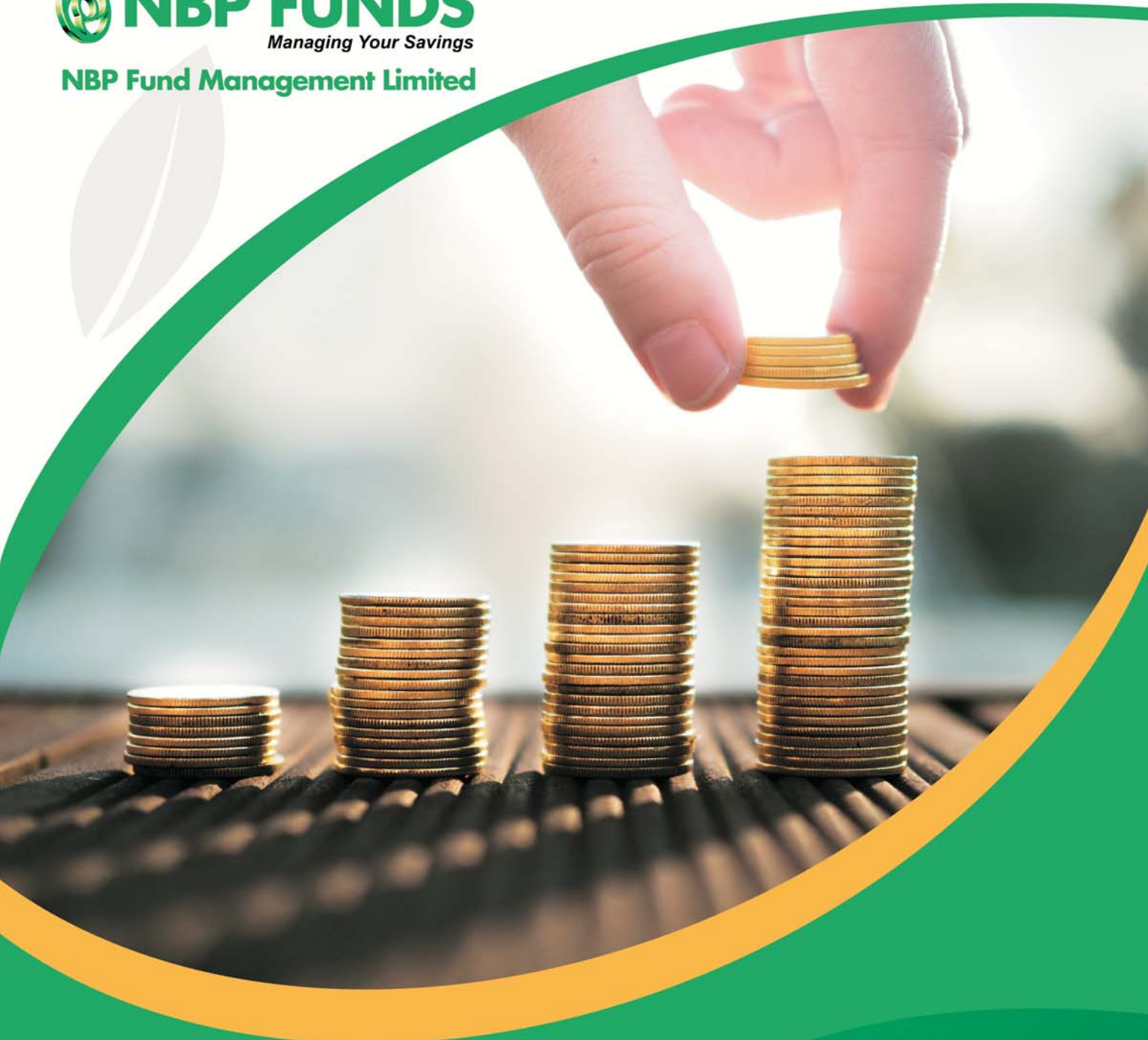




Managing Your Savings

NBP Fund Management Limited



NBP MONEY MARKET 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
Mr. Faisal Ahmed*	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Khalid Mansoor	Director
Mr. Saad Amanullah Khan	Director
Mr. Ruhail Muhammad	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

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

Human Resource & Remuneration Committee

Mr. Khalid Mansoor	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. 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 Shahr-e-Faisal, Karachi.

Bankers to the Fund

MCB Bank Limited	Habib Metropolitan Bank Limited
JS Bank Limited	MAllied Bank Limited
Meezan Bank Limited	BankIslami Pakistan Limited
Habib Bank Limited	National Bank of Pakistan
United Bank Limited	Samba Bank Limited
Bank Alfalah Limited	Faysal Bank Limited
Bank Al Habib Limited	Dubai Islamic Bank Pakistan Limited
Askari Bank Limited	The Bank of Punjab

Auditors

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

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

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



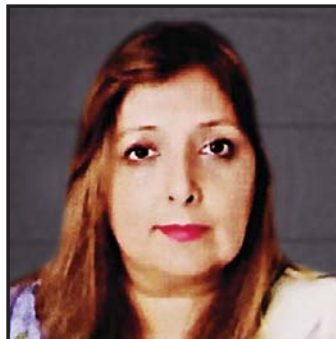
Mr. Faisal Ahmed*
Director



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 13th Annual Report of **NBP Money Market Fund** (NMMF) for the year ended June 30, 2024.

Fund's Performance

In FY2024, the State Bank's Monetary Policy Committee (MPC) held eight meetings, reducing the policy rate by 150 basis points in the fourth quarter to 20.50%. This decision was supported by improving macroeconomic indicators, thanks to measures aimed at curbing inflation and improving its outlook. The MPC noted a significant drop in inflation, a reduced current account deficit, and stronger foreign exchange (FX) reserves. However, they cautioned that risks to price stability remain due to domestic and external shocks, the base effect, and global commodity price fluctuations. The inflation outlook is also threatened by recent budgetary measures and frequent hikes in utility tariffs, which could slow the decline in inflation expectations.

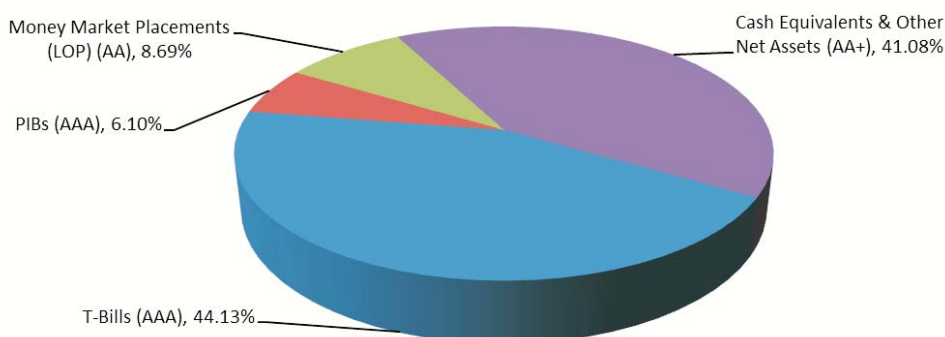
On a positive note, the narrower current account deficit, reforms in exchange companies, and actions against illicit market activities have improved FX market sentiments and liquidity. Successful negotiations with the International Monetary Fund (IMF) regarding an Extended Fund Facility (EFF) program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

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

NMMF's stability rating awarded by PACRA is 'AA (f)', which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Being a Money Market scheme, the Fund has strict investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum rating requirement is 'AA', while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days.

The size of NBP Money Market Fund has increased from Rs. 67,654 million to Rs. 73,606 million during the period (an increase of 9%). During the period, the unit price of the Fund has increased from Rs. 8.1786 (Ex-Div) on June 30, 2023 to Rs. 10.0082 on June 30, 2024, thus showing a return of 22.30% as compared to the benchmark return of 20.90% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 16,273.67 million during the year. After deducting total expenses of Rs. 1,053.00 million, the net income is Rs. 15,220.67 million. The asset allocation of NMMF as on June 30, 2024 is as follows:



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 20.07% of the opening ex-NAV (20.03% of the par value) during the year ended June 30, 2024.

Taxation

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

Auditors

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

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

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 28 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 25 to these financial statements.
12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 19 to these financial statements.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2024, the Board included:

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

Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive Officer

Director

Date: **October 30, 2024**
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ میجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP منی مارکیٹ فنڈ (NMMF) کی تیرہویں سالانہ رپورٹ برائے تختہ سال 30 جون 2024 پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

مالی سال 24 میں اسٹیٹ بینک کی مانیٹری پالیسی کمیٹی (ایم پی سی) کے 18 اجلاس منعقد ہوئے، چوتھی سہ ماہی میں پالیسی شرح 150 بیس پوائنٹس کم کر کے 20.50 فیصد کر دی گئی۔ یہ فیصلہ بہتر میکرو اکنامک اشاروں کے باعث کیا گیا، جس کا مقصد افراط زر پر قابو پانا اور اس کے نقطہ نظر کو بہتر بنانا تھا۔ ایم پی سی نے افراط زر میں نمایاں کمی، کرنٹ اکاؤنٹ خسارے میں کمی اور زرمبادلہ کے مضبوط ذخائر درج کئے۔ تاہم، انہوں نے متنبہ کیا کہ مقامی اور بیرونی شاکس، بنیادی اثرات، اور عالمی اجناس کی قیمتوں میں اتار چڑھاؤ کی وجہ سے قیمتوں میں عدم استحکام لاسکتے ہیں۔ حالیہ بجٹ اقدامات اور یوٹیلٹی ٹیرف میں مسلسل اضافے سے بھی افراط زر کا نقطہ نظر خطرے میں ہے، جس سے افراط زر کی متوقع کمی سست ہو سکتی ہے۔

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

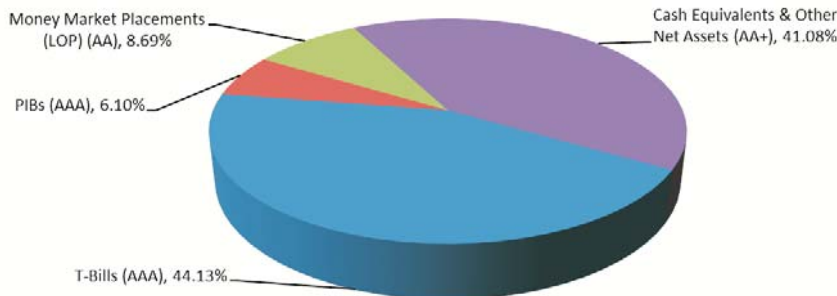
ان پالیسی اقدامات کے جواب میں، سوریجن شرح منافع میں کمی واقع ہوئی، مارکیٹ کے شرکاء نے درمیانی سے طویل مدتی سیکورٹیز میں زیادہ دلچسپی ظاہر کی۔ اسٹیٹ بینک نے چھبیس (26) ٹی بل نیلامیاں منعقد کیں، جس میں 21.9 ٹریلین روپے کی میچورٹی کے ساتھ، 21.1 ٹریلین روپے کے ہدف کے مقابلے میں 21.7 ٹریلین روپے حاصل ہوئے۔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

NMMF کو PACRA کی طرف سے AA(f) کی اسٹیٹیلٹی ریٹنگ دی گئی ہے جو منافع جات میں استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشان دہی کرتی ہے۔ ایک منی مارکیٹ اسکیم کی حیثیت سے فنڈ سرمایہ کاری کی انتہائی سخت ہدایات رکھتا ہے۔ فنڈ کی منظور شدہ انویسٹمنٹس میں ٹی بلز، بینک ڈپازٹس اور منی مارکیٹ انسٹرومنٹس شامل ہیں۔ ریٹنگ کا کم از کم تقاضا AA ہے، جب کہ فنڈ کو چھ ماہ سے زائد میچورٹی والی کسی سیکورٹی میں انویسٹ کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کی نئی تلی اوسط مدت 90 دن سے زائد نہیں ہو سکتی۔

NBP منی مارکیٹ فنڈ کا ساٹھ ماہ اس مدت کے دوران 67,654 ملین روپے سے بڑھ کر 73,606 ملین روپے ہو گیا ہے یعنی 9% کا اضافہ ہوا۔ اس مدت کے دوران، فنڈ کے پورٹ کی قیمت کی 30 جون 2023 کو 8.1786 روپے (EX-Div) سے بڑھ کر 30 جون 2024 کو 10.0082 روپے ہو گئی، اسی مدت کے دوران 20.90% کے شیئنگ مارک ریٹرن کے مقابلے میں 22.30% کا منافع یعنی 1.40% کی بہتر کارکردگی دکھائی۔ فنڈ کی یہ کارکردگی میجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو اس مدت کے دوران 16,273.67 ملین روپے کی مجموعی آمدنی ہوئی ہے۔ 1,053.00 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 15,220.67 ملین روپے رہی۔

30 جون 2024 کو NMMF کی ایسٹ ایلوکیشن درج ذیل ہے:



آمدنی کی تقسیم

مینیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2024 کو ختم ہونے والی مدت کے لئے اوپننگ ex-NAV کا 20.07% (بنیادی قدر کا 20.03%) عبوری نقد ڈیویڈنڈ منظور کیا 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 آگم ٹیکس آرڈیننس 2001 کے دوسرے شیڈول کے حصہ اول کی شق 99 کے تحت ٹیکس لاگو نہیں ہوتا ہے۔

آڈیٹرز

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

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

- 1 مینیجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلوا اور یونٹ ہولڈرز فنڈز میں تبدیلی کی منصفانہ عکاسی کرتے ہیں۔
- 2 فنڈ کے اکاؤنٹس کے کھاتے درست انداز میں رکھے ہوئے ہیں۔
- 3 مالی گوشواروں کی تیاری میں اکاؤنٹنگ کی مناسب پالیسیوں کی مسلسل پیروی کی گئی ہے۔ شریاتی تخمینے مناسب اور معقول نظریات پر مبنی ہیں۔
- 4 ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی، معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
- 5 انٹرنل کنٹرول کا نظام مستحکم اور موثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
- 6 فنڈ کی روائی دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
- 7 کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
- 8 پرفارمنس ٹیمبل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
- 9 ٹیکسوں، ڈیویڈنڈ، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
- 10 اس مدت کے دوران مینیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے چھ اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 28 میں ظاہر کی گئی ہے۔
- 11 یونٹ ہولڈنگ کا تفصیلی پیرین مالیاتی گوشواروں کے نوٹ 25 میں ظاہر کیا گیا ہے۔
- 12 ڈائریکٹرز ہی ای او، 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 جانبدار نان 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	کیٹگری
جناب خالد منصور	•1
جناب سعد امان اللہ خان	•2
جناب روہیل محمد	•3
ڈاکٹر امجد وحید (چیف ایگزیکٹو آفیسر)	
شیخ محمد عبدالواحد سیٹھی (چیئر مین)	•1
جناب توقیر مظہر	•2
محترمہ مہنا سالار	•3
جناب علی سیگل	•4
جناب عمران ظفر	•5



اظہار تشکر

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

منجانب بورڈ آف ڈائریکٹرز

NBP اینڈ 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 Money Market 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 Money Market Fund

NBP Money Market Fund (NMMF) is an Open-End Money Market Scheme.

Investment Objective of the Fund

The objective of NBP Money Market Fund is to provide stable income stream with preservation of capital by investing in AA and above rated banks and money market instruments.

Benchmark

70% 3-Month PKRV & 30% average 3-Month deposit rates of three AA rated banks as selected by MUFAP.

Fund Performance Review

This is the 13th Annual report since the launch of the Fund on February 23, 2012. The Fund size increased by 9% during FY24 and stands at Rs. 73.6 billion as of June 30, 2024. The Fund's return since its inception is 10.3% p.a. versus the benchmark return of 9.1% p.a. This translates into outperformance of 1.2% p.a. The Fund posted a 22.3% return during FY24 versus the benchmark return of 20.9%. This performance is net of management fee and all other expenses.

NMMF's stability rating awarded by PACRA is 'AA (f)', which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Being a Money Market scheme, the Fund has strict investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum rating requirement is 'AA', while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days.

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

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

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

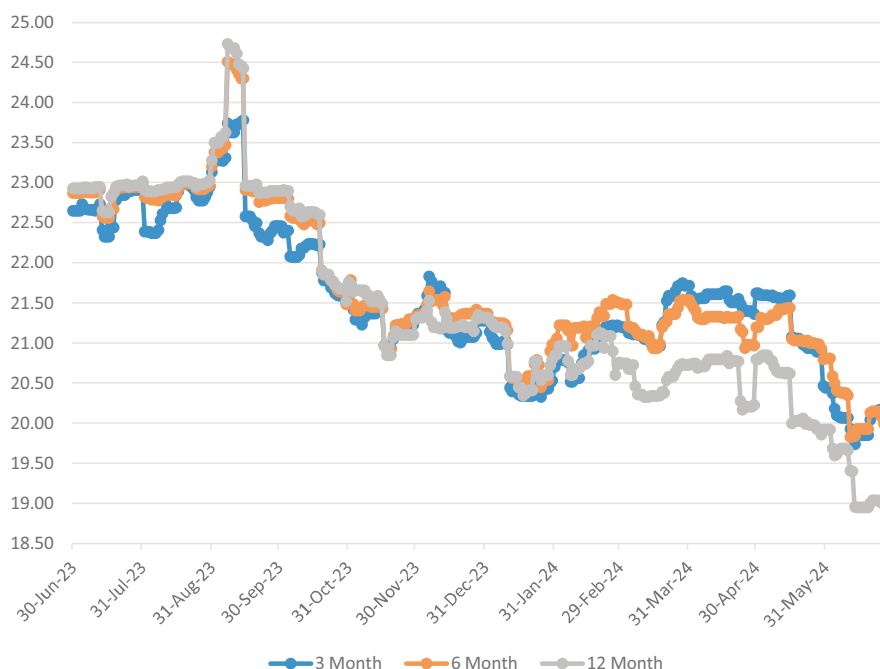
NBP MONEY MARKET FUND

Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-24	30-Jun-23
T-Bills	43%	59.7%
PIBs	5.9%	-
Placements with Banks & DFIs	8.5%	17.4%
Cash & Other Assets	42.6%	22.9%
Total	100%	100%

T-Bills yields during the year are shown in the below graph:

Treasury Bills Rates during FY 2024



Distribution for the Financial Year 2024

Interim Period	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
Jul-23	1.42%	10.1216	9.9797
Aug-23	1.95%	10.1743	9.9797
Sep-23	1.60%	10.1401	9.9797
Oct-23	1.58%	10.1379	9.9797
Nov-23	1.97%	10.1768	9.9797
Dec-23	1.58%	10.1372	9.9797
Jan-24	1.54%	10.1341	9.9797
Feb-24	1.82%	10.1617	9.9797
Mar-24	1.46%	10.1256	9.9797
Apr-24	1.60%	10.1400	9.9797
May-24	1.94%	10.1734	9.9797
Jun-24	1.57%	10.1368	9.9797

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

Size of Unit Holding (Units)	# of Unit Holders
1-1000	3,482
1001-5000	360
5001-10000	132
10001-50000	315
50001-100000	145
100001-500000	423
500001-1000000	136
1000001-5000000	197
5000001-10000000	39
10000001-100000000	86
100000001-1000000000	12
Total	5,327

During the period under question:

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

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

To the Unit holders of NBP Money Market Fund

Report on the Audit of the Financial Statements

Opinion

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

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

Basis for Opinion

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

Key Audit Matters

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

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	<p>Net Asset Value (Refer notes 4 and 5 to the financial statements)</p> <p>The bank balances and investments constitute the most significant component of the net asset value (NAV). The bank balances and investments of the Fund as at June 30, 2024 amounted to Rs. 31,578.231 million and Rs. 43,372.280 million respectively.</p> <p>The existence of bank balances and the existence and proper valuation of investments for the determination of NAV of the Fund as at June 30, 2024 was considered a high risk area and therefore we considered this as a key audit matter.</p>	<p>Our audit procedures amongst others included the following:</p> <ul style="list-style-type: none"> obtained independent confirmations for verifying the existence of the investment portfolio and bank balances as at June 30, 2024 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and obtained bank reconciliation statements and tested reconciling items on a sample basis.

Other Information

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

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

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

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

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: October 30, 2024

UDIN: AR2024100614vUePsKa9

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2024

	Note	2024 ----- Rupees in '000 -----	2023 ----- Rupees in '000 -----
ASSETS			
Bank balances	4	31,578,231	15,498,778
Investments	5	43,372,280	52,175,383
Profit receivable	6	409,456	361,944
Deposit and prepayment	7	446	415
Receivable against transfer of units		92,082	48,335
Total assets		75,452,495	68,084,855
LIABILITIES			
Payable to NBP Fund Management Limited - the Management Company	8	266,420	180,091
Payable to Central Depository Company of Pakistan Limited - the Trustee	9	3,639	3,272
Payable to the Securities and Exchange Commission of Pakistan	10	4,390	11,893
Payable against redemption of units		1,405,044	109,925
Accrued expenses and other liabilities	11	166,953	126,133
Total liabilities		1,846,446	431,314
NET ASSETS		73,606,049	67,653,541
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		73,606,049	67,653,541
CONTINGENCIES AND COMMITMENTS	12		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE	13	7,354,555,193	6,779,148,918
		----- Rupees -----	
NET ASSET VALUE PER UNIT	3.6	10.0082	9.9797

The annexed notes from 1 to 28 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
INCOME			
Income on letters of placement		2,594,336	2,023,696
Profit on bank balances		2,094,526	2,834,043
Income on government securities		11,407,828	5,396,021
Income on certificates of investments		56,310	-
Income on term deposit receipts		103,674	174,739
Loss on sale of investments		(26,362)	(49,983)
Net unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.6	43,356	(42,500)
		16,994	(92,483)
Total income		16,273,668	10,336,016
EXPENSES			
Remuneration of NBP Fund Management Limited - the Management Company	8.1	470,524	276,267
Sindh sales tax on remuneration of the Management Company	8.2	61,168	35,915
Reimbursement of allocated expenses	8.3	93,589	74,334
Reimbursement of selling and marketing expenses	8.4	317,009	158,013
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	9.1	41,513	32,707
Sindh sales tax on remuneration of the Trustee	9.2	5,397	4,252
Fee to the Securities and Exchange Commission of Pakistan	10.1	56,609	11,893
Auditors' remuneration	14	904	925
Legal and professional charges		201	168
Annual rating fee		662	625
Printing charges		128	112
Annual listing fee		31	25
Settlement and bank charges		5,260	3,831
Total expenses		1,052,995	599,067
Net income for the year before taxation		15,220,673	9,736,949
Taxation	16	-	-
Net income for the year after taxation		15,220,673	9,736,949
Earnings per unit	3.13		
Allocation of net income for the year:			
Net income for the year after taxation		15,220,673	9,736,949
Income already paid on units redeemed		(1,450,909)	(1,862,296)
		13,769,764	7,874,653
Accounting income available for distribution:			
- Relating to capital gains		43,356	-
- Excluding capital gains		13,726,408	7,874,653
		13,769,764	7,874,653

The annexed notes from 1 to 28 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

	2024	2023
	----- Rupees in '000 -----	
Net income for the year after taxation	15,220,673	9,736,949
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u><u>15,220,673</u></u>	<u><u>9,736,949</u></u>

The annexed notes from 1 to 28 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 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	15,220,673	9,736,949
Adjustments:		
Income on letters of placement	(2,594,336)	(2,023,696)
Profit on bank balances	(2,094,526)	(2,834,043)
Income on government securities	(11,407,828)	(5,396,021)
Income on certificate of investments	(56,310)	-
Income on term deposit receipts	(103,674)	(174,739)
Loss on sale of investment	26,362	49,983
Net unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	(43,356)	42,500
	<u>(16,273,668)</u>	<u>(10,336,016)</u>
	(1,052,995)	(599,067)
Increase in assets		
Investments - net	(33,340,653)	(2,528,944)
Deposit and prepayment	(31)	(3)
	<u>(33,340,684)</u>	<u>(2,528,947)</u>
Increase / (decrease) in liabilities		
Payable to NBP Fund Management Limited - the Management Company	86,329	101,360
Payable to Central Depository Company of Pakistan Limited - the Trustee	367	1,269
Payable to the Securities and Exchange Commission of Pakistan	(7,503)	6,011
Accrued expenses and other liabilities	40,820	57,529
	<u>120,013</u>	<u>166,169</u>
Profit received on bank balances, term deposit receipts, certificates of investments, government securities and letters of placement	16,209,162	10,320,218
Net cash (used in) / generated from operating activities	<u>(18,064,504)</u>	<u>7,358,373</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units - net of refund of capital	172,725,018	278,474,373
Net payments against redemption of units	(167,168,232)	(264,101,732)
Cash distributions paid	(13,573,579)	(7,570,673)
Net cash (used in) / generated from financing activities	<u>(8,016,793)</u>	<u>6,801,968</u>
Net increase in cash and cash equivalents during the year	<u>(26,081,297)</u>	<u>14,160,341</u>
Cash and cash equivalents at the beginning of the year	65,237,700	51,077,359
Cash and cash equivalents at the end of the year	<u>39,156,403</u>	<u>65,237,700</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP Money Market Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on May 4, 2011 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 14, 2011. The Fund was registered under the Sindh Trusts Act, 2020 on October 26, 2021.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (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.
- 1.3 The Fund is an open-ended mutual fund categorised as money market scheme and is listed on the Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.
- 1.4 The investment objective of the Fund is to generate stable income stream for its unit holders while ensuring capital preservation by investing in AA and above rated banks and money market instruments.
- 1.5 The Pakistan Credit Rating Agency (PACRA) has reaffirmed the asset manager rating of the Management Company of AM1 on June 21, 2024 (2023: AM1 on June 22, 2023). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, PACRA has reaffirmed the stability rating of the Fund at AA(f) on April 09, 2024 (2023: AA(f) on April 14, 2023).
- 1.6 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Accounting Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

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

During the year certain amendments to IAS 1 'Presentation of Financial Statements' have become applicable to the Fund which require entities to disclose their material accounting policy information rather than their significant accounting policies. These

amendments to IAS 1 have been introduced to help entities improve accounting policy disclosures so that these provide more useful information to investors and other primary users of the financial statements. These amendments have been incorporated in these financial statements with the primary impact that the material accounting policy information has been disclosed rather than the significant accounting policies.

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

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

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

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

2.4 Critical accounting estimates and judgments

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

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

2.5 Basis of measurement

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

2.6 Functional and presentation currency

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

3 MATERIAL ACCOUNTING POLICY INFORMATION

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

3.1 Cash and cash equivalents

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

3.2 Financial assets

3.2.1 Initial recognition and measurement

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

3.2.2 Classification and subsequent measurement

Debt instruments

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

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

based on the business model of the entity.

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

3.2.3 Subsequent measurement

Subsequent to initial recognition, financial assets are valued as follows:

Financial assets 'at fair value through profit or loss'

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 (PKIRSV rates) which are based on the remaining tenure of the securities.

3.2.4 Impairment (other than debt securities)

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

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

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

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

3.2.5 Impairment loss on debt securities

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

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

3.2.6 Regular way contracts

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

3.2.7 Derecognition

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

3.3 Financial liabilities

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

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

3.4 Offsetting of financial assets and financial liabilities

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

3.5 Provisions

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

3.6 Net asset value per unit

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

3.7 Issuance and redemption of units

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

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 is equal to NAV as at the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

3.8 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion 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 year in which such distributions are declared and approved by the Board of Directors of the Management Company.

3.9 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

Element of income represents the difference between net asset value per unit on the issuance or redemption date, as the case may be, of units and the net asset value per unit at the beginning of the relevant accounting period. Further, the 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 the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders' fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

3.10 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are recorded in the income statement in the year in which these arise.
- Income on investments in government securities, letters of placement, certificates of investments and term deposit receipts is recognised using effective yield method.
- Profit on bank balances is recognised on accrual basis.

3.11 Expenses

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

3.12 Taxation

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

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

3.13 Earnings per unit

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

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

3.14 Foreign currency translation

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

4	BANK BALANCES	Note	2024 ----- Rupees in '000 -----	2023 -----
	Balances with banks in:			
	Current accounts	4.1	373	348
	Saving accounts	4.2	<u>31,577,858</u>	<u>15,498,430</u>
			<u><u>31,578,231</u></u>	<u><u>15,498,778</u></u>

4.1 These include a balance of Rs. 0.166 million (2023: Rs. 0.166 million), maintained with National Bank of Pakistan (a related party).

4.2 These include a balance of Rs 83.125 million (2023: Rs 33.099 million) maintained with the National Bank of Pakistan (a related party) that carries profit at the rate of 20.5% (2023: 19.50%) per annum. Other savings accounts of the Fund carry profit at rates ranging from 11.01% to 21.05% (2023: 10% to 21.15%) per annum.

5	INVESTMENTS	Note	2024 ----- Rupees in '000 -----	2023 -----
	At fair value through profit or loss			
	Government securities - Market Treasury Bills	5.1	32,484,430	40,377,108
	Government securities - Pakistan Investment Bonds	5.2	4,487,850	-
	Letters of placement	5.3	6,400,000	6,715,426
	Term deposit receipts	5.4	-	5,082,849
	Certificate of Investments	5.5	-	-
			<u><u>43,372,280</u></u>	<u><u>52,175,383</u></u>

NBP MONEY MARKET FUND

5.1 Government securities - Market Treasury Bills

Issue date	Maturity date	Tenor in months	Yield	Face value				Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
				As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024				total investments of the Fund	net assets of the Fund
----- Rupees in '000 -----											----- (%) -----	
July 14, 2022	July 13, 2023	12	22.34%	2,454,355	-	2,454,355	-	-	-	-	-	-
April 20, 2023	July 13, 2023	3	22.20%	5,679,640	1,125,000	6,804,640	-	-	-	-	-	-
May 4, 2023	July 25, 2023	3	22.32%	5,546,000	-	5,546,000	-	-	-	-	-	-
May 18, 2023	August 10, 2023	3	21.36%	1,000,000	79,925,000	80,925,000	-	-	-	-	-	-
June 1, 2023	August 24, 2023	3	23.00%	600,000	47,885,000	48,485,000	-	-	-	-	-	-
June 15, 2023	September 7, 2023	3	23.00%	21,235,000	73,631,000	94,866,000	-	-	-	-	-	-
June 22, 2023	September 21, 2023	3	23.00%	5,150,000	36,434,000	41,584,000	-	-	-	-	-	-
August 25, 2022	August 24, 2023	12	22.25%	-	455,000	455,000	-	-	-	-	-	-
October 6, 2022	October 5, 2023	12	22.30%	-	4,000,000	4,000,000	-	-	-	-	-	-
November 17, 2022	November 16, 2023	12	22.50%	-	10,000	10,000	-	-	-	-	-	-
December 15, 2022	December 14, 2023	12	21.75%	-	5,700	5,700	-	-	-	-	-	-
March 27, 2023	September 21, 2023	6	21.14%	-	4,000,000	4,000,000	-	-	-	-	-	-
March 27, 2023	March 21, 2024	12	22.00%	-	2,740,000	2,740,000	-	-	-	-	-	-
April 6, 2023	April 4, 2024	12	21.99%	-	3,372,900	3,372,900	-	-	-	-	-	-
June 15, 2023	December 14, 2023	6	22.05%	-	411,700	411,700	-	-	-	-	-	-
June 15, 2023	June 13, 2024	12	21.70%	-	928,000	928,000	-	-	-	-	-	-
July 13, 2023	October 5, 2023	3	21.70%	-	12,910,000	12,910,000	-	-	-	-	-	-
July 13, 2023	July 11, 2024	12	21.75%	-	14,490,105	14,490,105	-	-	-	-	-	-
July 25, 2023	October 19, 2023	3	22.64%	-	56,200,000	56,200,000	-	-	-	-	-	-
July 25, 2023	July 25, 2024	12	21.35%	-	10,110	10,110	-	-	-	-	-	-
August 10, 2023	November 2, 2023	3	22.90%	-	136,535,100	136,535,100	-	-	-	-	-	-
August 10, 2023	February 8, 2024	6	21.69%	-	38,000	38,000	-	-	-	-	-	-
August 10, 2023	August 8, 2024	12	21.35%	-	12,675	12,675	-	-	-	-	-	-
August 24, 2023	November 16, 2023	3	22.25%	-	21,850,000	21,850,000	-	-	-	-	-	-
September 7, 2023	November 30, 2023	3	23.75%	-	17,496,000	17,496,000	-	-	-	-	-	-
September 21, 2023	December 14, 2023	3	22.76%	-	24,004,810	24,004,810	-	-	-	-	-	-
October 5, 2023	December 28, 2023	3	22.40%	-	21,850,000	21,850,000	-	-	-	-	-	-
October 19, 2023	January 11, 2024	3	22.14%	-	5,100,000	5,100,000	-	-	-	-	-	-
October 19, 2023	April 18, 2024	6	22.39%	-	4,390,000	4,390,000	-	-	-	-	-	-
November 2, 2023	January 25, 2024	3	21.84%	-	17,682,100	17,682,100	-	-	-	-	-	-
November 2, 2023	May 2, 2024	6	21.84%	-	11,155,000	11,155,000	-	-	-	-	-	-
November 16, 2023	February 7, 2024	3	21.29%	-	7,081,540	7,081,540	-	-	-	-	-	-
November 16, 2023	May 16, 2024	6	21.46%	-	4,300,000	4,300,000	-	-	-	-	-	-
November 30, 2023	February 22, 2024	3	21.34%	-	14,537,200	14,537,200	-	-	-	-	-	-
November 30, 2023	May 30, 2024	6	21.33%	-	6,200,000	6,200,000	-	-	-	-	-	-
December 14, 2023	June 13, 2024	6	21.36%	-	3,201,825	3,201,825	-	-	-	-	-	-
December 28, 2023	March 21, 2024	3	21.44%	-	23,610,000	23,610,000	-	-	-	-	-	-
December 28, 2023	June 27, 2024	6	20.50%	-	9,125	9,125	-	-	-	-	-	-
January 11, 2024	April 4, 2024	3	21.99%	-	356,000	356,000	-	-	-	-	-	-
January 25, 2024	April 18, 2024	3	20.47%	-	375,000	375,000	-	-	-	-	-	-
February 7, 2024	August 8, 2024	6	21.35%	-	479,850	479,850	-	-	-	-	-	-
February 22, 2024	May 16, 2024	3	21.90%	-	1,615,700	1,615,700	-	-	-	-	-	-
March 7, 2024	May 30, 2024	3	21.39%	-	10,067,100	10,067,100	-	-	-	-	-	-
March 21, 2024	June 13, 2024	3	21.65%	-	13,751,300	13,751,300	-	-	-	-	-	-
April 4, 2024	June 27, 2024	3	21.60%	-	4,450,000	4,450,000	-	-	-	-	-	-
October 19, 2023	October 17, 2024	12	21.30%	-	8,678,000	1,200,000	7,478,000	7,049,538	7,057,632	8,094	16.27%	9.59%
November 2, 2023	October 31, 2024	12	21.30%	-	15,679,700	-	15,679,700	14,661,624	14,686,626	25,002	33.86%	19.95%
November 16, 2023	November 14, 2024	12	21.50%	-	4,459,000	-	4,459,000	4,139,001	4,147,601	8,600	9.56%	5.63%
November 30, 2023	November 28, 2024	12	20.40%	-	2,247,000	-	2,247,000	2,075,707	2,075,711	4	4.79%	2.82%
January 11, 2024	July 11, 2024	6	20.96%	-	125,000	-	125,000	124,350	124,299	(51)	0.29%	0.17%
January 25, 2024	July 25, 2024	6	21.85%	-	125,000	-	125,000	123,329	123,337	8	0.28%	0.17%
April 4, 2024	October 3, 2024	6	20.28%	-	1,500,000	-	1,500,000	1,425,703	1,426,489	786	3.22%	1.94%
April 18, 2024	July 11, 2024	3	21.32%	-	200,000	-	200,000	198,880	198,879	(1)	0.46%	0.27%
May 2, 2024	July 25, 2024	3	21.59%	-	500,000	-	500,000	493,238	493,347	109	1.14%	0.67%
May 2, 2024	October 31, 2024	6	21.35%	-	1,500,000	216,000	1,284,000	1,201,203	1,202,678	1,475	2.77%	1.63%
May 30, 2024	August 22, 2024	3	20.94%	-	500,000	-	500,000	485,771	485,946	175	1.12%	0.66%
May 30, 2024	November 28, 2024	6	20.86%	-	500,000	-	500,000	461,174	461,885	711	1.06%	0.63%
Total as at June 30, 2024								32,439,518	32,484,430	44,912	74.89%	44.13%
Total as at June 30, 2023								40,419,608	40,377,108	42,500	77.39%	59.68%

5.2 Government securities - Pakistan Investment Bonds

Issue date	Maturity date	Tenor in years	Yield	Face value				Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
				As at July 01, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024				total investments of the Fund	net assets of the Fund
----- Rupees in '000 -----											----- % -----	
October 22, 2020	October 22, 2023	3	23.07%	-	6,000,000	6,000,000	-	-	-	-	-	-
December 30, 2021	December 30, 2023	2	24.73%	-	7,797,100	7,797,100	-	-	-	-	-	-
September 8, 2022	September 8, 2024	2	22.74%	-	34,810,000	34,810,000	-	-	-	-	-	-
October 7, 2021	October 7, 2024	3	22.57%	-	4,500,000	-	4,500,000	4,489,406	4,487,850	(1,556)	10.35%	6.10%
Total as at June 30, 2024								4,489,406	4,487,850	(1,556)	10.35%	6.10%
Total as at June 30, 2023								-	-	-	-	-

5.3 Letters of placement

Name of the investee company	Rating	Maturity date	Profit rate	As at July 1, 2023	Amount placed		As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
					Purchased during the year	Matured during the year					total investments of the Fund	net assets of the Fund
----- (Rupees in '000) -----											----- (%) -----	

COMMERCIAL BANKS

Zarai Taraqati Bank Limited	AAA, VIS	July 14, 2023	21.40%	-	2,400,000	2,400,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	August 10, 2023	21.15%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	August 11, 2023	22.10%	-	6,900,000	6,900,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	August 18, 2023	21.60%	-	5,800,000	5,800,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	September 8, 2023	21.20%	-	7,000,000	7,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	September 15, 2023	21.40%	-	8,000,000	8,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	September 28, 2023	21.20%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	October 5, 2023	21.75%	-	2,500,000	2,500,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	November 1, 2023	21.50%	-	3,585,000	3,585,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	November 10, 2023	22.00%	-	1,650,000	1,650,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	November 24, 2023	21.90%	-	1,000,000	1,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	December 13, 2023	21.80%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	December 14, 2023	21.80%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	December 22, 2023	21.90%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 5, 2024	21.10%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 19, 2024	21.50%	-	7,000,000	7,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 24, 2024	21.75%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 25, 2024	21.75%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 26, 2024	21.75%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 30, 2024	21.90%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	January 31, 2024	22.00%	-	2,500,000	2,500,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	February 2, 2024	22.00%	-	7,000,000	7,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	February 9, 2024	21.60%	-	7,500,000	7,500,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	February 16, 2024	21.70%	-	7,500,000	7,500,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	February 20, 2024	22.00%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	February 21, 2024	22.00%	-	5,000,000	5,000,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	February 22, 2024	22.00%	-	2,000,000	2,000,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	February 23, 2024	21.50%	-	7,500,000	7,500,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	February 26, 2024	21.50%	-	7,500,000	7,500,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	February 27, 2024	21.50%	-	7,500,000	7,500,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	February 28, 2024	21.50%	-	7,300,000	7,300,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	February 29, 2024	21.00%	-	7,300,000	7,300,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	March 1, 2024	21.00%	-	7,300,000	7,300,000	-	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 1, 2024	21.80%	-	7,500,000	7,500,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	March 5, 2024	21.50%	-	7,300,000	7,300,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	March 6, 2024	21.00%	-	7,300,000	7,300,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	March 7, 2024	21.25%	-	7,300,000	7,300,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	March 14, 2024	21.10%	-	2,450,000	2,450,000	-	-	-	-	-	-
United Bank Limited	AAA, VIS	March 15, 2024	21.50%	-	2,000,000	2,000,000	-	-	-	-	-	-
Balance carried forward				-	210,585,000	210,585,000	-	-	-	-	-	-

NBP MONEY MARKET FUND

Name of the investee company	Rating	Maturity date	Profit rate	Amount placed		As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
				Purchased during the year	Matured during the year					total investments of the Fund	net assets of the Fund
(Rupees in '000)										(%)	
Balance brought forward				-	210,585,000	210,585,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 15, 2024	21.50%	-	7,500,000	7,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 25, 2024	21.50%	-	6,500,000	6,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 26, 2024	21.90%	-	6,500,000	6,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 27, 2024	21.90%	-	6,500,000	6,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 28, 2024	21.90%	-	5,000,000	5,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	March 29, 2024	22.00%	-	4,000,000	4,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	April 19, 2024	21.75%	-	7,400,000	7,400,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	April 26, 2024	21.85%	-	4,000,000	4,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	May 2, 2024	22.25%	-	1,500,000	1,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	May 3, 2024	21.75%	-	2,000,000	2,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	May 6, 2024	22.10%	-	2,000,000	2,000,000	-	-	-	-	-
United Bank Limited	AAA, VIS	May 7, 2024	21.75%	-	1,700,000	1,700,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	May 10, 2024	21.85%	-	5,000,000	5,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	May 29, 2024	21.75%	-	1,500,000	1,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	May 31, 2024	21.95%	-	6,200,000	6,200,000	-	-	-	-	-
United Bank Limited	AAA, VIS	June 3, 2024	22.00%	-	4,000,000	4,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 4, 2024	21.90%	-	4,000,000	4,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 4, 2024	21.50%	-	2,500,000	2,500,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 6, 2024	21.50%	-	2,200,000	2,200,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 7, 2024	21.90%	-	4,000,000	4,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 11, 2024	22.00%	-	1,000,000	1,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 14, 2024	20.80%	-	7,000,000	7,000,000	-	-	-	-	-
Zarai Taraqati Bank Limited	AAA, VIS	June 21, 2024	20.55%	-	7,000,000	7,000,000	-	-	-	-	-
				-	99,000,000	99,000,000	-	-	-	-	-
DEVELOPMENT FINANCE INSTITUTIONS											
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	July 5, 2023	22.50%	6,715,426	-	6,715,426	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	July 7, 2023	22.10%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	July 14, 2023	22.50%	-	6,748,543	6,748,543	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	July 14, 2023	22.25%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	July 21, 2023	22.20%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	July 21, 2023	22.00%	-	6,785,984	6,785,984	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	August 4, 2023	22.00%	-	5,085,533	5,085,533	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	August 1, 2023	22.15%	-	1,000,000	1,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 1, 2023	22.20%	-	1,000,000	1,000,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	September 4, 2023	22.10%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	August 18, 2023	21.50%	-	8,000,000	8,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	August 11, 2023	21.20%	-	8,000,000	8,000,000	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	August 25, 2023	22.15%	-	1,000,000	1,000,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	August 18, 2023	21.70%	-	8,000,000	8,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 1, 2023	22.05%	-	8,000,000	8,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 5, 2023	22.20%	-	1,000,000	1,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 8, 2023	21.75%	-	6,700,000	6,700,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 8, 2023	22.15%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	September 15, 2023	22.15%	-	3,000,000	3,000,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	September 15, 2023	21.50%	-	8,000,000	8,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 22, 2023	21.50%	-	8,032,986	8,032,986	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	October 2, 2023	22.15%	-	3,000,000	3,000,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	September 22, 2023	21.25%	-	3,000,000	3,000,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	October 2, 2023	21.50%	-	8,066,109	8,066,109	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	October 6, 2023	22.15%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	October 13, 2023	22.15%	-	1,500,000	1,500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	October 13, 2023	21.60%	-	5,000,000	5,000,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	October 20, 2023	22.10%	-	500,000	500,000	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	October 13, 2023	22.40%	-	2,500,000	2,500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	October 13, 2023	22.40%	-	500,000	500,000	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	November 1, 2023	22.15%	-	1,500,000	1,500,000	-	-	-	-	-
				6,715,426	113,919,155	120,634,581	-	-	-	-	-
Balance carried forward				6,715,426	423,504,155	430,219,581	-	-	-	-	-

NBP MONEY MARKET FUND

Name of the investee company	Rating	Maturity date	Profit rate	As at July 1, 2023	Amount placed		As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
					Purchased during the year	Matured during the year					total investments of the Fund	net assets of the Fund
(Rupees in '000)											(%)	
Balance brought forward				6,715,426	423,504,155	430,219,581	-	-	-	-		
PAIR Investment Company Limited	AA, PACRA	October 27, 2023	21.75%	-	7,000,000	7,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	November 3, 2023	22.15%	-	500,000	500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	November 13, 2023	22.15%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	December 15, 2023	22.05%	-	2,000,000	2,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	November 10, 2023	21.90%	-	1,900,000	1,900,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	November 20, 2023	22.05%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	November 27, 2023	22.05%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	December 4, 2023	22.10%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	December 18, 2023	22.10%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	December 15, 2023	22.00%	-	7,000,000	7,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	December 22, 2023	22.05%	-	2,000,000	2,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	December 18, 2023	21.90%	-	7,000,000	7,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	December 26, 2023	22.10%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	December 27, 2023	21.85%	-	5,000,000	5,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	December 29, 2023	22.90%	-	2,000,000	2,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	January 2, 2024	22.10%	-	2,500,000	2,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	January 8, 2024	22.10%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	January 15, 2024	22.10%	-	2,500,000	2,500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	February 2, 2024	21.55%	-	7,000,000	7,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	January 22, 2024	22.00%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Brunei Investment Company	AA+, VIS	January 9, 2024	21.15%	-	3,000,000	3,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	January 11, 2024	21.15%	-	3,000,000	3,000,000	-	-	-	-	-	-
Pak Brunei Investment Company	AA+, VIS	January 26, 2024	21.00%	-	7,000,000	7,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	January 29, 2024	21.75%	-	2,500,000	2,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	February 6, 2024	21.75%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	January 30, 2024	21.50%	-	2,500,000	2,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	February 12, 2024	21.75%	-	2,500,000	2,500,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	March 18, 2024	21.60%	-	7,500,000	7,500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	February 16, 2024	21.50%	-	7,500,000	7,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	February 20, 2024	21.75%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	February 28, 2024	21.65%	-	2,500,000	2,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 1, 2024	21.60%	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	March 1, 2024	21.30%	-	6,500,000	6,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 8, 2024	21.75%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 14, 2024	21.65%	-	2,000,000	2,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	March 15, 2024	21.40%	-	6,500,000	6,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 15, 2024	21.60%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 22, 2024	21.70%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 28, 2024	21.65%	-	2,000,000	2,000,000	-	-	-	-	-	-
Pak Brunei Investment Company	AA+, VIS	March 22, 2024	21.45%	-	7,000,000	7,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	March 29, 2024	21.60%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	April 5, 2024	21.70%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	March 29, 2024	21.90%	-	2,800,000	2,800,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	April 16, 2024	21.75%	-	2,000,000	2,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	April 19, 2024	21.75%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	April 22, 2024	21.70%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 6, 2024	21.75%	-	2,000,000	2,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	April 26, 2024	21.75%	-	2,500,000	2,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 8, 2024	21.75%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 16, 2024	21.70%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Brunei Investment Company	AA+, VIS	May 10, 2024	21.60%	-	4,000,000	4,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	May 2, 2024	22.00%	-	3,000,000	3,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 3, 2024	21.80%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 20, 2024	21.75%	-	2,000,000	2,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	May 8, 2024	21.90%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 22, 2024	21.75%	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	May 9, 2024	22.00%	-	1,200,000	1,200,000	-	-	-	-	-	-
				-	158,900,000	158,900,000	-	-	-	-	-	-
Balance carried forward				6,715,426	582,404,155	589,119,581	-	-	-	-		

NBP MONEY MARKET FUND

Name of the investee company	Rating	Maturity date	Profit rate	As at July 1, 2023	Amount placed		As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
					Purchased during the year	Matured during the year					total investments of the Fund	net assets of the Fund
(Rupees in '000)											(%)	
Balance brought forward				6,715,426	582,404,155	589,119,581	-	-	-	-	-	-
Pak Brunei Investment Company	AA+, VIS	May 10, 2024	22.00%	-	1,200,000	1,200,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 24, 2024	21.80%	-	500,000	500,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	May 17, 2024	22.15%	-	3,000,000	3,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	May 30, 2024	21.70%	-	1,500,000	1,500,000	-	-	-	-	-	-
Pak Brunei Investment Company	AA+, VIS	May 24, 2024	21.75%	-	3,000,000	3,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 3, 2024	21.75%	-	2,000,000	2,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 11, 2024	21.75%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 24, 2024	21.85%	-	500,000	500,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	June 6, 2024	21.95%	-	2,000,000	2,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 13, 2024	21.70%	-	1,500,000	1,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 24, 2024	21.70%	-	3,000,000	3,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	June 4, 2024	21.60%	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	June 5, 2024	21.50%	-	5,000,000	5,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	June 6, 2024	21.60%	-	1,360,000	1,360,000	-	-	-	-	-	-
Pak Oman Investment Company Limited	AA+, VIS	June 7, 2024	21.10%	-	1,400,000	1,400,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	June 14, 2024	21.70%	-	5,500,000	5,500,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 14, 2024	21.00%	-	1,000,000	1,000,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	June 21, 2024	20.75%	-	1,000,000	1,000,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	June 21, 2024	20.65%	-	5,165,000	5,165,000	-	-	-	-	-	-
Pak Kuwait Investment Company (Private) Limited	AAA, PACRA	June 24, 2024	20.50%	-	5,845,000	5,845,000	-	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	July 5, 2024	21.00%	-	1,500,000	-	1,500,000	1,500,000	1,500,000	-	3.46%	2.04%
PAIR Investment Company Limited	AA, PACRA	July 5, 2024	20.85%	-	1,000,000	-	1,000,000	1,000,000	1,000,000	-	2.31%	1.36%
PAIR Investment Company Limited	AA, PACRA	July 8, 2024	20.80%	-	2,000,000	-	2,000,000	2,000,000	2,000,000	-	4.61%	2.72%
PAIR Investment Company Limited	AA, PACRA	July 9, 2024	20.80%	-	1,900,000	-	1,900,000	1,900,000	1,900,000	-	4.38%	2.58%
Total as at June 30, 2024				6,715,426	635,274,155	635,589,581	6,400,000	6,400,000	6,400,000	-	14.76%	8.69%
Total as at June 30, 2023								6,715,426	6,715,426	-	12.87%	9.93%

5.4 Term deposit receipts

Name of the bank	Rating	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Matured during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
											total investments of the Fund	net assets of the Fund
(Rupees in '000)											%	
COMMERCIAL BANKS												
Bank Alfalah Limited	AA+, PACRA	July 4, 2023	22.50%	5,082,849	-	5,082,849	-	-	-	-	-	-
Bank Alfalah Limited	AA+, PACRA	January 5, 2024	22.20%	-	5,000,000	5,000,000	-	-	-	-	-	-
Total as at June 30, 2024								-	-	-	-	-
Total as at June 30, 2023								5,082,849	5,082,849	-	9.74%	7.51%

5.5 Certificate of investments

Name of the investee company	Rating	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Matured during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation	Market value as a percentage of	
											Total investments of the Fund	Net assets of the Fund
(Rupees in '000)											%	
Pak Oman Investment Company Limited	AA+, VIS	April 29, 2024	22.10%	-	3,000,000	3,000,000	-	-	-	-	-	-
Total as at June 30, 2024								-	-	-	-	-
Total as at June 30, 2023								-	-	-	-	-

	Note	2024 ----- Rupees in '000 -----	2023 ----- Rupees in '000 -----
5.6 Net unrealised appreciation / (diminution) on re measurement of investments classified as financial 'assets at fair value through profit or loss'			
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	43,372,280	40,377,108
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	(43,328,924)	(40,419,608)
		<u>43,356</u>	<u>(42,500)</u>
6 PROFIT RECEIVABLE			
Profit receivable on bank balances		143,713	332,852
Profit receivable on term deposit receipts		-	12,533
Profit receivable on letters of placement		38,757	16,559
Profit receivable on pakistan investment bonds		226,986	-
		<u>409,456</u>	<u>361,944</u>
7 DEPOSIT AND PREPAYMENT			
Security deposit with Central Depository Company Limited*		100	100
Prepaid annual rating fee		346	315
		<u>446</u>	<u>415</u>
*related party balance			
8 PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY - RELATED PARTY			
Remuneration payable to the Management Company	8.1	36,461	32,809
Sindh sales tax payable on remuneration of the Management Company	8.2	4,740	4,265
Reimbursement of allocated expenses payable	8.3	21,763	19,771
Reimbursement of selling and marketing expenses payable	8.4	155,001	73,258
Sales load and transfer load payable		3,234	4,640
Sindh sales tax payable on sales load		420	603
Federal Excise Duty on remuneration of the Management Company and sales load	8.5	44,418	44,418
ADC charges payable including Sindh sales tax		383	327
		<u>266,420</u>	<u>180,091</u>

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

2024	2023	
Rate applicable from July 1, 2023 to June 30, 2024	Rate applicable from December 01, 2022 to June 30, 2023	Rate applicable from July 1, 2022 to November 30, 2022
3% of net income subject to floor and capping of 0.40% and 1% per annum of average net assets	3% of net income subject to floor and capping of 0.40% and 1% per annum of average net assets	2.2% of net income subject to floor and capping of 0.30% and 1% per annum of average net assets

- 8.2** During the year, an amount of Rs. 61.168 million (2023: Rs. 35.915 million) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (2023: 13%).
- 8.3** In accordance with Regulation 60 of the NBFC Regulations, an asset management company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

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

2024	2024	2023
Rate applicable from June 24, 2024 to June 30, 2024	Rate applicable from July 1, 2023 to June 23, 2024	Rate applicable from July 1, 2022 to June 30, 2023
0.07% of average annual net assets	0.125% of average annual net assets	0.125% of average annual net assets

- 8.4** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at the following rates keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008, subject to total expense being lower than actual expense incurred.

2024		2023					
From July 1, 2023 to Jun 30, 2023	From Jun 28, 2023 to Jun 30, 2023	From Apr 7, 2023 to Jun 27, 2023	From Mar 10, 2023 to Apr 6, 2023	From Dec 8, 2022 to Mar 9, 2023	From Dec 1, 2022 to Dec 7, 2022	From Sept 26, 2022 to Nov 30, 2022	From July 1, 2022 to Sept 25, 2022
0.42% of average annual net assets	0.48% of average annual net assets	0.47% of average annual net assets	0.36% of average annual net assets	0.25% of average annual net assets	0.18% of average annual net assets	0.15% of average annual net assets	0.12% of average annual net assets

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period till June 30, 2016 amounting to Rs. 44.418 million (2023: Rs. 44.418 million) is being retained in these financial statements of the Fund as the matter is pending before the SHC. Had the provision for FED not been made, the net asset value per unit of the Fund as at June 30, 2024 would have been higher by Re 0.0060 (2023: Re 0.0066) per unit.

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

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE - RELATED PARTY	Note	2024 ----- Rupees in '000 -----	2023 ----- Rupees in '000 -----
	Trustee fee payable	9.1	3,220	2,896
	Sindh sales tax payable on trustee fee	9.2	419	376
			<u>3,639</u>	<u>3,272</u>

9.1 The Trustee is entitled to monthly remuneration of 0.055% (2023: 0.055%) per annum of net assets for services rendered to the Fund under the provisions of the Trust Deed.

9.2 During the year, an amount of Rs. 5.397 million (2023: Rs. 4.252 million) was charged on account of Sindh sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (2023: 13%).

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2024 ----- Rupees in '000 -----	2023 ----- Rupees in '000 -----
	Fee payable	10.1	<u>4,390</u>	<u>11,893</u>

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2023: 0.02%) per annum of the daily net assets during the year ended June 30, 2024.

Further, the Fund is required to pay the SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay the SECP fee within three months of the close of accounting year.

11	ACCRUED EXPENSES AND OTHER LIABILITIES	2024 ----- Rupees in '000 -----	2023 ----- Rupees in '000 -----
	Auditors' remuneration	812	840
	Withholding tax	105,618	77,395
	Capital gain tax	19,934	8,158
	Legal and professional charges payable	153	134
	Bank charges payable	722	55
	Printing charges payable	163	77
	Brokerage payable	174	97
	Other payables	<u>39,377</u>	<u>39,377</u>
		<u>166,953</u>	<u>126,133</u>

12 CONTINGENCIES AND COMMITMENTS

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

13	NUMBER OF UNITS IN ISSUE	2024 ----- Number of units -----	2023 ----- Number of units -----
	Total units in issue at the beginning of the year	6,779,148,918	5,146,177,660
	Units issued during the year	17,302,674,732	28,010,198,502
	Less: units redeemed during the year	<u>(16,727,268,457)</u>	<u>(26,377,227,244)</u>
	Total units in issue at the end of the year	<u>7,354,555,193</u>	<u>6,779,148,918</u>

	2024	2023
	----- Rupees in '000 -----	
14 AUDITORS' REMUNERATION		
Annual audit fee	568	516
Half yearly review	222	201
Other certification	-	100
Out of pocket and Sindh sales tax expenses	114	108
	<u>904</u>	<u>925</u>

15 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at June 30, 2024 is 1.39% (2023: 1.01%) which includes 0.16% (2023: 0.09%) representing government levy including sales tax and the SECP fee. The prescribed limit for the ratio is 2% (2023: 2%) (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as an money market scheme.

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 capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2024 to the unit holders in the manners as explained above, no provision for taxation has been made in these financial statements.

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

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 17.1** Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, directors and key management personnel of the Management Company and other associated companies. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 17.2** 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.
- 17.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 17.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 17.5** Allocated expenses and selling and marketing expenses are reimbursed by the Fund to the Management Company subject to the maximum prescribed Total Expense Ratio.

17.6 Details of the transactions with related parties / connected persons during the year are as follows:

	2024	2023
	----- Rupees in '000 -----	
NBP Fund Management Limited - the Management Company		
Remuneration of the Management Company	470,524	276,267
Sindh sales tax on remuneration of the Management Company	61,168	35,915
Reimbursement of allocated expenses	93,589	74,334
Reimbursement of selling and marketing expenses	317,009	158,013
Sales load and transfer load	3,655	5,243
ADC charges including Sindh sales tax	382	327
Dividend re-invested: 11,473,455 units (2023: 5,684,911 units)	114,566	56,484
Units issued: 199,104,322 units (2023: 336,749,417 units)	1,987,089	3,348,231
Units redeemed: 172,960,177 units (2023: 324,356,787 units)	1,744,098	3,253,698
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of the Trustee	41,513	32,707
Sindh sales tax on remuneration of the Trustee	5,397	4,252
Dividend re-invested: 5,967,952 units (2023: 4,703,278 units)	59,591	46,731
Units issued: 5,018,879 units (2023: 35,244,951 units)	50,057	350,001
Units redeemed: 19,452,867 (2023: Nil)	197,000	-
Employees of the Management Company		
Dividend re-invested: 559,850 units (2023: 641,322 units)	5,590	6,372
Units issued: 26,789,176 units (2023: 105,574,433 units)	268,009	1,050,811
Units redeemed: 32,188,049 units (2023: 113,036,135 units)	324,526	1,134,092
National Bank of Pakistan - Parent Company		
Purchase of Market Treasury Bills	-	2,773,263
Profit on bank balances	3,358	5,389
Dr. Amjad Waheed - Chief Executive Officer of the Management Company		
Dividend re-invested: 118,779 units (2023: 41,687 units)	1,186	414
Units issued: 3,155,904 units (2023: 12,510,936 units)	31,494	124,532
Units redeemed: 5,645,625 units (2023: 10,734,536 units)	56,765	107,312
Muhammad Murtaza Ali - Company Secretary and Chief Operating Officer of the Management Company		
Dividend re-invested: 8,639 units (2023: 12,082 units)	86	120
Units issued: 399,900 units (2023: 1,906,778 units)	3,991	18,969
Units redeemed: 518,245 units (2023: 1,807,855 units)	5,196	18,071
Taurus Securities Limited - subsidiary of Parent company		
Dividend re-invested: 105 units (2023: 86,196 units)	1	856
Units issued: 805 units (2023: 5,034,703 units)	8	50,000
Units redeemed: Nil (2023: 5,120,899 units)	-	51,257
Imran Zafar - Director of the Management Company		
Dividend re-invested: 105,827 units (2023: 58,110 units)	1,057	577
Units issued: 56 units (2023: 1,208,347 units) *	-	12,000
Units redeemed: 767,604 units (2023: 722,340 units)	7,703	7,226

	2024	2023
	----- Rupees in '000 -----	
National Fullerton Asset Management Employee Provident Fund - Provident Fund of the Management Company		
Units issued: 217,163 units (2023: 20,194,145 units)	2,168	200,618
Dividend re-invested: 2,904,022 units (2023: 20,681,601 units)	28,986	207,777
Units redeemed: 3,984,504 units (2023: Nil)	39,935	-
Fauji Fertilizer Company Limited - common directorship		
Dividend re-invested: 127,845,517 units (2023: 41,988,679 units)	1,276,558	417,206
Units issued: 1,446,857,216 units (2023: 7,796,832,065 units)	14,440,196	77,625,262
Units redeemed: 1,975,124,119 units (2023: 7,666,015,475 units)	19,842,000	76,648,241
Reliance Enterprises - a related party		
Dividend re-invested: 694 units (2023: 473 units)	7	5
Haider Amjad - a related party		
Dividend re-invested: 742 units (2023: 13,345 units)	7	133
Units issued: 119,376 units (2023: 1,028,463 units)	1,192	10,227
Units redeemed: 270,417 units (2023: 891,508 units)	2,717	8,922
Rohma Amjad - a related party		
Dividend re-invested: 1,665 units (2023: 1,862 units)	17	19
Units issued: 20,042 units (2023: 453,102 units)	200	4,506
Units redeemed: 410,194 units (2023: 59,851 units)	4,134	600
Reeha Amjad - a related party		
Dividend re-invested: 12,869 units (2023: 10,417 units)	129	104
Units issued: 90,691 units (2023: 635,673 units)	905	6,315
Units redeemed: 565,521 units (2023: 201,446 units)	5,686	2,020
Baltoro Partners (Pvt.) Limited - common directorship		
Dividend re-invested: 210,408 units (2023: 8,047 units)	2,101	80
Units issued: 1,362,070 units (2023: 121,399 units)	13,592	1,206
Telenor Microfinance Bank Limited - common directorship		
Purchase of Market Treasury Bills	2,387,291	8,426,233
Sale of Market Treasury Bills	2,912,544	-
Portfolios managed by the Management Company		
Dividend re-invested: 20,779,857 units (2023: 3,653,783 units)	207,490	36,304
Units issued: 531,332,213 units (2023: 1,393,518,543 units)	5,307,108	13,856,157
Units redeemed: 468,827,076 units (2023: 1,669,384,085 units)	4,733,583	16,758,513
Purchase of Market Treasury Bills	3,292,011	1,103,449
Sale of Market Treasury Bills	1,518,984	-
CDC Trustee NBP Cash Plan I - a related party		
Units issued: 739,237,979 units (2023: 725,867,574 units)	7,377,420	7,209,380
Units redeemed: 875,659,772 units (2023: 228,917,668 units)	8,802,700	2,287,400
CDC Trustee NBP Cash Plan II - a related party		
Units issued: 3,453,794,839 units (2023: 1,051,244,570 units)	34,467,973	10,441,110
Units redeemed: 2,896,528,727 units (2023: 531,081,527 units)	29,114,000	5,315,712

*Nil due to rounding off

17.7	2024	2023
	----- Rupees in '000 -----	
NBP Fund Management Limited - the Management Company		
Remuneration payable to the Management Company	36,461	32,809
Sindh sales tax on remuneration of the Management Company	4,740	4,265
Reimbursement of allocated expenses payable	21,763	19,771
Reimbursement of selling and marketing expenses payable	155,001	73,258
Sales load and transfer load payable	3,234	4,640
Sindh sales tax payable on sales load	420	603
Federal Excise Duty on remuneration of the Management Company and sales load	44,418	44,418
ADC charges payable including Sindh sales tax	383	327
Units held: 92,632,146 units (2023: 55,014,546 units)	927,081	549,028
Central Depository Company of Pakistan Limited - the Trustee		
Trustee remuneration payable	3,220	2,896
Sindh sales tax payable on remuneration of the Trustee	419	376
Security deposit	100	100
Units held: 31,482,193 units (2023: 39,948,229)	315,080	398,671
National Bank of Pakistan - Parent of the Management Company		
Bank balances	83,291	33,265
Profit receivable on bank balances	851	3,596
Dr. Amjad Waheed - Chief Executive Officer of the Management Company		
Units held: 5,992 units (2023: 2,376,934 units)	60	23,721
Muhammad Murtaza Ali - Company Secretary and Chief Operating Officer of the Management Company		
Units held: 1,299 units (2023: 111,005 units)	13	1,108
Imran Zafar - Director of Management Company		
Units held: 271,817 units (2023: 933,538 units)	2,720	9,316
Employees of the Management Company *		
Units held: 6,108,824 units (2023: 10,229,426 units)	61,138	102,087
National Fullerton Asset Management Employee Provident Fund - Provident Fund of the Management Company		
Units held: 993,551 units (2023: 1,856,870 units)	9,944	18,531
Reliance Enterprises - a related party		
Units held: 4,457 units (2023: 3,763 units)	45	38
Fauji Fertilizer Company Limited - common directorship / unit holders with more than 10% holding		
Units held: 577,934,125 units (2023: 978,355,511 units)	5,784,080	9,763,694
Taurus Securities Limited - subsidiary of Parent company		
Units held: 910 units (2023: Nil)	9	-
Haider Amjad - a related party		
Units held: Nil (2023: 150,299 units)	-	1,500

	2024	2023
	----- Rupees in '000 -----	
Reeha Amjad - a related party		
Units held: 4,935 units (2023: 466,896 units)	49	4,659
Rohma Amjad - a related party		
Units held: 6,626 units (2023: 395,113 units)	66	3,943
Portfolios managed by the Management Company *		
Units held: 147,020,567 units (2023: 63,740,762 units)	1,471,414	636,114
Baltoro Partners (Pvt.) Limited - common directorship		
Units held: 1,705,975 units (2023: 133,497 units)	17,074	1,332
CDC Trustee NBP Cash Plan I - a related party		
Units held: 360,528,113 units (2023: 496,949,906 units)	3,608,237	4,959,411
CDC Trustee NBP Cash Plan II - a related party		
Units held: 1,077,429,155 units (2023: 520,163,043 units)	10,783,126	5,191,071

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

18	CASH AND CASH EQUIVALENTS	Note	2024	2023
			----- Rupees in '000 -----	
	Bank balances	4	31,578,231	15,498,778
	Government Securities - Market Treasury Bills *	5.1	1,178,172	37,940,647
	Letters of placement *	5.3	6,400,000	6,715,426
	Term deposit receipts *	5.4	-	5,082,849
			39,156,403	65,237,700

*original maturity of 3 months or less

----- 2024 -----				
		At fair value through profit or loss	At amortised cost	Total
----- (Rupees in '000) -----				
19	FINANCIAL INSTRUMENTS BY CATEGORY			
	Financial assets			
	Bank balances	-	31,578,231	31,578,231
	Investments	43,372,280	-	43,372,280
	Profit receivable	-	409,456	409,456
	Deposits	-	100	100
	Receivable against transfer of units	-	92,082	92,082
		43,372,280	32,079,869	75,452,149
	Financial liabilities			
	Payable to NBP Fund Management Limited - the Management Company	-	266,420	266,420
	Payable to Central Depository Company of Pakistan Limited - the Trustee	-	3,639	3,639
	Payable against redemption of units	-	1,405,044	1,405,044
	Accrued expenses and other liabilities	-	41,401	41,401
		-	1,716,504	1,716,504

	2023		
	At fair value through profit or loss	At amortised cost	Total
	(Rupees in '000)		
Financial assets			
Bank balances	-	15,498,778	15,498,778
Investments	52,175,383	-	52,175,383
Profit receivable	-	361,944	361,944
Deposits	-	100	100
Receivable against transfer of units	-	48,335	48,335
	<u>52,175,383</u>	<u>15,909,157</u>	<u>68,084,540</u>
Financial liabilities			
Payable to NBP Fund Management Limited - the Management Company	-	180,091	180,091
Payable to Central Depository Company of Pakistan Limited - the Trustee	-	3,272	3,272
Payable against redemption of units	-	109,925	109,925
Accrued expenses and other liabilities	-	40,580	40,580
	<u>-</u>	<u>333,868</u>	<u>333,868</u>

20 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 primarily set up to be performed based on the limits established by the Management Company, the constitutive documents of the Fund 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 the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

20.1 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: profit rate risk, currency risk, and price risk.

(i) Profit rate risk

Profit rate risk is the risk that the future cash flows of financial instruments will fluctuate as a result of changes in market profit rates. As of June 30, 2024, the Fund is exposed to such risk on its bank balances, letter of placements and government securities. 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.

(a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds bank balances and Pakistan investment bond 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 for the year and net assets of the Fund would have been higher / lower by Rs 0.361 million (2023: Rs 0.155 million).

(b) Sensitivity analysis for fixed rate instruments

Presently, the Fund holds market treasury bills and placement letters 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 for the year and net assets of the Fund would have been lower / higher by Rs. 0.389 million (2023: Rs. 0.522 million).

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

Yield / profit rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date.

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

----- 2024 -----						
Effective profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
----- Rupees in '000 -----						
Financial assets						
Bank balances	11.01% - 21.05%	31,577,858	-	-	373	31,578,231
Investments	20.8% - 22.60%	7,578,172	35,794,108	-	-	43,372,280
Profit receivable		-	-	-	409,456	409,456
Deposits		-	-	-	100	100
Receivable against transfer of units		-	-	-	92,082	92,082
		39,156,030	35,794,108	-	502,011	75,452,149
Financial liabilities						
Payable to NBP Fund Management Limited - the Management Company		-	-	-	266,420	266,420
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	3,639	3,639
Payable against redemption of units		-	-	-	1,405,044	1,405,044
Accrued expenses and other liabilities		-	-	-	41,401	41,401
		-	-	-	1,716,504	1,716,504
On-balance sheet gap		39,156,030	35,794,108	-	(1,214,493)	
Total profit rate sensitivity gap		39,156,030	35,794,108	-		
Cumulative profit rate sensitivity gap		39,156,030	74,950,138	74,950,138		

----- 2023 -----						
Effective profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
----- Rupees in '000 -----						
Financial assets						
Bank balances	10.00% - 21.15%	15,498,430	-	-	348	15,498,778
Investments	13.50% - 22.20%	52,175,383	-	-	-	52,175,383
Profit receivable		-	-	-	361,944	361,944
Deposits		-	-	-	100	100
Receivable against transfer of units		-	-	-	48,335	48,335
		67,673,813	-	-	410,727	68,084,540
Financial liabilities						
Payable to NBP Fund Management Limited - the Management Company		-	-	-	180,091	180,091
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	3,272	3,272
Payable against redemption of units		-	-	-	109,925	109,925
Accrued expenses and other liabilities		-	-	-	40,580	40,580
		-	-	-	333,868	333,868
On-balance sheet gap		67,673,813	-	-	76,859	
Total profit rate sensitivity gap		67,673,813	-	-		
Cumulative profit rate sensitivity gap		67,673,813	67,673,813	67,673,813		

(ii) Currency risk

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

(iii) Price risk

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

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

20.2 Liquidity risk

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

The Fund is exposed to daily 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. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active or over the counter market and can be readily disposed of and are considered readily realisable.

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

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

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

----- 2024 -----						
Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total

----- Rupees in '000 -----

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company	266,420	-	-	-	-	266,420
Payable to Central Depository Company of Pakistan Limited - the Trustee	3,639	-	-	-	-	3,639
Payable against redemption of units	1,405,044	-	-	-	-	1,405,044
Accrued expenses and other liabilities	40,589	812	-	-	-	41,401
	1,715,692	812	-	-	-	1,716,504

----- 2023 -----						
Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total

----- Rupees in '000 -----

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company	180,091	-	-	-	-	180,091
Payable to Central Depository Company of Pakistan Limited - the Trustee	3,272	-	-	-	-	3,272
Payable against redemption of units	109,925	-	-	-	-	109,925
Accrued expenses and other liabilities	39,740	840	-	-	-	40,580
	333,028	840	-	-	-	333,868

20.3 Credit risk

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

	2024		2023	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
----- (Rupees in '000) -----				
Financial assets				
Bank balances	31,578,231	31,578,231	15,498,778	15,498,778
Investments	43,372,280	6,400,000	52,175,383	11,798,275
Profit receivable	409,456	182,470	361,944	361,944
Deposits	100	100	100	100
Receivable against transfer of units	92,082	92,082	48,335	48,335
	<u>75,452,149</u>	<u>38,252,883</u>	<u>68,084,540</u>	<u>27,707,432</u>

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

20.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and DFIs and term deposit receipts. The credit rating profile of bank balances, accrued profit thereon, letters of placement and term deposit receipts are as follows:

Rating	% of financial assets exposed to credit risk	
	2024	2023
Bank balances and accrued profit thereon		
AAA	40.93%	0.21%
AA+	1.10%	23.03%
AA	0.00%	-
AA-	0.02%	0.02%
Letters of placement		
AAA	-	9.86%
AA	8.48%	-
Term deposit receipts		
AA+	-	7.48%

21 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Financial assets which are tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

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.

Fair value hierarchy

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

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

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

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

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

----- 2024 -----				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Investment in:				
Government securities - Market				
Treasury Bills	-	32,484,430	-	32,484,430
Government securities - Pakistan				
Investment Bonds	-	4,487,850	-	4,487,850
Letters of placement*	-	6,400,000	-	6,400,000
Term deposit receipts*	-	-	-	-
	<u>-</u>	<u>43,372,280</u>	<u>-</u>	<u>43,372,280</u>

----- 2023 -----				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Investment in:				
Government securities - Market				
Treasury Bills	-	40,377,108	-	40,377,108
Letters of placement*	-	6,715,426	-	6,715,426
Term deposit receipts*	-	5,082,849	-	5,082,849
	<u>-</u>	<u>52,175,383</u>	<u>-</u>	<u>52,175,383</u>

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends and to payment of a proportionate share based on the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

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

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

In accordance with the risk management policies as stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

23 UNIT HOLDING PATTERN OF THE FUND

Category	----- June 30, 2024 -----			----- June 30, 2023 -----		
	Number of unit holders	Investment amount	Percentage of total	Number of unit holders	Investment amount	Percentage of total
	(Rupees in '000)			(Rupees in '000)		
Individuals	4,959	11,826,317	16.07%	4,923	12,259,936	18.12%
Associated companies and Directors	8	6,740,968	9.16%	5	600,597	0.89%
Insurance companies	5	375,615	0.51%	3	343,033	0.51%
Banks and DFIs	1	-	-*	1	-	-*
NBFCs	4	15,692,716	21.32%	3	10,150,482	-
Retirement funds	97	5,074,012	6.89%	101	4,045,895	5.98%
Public limited companies	31	15,195,208	20.64%	27	22,922,907	33.88%
Others	222	18,701,213	25.41%	210	17,330,691	25.62%
	5,327	73,606,049	100.00%	5,273	67,653,541	100.00%

*Nil due to rounding off difference

24 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2024 % of commission paid	Name of broker	2023 % of commission paid
C & M Management (Private) Limited	20.39%	Optimus Markets (Private) Limited	25.08%
Alfalah CLSA Securities (Private) Limited	14.01%	Bright Capital (Private) Limited	18.76%
Invest One Markets Limited	10.83%	Magenta Capital (Private) Limited	12.07%
BMA Capital Management Limited	7.96%	Alfalah CLSA Securities (Private) Limited	10.61%
Optimus Markets (Private) Limited	6.93%	Continental Exchange (Private) Limited	6.37%
J.S. Global Capital Limited	6.14%	Invest One Markets Limited	6.20%
Paramount Capital (Private) Limited	5.39%	AKD Securities Limited	3.35%
Bright Capital (Private) Limited	5.38%	BMA Capital Management Limited	2.95%
Pearl Securities (Private) Limited	3.72%	Pearl Securities (Private) Limited	2.82%
Continental Exchange (Private) Limited	3.54%	Icon Securities (Private) Limited	2.24%
	84.30%		90.45%

25 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

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

Name	Designation	Qualification	Overall experience in years
Dr. Amjad Waheed	Chief Executive Officer	MBA / Doctorate in Business Administration / CFA	36
Asim Wahab Khan	Chief Investment Officer	CFA	18
Salman Ahmed (note 25.1)	Head of Fixed Income	CFA	19
Hassan Raza	Head of Research	ACCA / BSC / CFA	13
Usama Bin Razi	Senior Manager - Fixed Income	BE, MBA	20

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

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

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

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

Name of directors	Number of meetings			Meetings not attended
	Held / applicable	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	-	-

27 GENERAL

- 27.1** Figures in these financial statements have been rounded off to the nearest thousand of Rupees, unless otherwise stated.
- 27.2** Corresponding figures have been re-classified and re-arranged in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications have been made in these financial statements during the year.

28 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	For the year ended June 30, 2018
	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')
Net assets at the year / period ended (Rs. '000')	73,606,049	67,653,541	51,107,051	21,623,100	28,236,162	20,598,962	23,192,394
Net Income at the year / period ended (Rs. '000')	15,220,673	9,736,949	3,299,309	1,696,063	3,419,904	2,028,526	1,247,527
Net Asset Value per unit at the year / period ended (Rs.)	10.0082	9.9797	9.9311	9.8986	9.8825	9.8687	10.4050
Offer price per unit	10.1213	10.0925	10.0433	10.0105	9.9383	9.9244	10.4638
Redemption price per unit	10.0082	9.9797	9.9311	9.8986	9.8825	9.8687	10.4050
Ex - Highest offer price per unit (Rs.)	10.1213	10.0925	10.0229	10.0105	9.9383	9.9244	10.4638
Ex - Lowest offer price per unit (Rs.)	8.2756	8.5791	9.9006	9.3318	8.7636	9.1122	9.9084
Ex - Highest redemption price per unit (Rs.)	10.0082	9.9797	10.1362	9.8986	9.8825	9.8687	10.4050
Ex - Lowest redemption price per unit (Rs.)	8.1831	8.4832	10.0125	9.2795	8.7636	9.0578	9.8528
Fiscal Year Opening Ex Nav	8.1786	8.4794	9.8986	9.2278	8.7606	9.0528	9.8513
Total return of the fund	22.30%	17.69%	12.70%	6.69%	12.77%	9.01%	5.62%
Capital growth	2.23%	1.78%	2.17%	0.36%	0.80%	0.47%	0.01%
Income distribution as a % of ex nav	20.07%	15.91%	10.53%	6.33%	11.97%	8.54%	5.61%
Income distribution as a % of par value	20.03%	15.80%	10.42%	6.26%	11.82%	8.41%	5.53%
Distribution							
Interim distribution per unit	2.0031	1.5800	1.0419	0.6257	1.1816	0.7580	0.5531
Final distribution per unit	-	-	-	-	-	0.0830	-
Distribution dates							
Interim	26-Jul-23	28-Jul-22	28-Jul-21	28-Jul-20	30-Jul-19	-	-
Interim	29-Aug-23	30-Aug-22	26-Aug-21	28-Aug-20	29-Aug-19	-	-
Interim	26-Sep-23	28-Sep-22	28-Sep-21	28-Sep-20	28-Sep-19	-	-
Interim	24-Oct-23	27-Oct-22	26-Oct-21	27-Oct-20	29-Oct-19	-	-
Interim	28-Nov-23	29-Nov-22	26-Nov-21	26-Nov-20	28-Nov-19	-	-
Interim	27-Dec-23	27-Dec-22	28-Dec-21	23-Dec-20	27-Dec-19	-	-
Interim	23-Jan-24	26-Jan-23	27-Jan-22	27-Jan-21	28-Jan-20	21-Dec-18	-
Interim	27-Feb-24	28-Feb-23	24-Feb-22	24-Feb-21	27-Feb-20	29-Jan-19	-
Interim	26-Mar-24	29-Mar-23	29-Mar-22	26-Mar-21	27-Mar-20	27-Feb-19	-
Interim	24-Apr-24	27-Apr-23	27-Apr-22	27-Apr-21	29-Apr-20	29-Mar-19	-
Interim	29-May-24	30-May-23	26-May-22	26-May-21	29-May-20	26-Apr-19	-
Interim	26-Jun-24	21-Jun-23	24-Jun-22	23-Jun-21	26-Jun-20	30-May-19	4-Jul-18
Final	-	-	-	-	-	26-Jun-19	-
Average annual return of the Fund (launch date February 24' 2012)							
(Since inception to June 30, 2024)	10.30%						
(Since inception to June 30, 2023)		9.30%					
(Since inception to June 30, 2022)			8.50%				
(Since inception to June 30, 2021)				8.22%			
(Since inception to June 30, 2020)					8.40%		
(Since inception to June 30, 2019)						7.82%	
(Since inception to June 30, 2018)							7.63%
(Since inception to June 30, 2017)							
(Since inception to June 30, 2016)							
(Since inception to June 30, 2015)							
(Since inception to June 30, 2014)							
(Since inception to June 30, 2013)							
(Since inception to June 30, 2012)							
Weighted average portfolio duration	58 Days	32 Days	1 Days	1 Days	22 Days	2 Days	1 Days

"Past performance is not necessarily indicative of future performance and that unit prices and investment return returns may go down, as well as up."

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