

NBP SARMAYA IZAFI FUND

ANNUAL REPORT
2024

AM1
Rated by PACRA

MISSION STATEMENT

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

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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

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

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Khalid Mehmood

Audit & Risk Committee

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

Human Resource & Remuneration Committee

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

Strategy & Business Planning Committee

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

* Pending SECP approval

Trustee

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

Bankers to the Fund

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

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.nbpffunds.com

Lahore Office:

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

Islamabad Office:

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

Peshawar Office:

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

Multan Office:

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

Board of Directors



Dr. Amjad Waheed, CFA
Chief Executive Officer



Shaikh Muhammad Abdul Wahid Sethi
Chairman



Mr. Khalid Mansoor
Director



Mr. Saad Amanullah Khan
Director



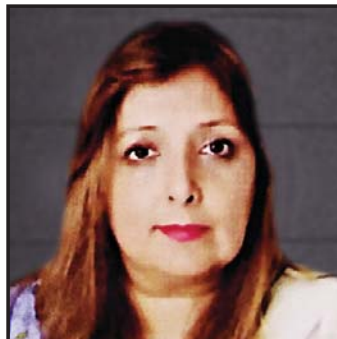
Mr. Faisal Ahmed*
Director



Mr. Ali Saigol
Director



Mr. Ruhail Muhammad
Director



Ms. Mehnaz Salar
Director



Mr. Imran Zaffar
Director

* Pending SECP approval

Senior Management



Dr. Amjad Waheed, CFA
Chief Executive Officer



Mr. Muhammad Murtaza Ali
Chief Operating Officer &
Company Secretary



Mr. Asim Wahab Khan, CFA
Chief Investment Officer



Mr. Ozair Khan
Chief Technology Officer



Mr. Salim S Mehdi
Chief Business
Development Officer



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



Mr. Khalid Mehmood
Chief Financial Officer



Mr. Salman Ahmed, CFA
Head of Fixed Income



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



Mr. Muhammad Umer Khan
Head of Human Resources &
Administration



Syed Sharoz Mazhar, CFA
Head of Business &
Sales Strategy



Mr. Zaheer Iqbal, ACA FPFA
Head of Operations



Mr. Waheed Abidi
Head of Internal Audit



Mr. Hassan Raza, CFA
Head of Research



Mr. Mustafa Farooq
Head of Compliance

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the Fourteenth Annual Report of NBP Sarmaya Izafa Fund (NSIF) for the year ended June 30, 2024.

Fund's Performance

FY2024 was a stellar year for the stock market, as the benchmark KSE-100 index achieved new highs, settling slightly above 78,000 points at period end. During the year, the benchmark Index surged by around 37,000 points, translating into a phenomenal return of 89% in PKR terms and 94% in USD terms, making Pakistan the best performing stock market in the world.

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

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

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

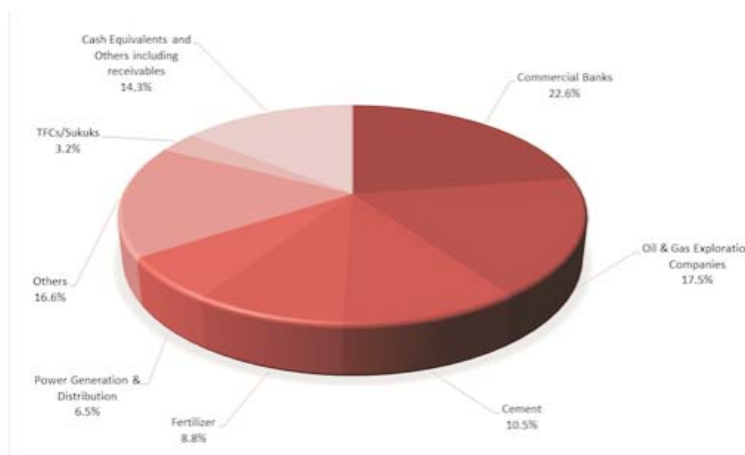
On a positive note, the narrower current account deficit, early reforms in exchange companies, and actions against illicit market activities have improved FX market sentiments and liquidity. Successful negotiations with the International Monetary Fund (IMF) regarding an Extended Fund Facility (EFF) program 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.

During the year, the unit price of NSIF has increased from Rs.15.4580 (Ex-Div) on June 30, 2023 to Rs.21.9547 on June 30, 2024. This shows increase in returns by 71.5% versus 75.1% increase in the benchmark. Thus, the Fund underperformed the benchmark by 3.6% during the year. NSIF underperformance during the year was because the Fund was underweighted in key stocks in Automobile Parts & Accessories, Commercial Banks, Fertilizer, Power Generation & Distribution and Refinery sectors that outperformed the market and was overweight in key stocks in Cement, Glass & Ceramics, Technology & Communication and Textile Composite, sectors that underperformed the market. Since its launch (August 20, 2010), the Fund has risen by 534.6%, versus the benchmark return of 388%, thus to date out-performance is 146.3%. This outperformance is net of management fee and all other expenses. The Fund size is Rs.611 mln as of June 30, 2024.

NSIF has earned a total income of Rs. 303.19 million during the year. After deducting total expenses of Rs. 23.98 million, the net income is Rs. 279.22 million. The resultant per unit gain is Rs.6.49 i.e. 42.02%.

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



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 29.336% of the opening ex-NAV (45.347% 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, excluding realized and unrealized capital gains on investments, 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, 2024.

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

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

2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 27 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 24 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 مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP سرمایہ اضافہ فنڈ کی چودھویں سالانہ رپورٹ برائے ختمہ سال 30 جون 2024 پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

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

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

سیکٹرز اور کارکردگی کے لحاظ سے آٹو اسمبلرز، آٹو پارٹس اینڈ ایسیریز، کیبل اینڈ الیکٹریکل ایشیا، کمرشل بینکنگ، فریٹ لائزر، لیڈر اینڈ ٹیگز، فارماسیوٹیکل، پاور جنریشن اینڈ ڈسٹری بیوشن، ریفریجری اور ٹرانسپورٹ کے شعبوں نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ دوسری جانب سینٹ، کمپیکلز، فوڈ اینڈ پراسسنگ، گلاس اینڈ سٹراکس، انشورنس، انویسٹمنٹ بینک/کمپنیاں، متفرق، تیل و گیس ایکسپلوریشن، آئل اینڈ گیس مارکیٹنگ کمپنیاں، پیپرائنڈ بورڈ، شوگر اینڈ الائیڈ، جیکنا لوجی اینڈ کمپیکیشن اور ایکسٹراکٹس کمپوزٹ سیکٹرز نے مارکیٹ سے اتیر کارکردگی کا مظاہرہ کیا۔ شراکاء کے لحاظ سے مارکیٹ کی سرگرمیوں پر، غیر ملکی، انشورنس اور کمپنیاں بالترتیب 141 ملین امریکی ڈالر، 126 ملین امریکی ڈالر اور 36 ملین امریکی ڈالر کی آمد کے ساتھ سب سے بڑے خالص خریدار رہے۔ اس کے برعکس بینکنگ/DFIs اور فراڈ نے اپنی خالص ہولڈنگز کو بالترتیب 141 ملین امریکی ڈالر اور 60 ملین امریکی ڈالر تک کم کر دیا۔

مالی سال 24 میں اسٹیٹ بینک کی مانیٹری پالیسی کمیٹی (ایم پی سی) کے 8 اجلاس منعقد ہوئے، چوتھی سہ ماہی میں پالیسی شرح 150 پیس 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 ورج 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

یوٹیلیٹی ٹیرف میں مسلسل اضافے سے بھی افراط زر کا نکتہ نظر خطرے میں ہے، جس سے افراط زر کی متوقع کمی سست ہو سکتی ہے۔

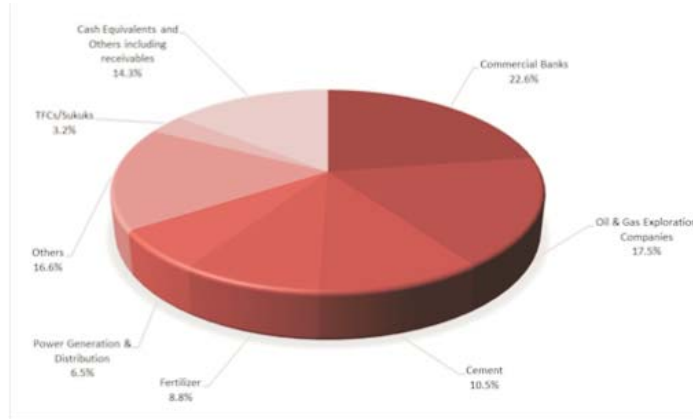
مثبت بات یہ ہے کہ کرنٹ اکاؤنٹ خسارے میں کمی، ایکسیج کمپنیوں میں ابتدائی اصلاحات اور مارکیٹ کی غیر قانونی سرگرمیوں کے خلاف اقدامات سے ایف ایکس مارکیٹ کے جذبات اور لیکویڈیٹی میں بہتری آئی ہے۔ بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) کے ساتھ توسیعی فنڈ سہولت (ای ایف ایف) پروگرام کے حوالے سے کامیاب مذاکرات 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 لیکویڈیزر مبادلہ کے ذخائر 9.4 ارب ڈالر تھے۔

ان پالیسی اقدامات کے جواب میں، سو ریجن 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 بنامیاں 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۔

سال کے دوران، NSIF کے یونٹ کی قیمت 30 جون 2023 کو 15.4580 روپے (Ex-Div) سے بڑھ کر 30 جون 2024 کو 21.9547 روپے ہو گئی۔ یہ بیچ مارک میں 75.1% کے مقابلے میں 71.5% منافع میں اضافہ کو ظاہر کرتی ہے۔ لہذا سال کے دوران فنڈ نے اپنے بیچ مارک سے 3.6% کی ایتر کارکردگی دکھائی۔ NSIF نے سال کے دوران ایتر کارکردگی کا مظاہرہ کیا کیونکہ فنڈ نے آٹوموبائل پارٹس اور لوازمات، کمرشل بینک، فریٹلائزر، پاور جنریشن اینڈ ڈسٹری بیوشن اور ریفاکٹری کے شعبوں میں اہم اسٹاک کو کم اہمیت دی جنہوں نے مارکیٹ میں بہتر کارکردگی کا مظاہرہ کیا اور سیمنٹ، گلاس اینڈ سیرامکس، ٹیکنالوجی اینڈ کمیونیکیشن اور ٹیکسٹائل کمپوزٹ، شعبوں میں اہم اسٹاک کو زیادہ اہمیت دی گئی، جنہوں نے مارکیٹ میں ایتر کارکردگی کا مظاہرہ کیا، جس کے باعث کارکردگی بہتر رہی۔ اپنے آغاز (20 اگست 2010) سے، فنڈ نے 388% بیچ مارک منافع کے مقابلے میں 534.6% منافع کمایا، چنانچہ فنڈ نے آج تک 146.3% کی بہتر کارکردگی دکھائی۔ یہ بہتر کارکردگی انتظامی فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ فنڈ کا ساؤز 30 جون 2024 کو 611 ملین روپے ہے۔

NSIF کو سال کے دوران 303.19 ملین روپے کی مجموعی آمدنی ہوئی۔ 23.98 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد، خالص آمدنی 279.22 ملین روپے ہے۔ جس کے نتیجے میں یونٹ منافع 6.49 روپے یعنی 42.02% ہے۔

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



آمدنی کی تقسیم

بیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2024 کو ختم ہونے والے سال کے دوران اوپننگ ex-NAV کا 29.336 فیصد (بنیادی قیمت کا 45.347 فیصد) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

ٹیکسیشن

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

آڈیٹرز

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

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

- 1 مینجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش 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۔ شہادتیں صحیح اور معقول نظریات پر مبنی ہیں۔
- 4 ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی، معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
- 5 انٹرنل کنٹرول کا نظام مستحکم اور موثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
- 6 فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
- 7 کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
- 8 پرفارمنس ٹیبل / 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 مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے چوراہے منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 27 میں ظاہر کی گئی ہے۔
- 11 یونٹ ہولڈنگ کا تفصیلی پینل مالیاتی گوشواروں کے نوٹ 24 میں ظاہر کیا گیا ہے۔
- 12 ڈائریکٹرز ہی ای او ای ایف او، کمپنی سیکرٹری اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے یونٹس کی تمام خرید و فروخت ان مالیاتی گوشواروں کے نوٹ 19 میں ظاہر کی گئی ہے۔
- 13 کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فہرست 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
•1 جناب خالد منصور •2 جناب سعدان اللہ خان •3 جناب روحیل محمد	غیر جانبدار ڈائریکٹرز
ڈاکٹر امجد وحید (چیف ایگزیکٹو آفیسر)	ایگزیکٹو ڈائریکٹر
•1 شیخ محمد عبدالواحد سیٹھی (چیئر مین) •2 جناب توقیر مظہر •3 محترمہ مہناز سالار •4 جناب علی سیگل •5 جناب عمران ظفر	نان ایگزیکٹو ڈائریکٹرز



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 ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP فنانس مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 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 Sarmaya Izafa 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 Sarmaya Izafa Fund

NBP Sarmaya Izafa Fund (NSIF) is an Open-ended Asset Allocation Fund.

Investment Objective of the Fund

Objective of NSIF is to generate income by investing in debt and money market securities and to generate capital appreciation by investing in equity and equity related securities.

Benchmark

Daily weighted return of KSE-30 Total Return Index & 6-month KIBOR based on Fund's actual allocation, effective from September 01, 2016. Previously 1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE-30 Index Total Return.

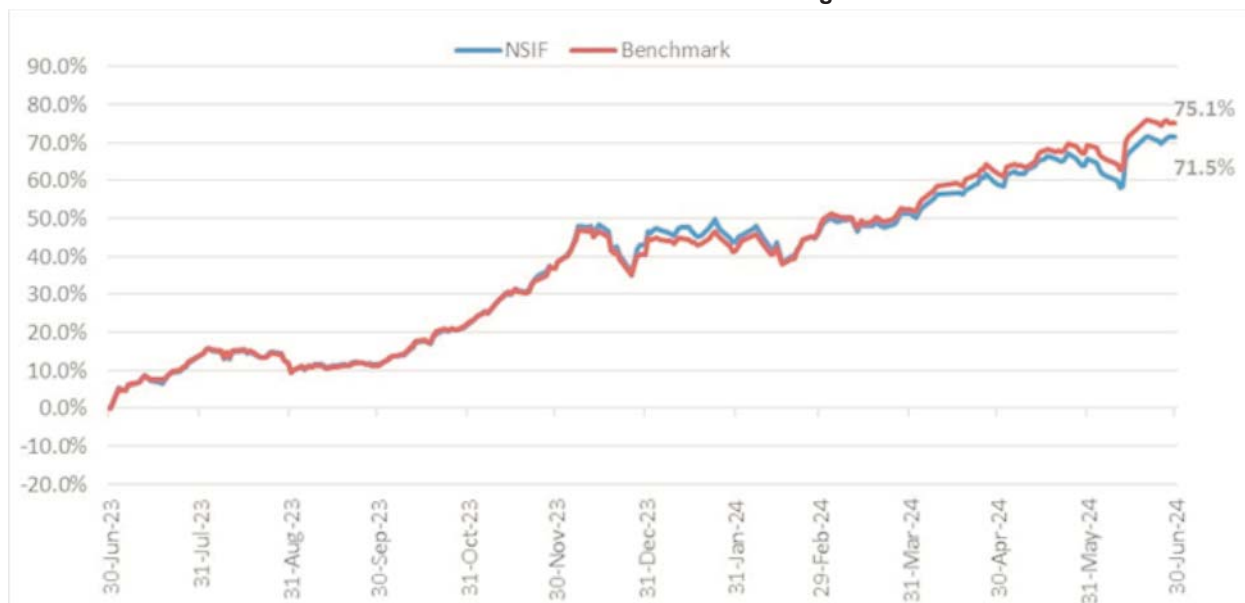
Fund Performance Review

This is the Fourteenth annual report of the Fund. During the fiscal year, NBP Sarmaya Izafa Fund increase by 71.5% versus 75.1% increase in the benchmark. Thus, the Fund underperformed the benchmark by 3.6% during the year. Since its launch (August 20, 2010), the Fund has risen by 534.6%, versus the benchmark return of 388%, thus to date out-performance is 146.3%. This outperformance is net of management fee and all other expenses. The Fund size is 611 mln as of June 30, 2024.

NSIF underperformance during the year was because the Fund was underweight in key stocks in Automobile Parts & Accessories, Commercial Banks, Fertilizer, Power Generation & Distribution and Refinery sectors that outperformed the market and was overweight in key stocks in Cement, Glass & Ceramics, Technology & Communication and Textile Composite, sectors that underperformed the market.

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

NSIF Performance vs. Benchmark during FY24



At the start of the year, NSIF was around 78.6% invested in equities. During the year, we altered the allocation of the Fund based on our view on the relative performance of different asset classes. Towards the end of the year, the allocation in equities was around 82.5%.

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

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

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

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

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

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

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

Asset Allocation of the Fund (% of NAV)

Particulars	30-Jun-24	30-Jun-23
Equities / Stocks	82.5%	78.6%
TFCs / Sukuks	3.2%	6.6%
Cash Equivalents	20.3%	20.0%
Other Net Liabilities	(6.0%)	(5.2%)
Total	100.0%	100.0%

Distribution for the Financial Year 2024

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
Interim	45.35%	26.3616	21.8269

Unit Holding Pattern

Size of Unit Holding (Units)	# of Unit Holders
0-0.99	147
1-1000	457
1001-5000	113
5001-10000	39
10001-50000	70
50001-100000	27
100001-500000	28
500001-1000000	3
1000001-5000000	2
5000001-10000000	2
Total	888

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

To the Unit holders of NBP Sarmaya Izafa Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **NBP Sarmaya Izafa 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. 123.860 million and Rs. 523.836 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: AR202410061Dn93VmMbe

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2024

	Note	2024	2023
		----- Rupees in '000 -----	
ASSETS			
Bank balances	4	123,860	98,278
Investments	5	523,836	417,307
Profit and dividend receivable	6	1,688	2,257
Receivable against sale of investments		-	6,541
Deposits, prepayments and other receivables	7	3,436	3,436
Total assets		652,820	527,819
LIABILITIES			
Payable to NBP Fund Management Limited - the Management Company	8	23,468	22,641
Payable to Central Depository Company of Pakistan Limited - the Trustee	9	115	98
Payable to the Securities and Exchange Commission of Pakistan	10	47	134
Payable against purchase of investments		57	-
Payable against redemption of units		493	11,268
Accrued expenses and other liabilities	11	17,986	3,374
Total liabilities		42,166	37,515
NET ASSETS		610,654	490,304
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		610,654	490,304
CONTINGENCIES AND COMMITMENTS	12		
		-----Number of units-----	
NUMBER OF UNITS IN ISSUE	13	27,814,307	31,718,513
		-----Rupees-----	
NET ASSET VALUE PER UNIT	3.7	21.9547	15.4580

The annexed notes from 1 to 27 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

	2024	2023
Note	----- Rupees in '000 -----	
INCOME		
Profit on bank balances	25,404	8,846
Income on sukuk certificates	426	4,085
Income on term finance certificates	4,705	1,937
Income on government securities	-	12,520
Income on commercial papers	-	1,512
Dividend income	40,992	54,146
Gain / (loss) on sale of investments - net	49,621	(4,791)
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.4 182,049	(35,451)
	231,670	(40,242)
Total income	303,197	42,804
EXPENSES		
Remuneration of NBP Fund Management Limited - the Management Company	8.1 12,209	13,395
Sindh sales tax on remuneration of the Management Company	8.2 1,587	1,741
Reimbursement of allocated expenses	8.4 1,036	1,340
Reimbursement of selling and marketing expenses	8.5 4,830	8,707
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	9.1 1,047	1,340
Sindh sales tax on remuneration of the Trustee	9.2 136	174
Fee to the Securities and Exchange Commission of Pakistan	10.1 498	134
Securities transaction costs	575	455
Settlement and bank charges	495	399
Auditors' remuneration	14 976	964
Legal and professional charges	150	150
Rating fee	323	340
Listing fee	28	27
Printing charges	92	75
Total expenses	23,982	29,241
Net income for the year before taxation	279,215	13,563
Taxation	16 -	-
Net income for the year after taxation	279,215	13,563
Earnings per unit	3.15	
Allocation of net income for the year		
Net income for the year after taxation	279,215	13,563
Income already paid on units redeemed	(42,110)	(29)
	237,105	13,534
Accounting income available for distribution		
- Relating to capital gains	231,670	-
- Excluding capital gains	5,435	13,534
	237,105	13,534

The annexed notes from 1 to 27 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	279,21513,563	
Other comprehensive income	-	-
Total comprehensive income for the year	<u>279,21513,563</u>	

The annexed notes from 1 to 27 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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

	2024			2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at the beginning of the year	(153,095)	643,399	490,304	142,046	643,542	785,588
Issue of 9,738,721 units (2023: 11,717,158 units)						
- Capital value (at ex-net asset value per unit)	150,541	-	150,541	181,396	-	181,396
- Element of income	68,883	-	68,883	591	-	591
Total proceeds on issue of units	219,424	-	219,424	181,987	-	181,987
Redemption 13,642,927 of units (2023: 30,743,450 units)						
- Capital value (at ex-net asset value per unit)	(210,892)	-	(210,892)	(475,945)	-	(475,945)
- Element of loss	(18,516)	(42,110)	(60,626)	(1,183)	(29)	(1,212)
Total payments on redemption of units	(229,408)	(42,110)	(271,518)	(477,128)	(29)	(477,157)
Total comprehensive income for the year	-	279,215	279,215	-	13,563	13,563
Cash distribution during the year ended:						
- 2024 @ Rs. 4.5347 per unit on June 27, 2024	(9,683)	(97,088)	(106,771)	-	-	-
- 2023 @ Re. 0.4316 per unit on June 27, 2023	-	-	-	-	(13,677)	(13,677)
Net assets at the end of the year	(172,762)	783,416	610,654	(153,095)	643,399	490,304
Undistributed income brought forward						
- Realised income		678,850			767,089	
- Unrealised loss		(35,451)			(123,547)	
		643,399			643,542	
Accounting income available for distribution						
- Relating to capital gain	231,670			-		
- Excluding capital gains	5,435			13,534		
	237,105			13,534		
Distribution during the year	(97,088)			(13,677)		
Undistributed income carried forward	783,416			643,399		
Undistributed income carried forward						
- Realised		601,367			678,850	
- Unrealised		182,049			(35,451)	
		783,416			643,399	
		(Rupees)			(Rupees)	
Net assets value per unit at the beginning of the year	15.4580			15.4812		
Net assets value per unit at the end of the year	21.9547			15.4580		

The annexed notes from 1 to 27 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	279,215	13,563
Adjustments for:		
Profit on bank balances	(25,404)	(8,846)
Income on sukuk certificates	(426)	(4,085)
Income on term finance certificates	(4,705)	(1,937)
Income on government securities	-	(12,520)
Income on commercial papers	-	(1,512)
Dividend income	(40,992)	(54,146)
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.4 (182,049)	35,451
	(253,576)	(47,595)
Decrease in assets		
Investments - net	75,520	263,345
Receivable against sale of investments	6,541	3,609
Deposits, prepayments and other receivables	-	16
	82,061	266,970
Increase / (decrease) in liabilities		
Payable to NBP Fund Management Limited - the Management Company	827	(2,766)
Payable to Central Depository Company of Pakistan Limited - the Trustee	17	(59)
Payable to the Securities and Exchange Commission of Pakistan	(87)	(90)
Payable against purchase of investments	57	-
Accrued expenses and other liabilities	14,612	2,281
	15,426	(634)
Profit received	31,058	26,148
Dividend received	41,038	54,152
	72,096	80,300
Net cash generated from operating activities	195,222	312,604
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issuance of units - net of refund of capital	209,741	181,987
Amounts paid against redemption of units	(282,293)	(471,432)
Distributions pay-out	(97,088)	(13,677)
Net cash used in financing activities	(169,640)	(303,122)
Net increase in cash and cash equivalents during the year	25,582	9,482
Cash and cash equivalents at the beginning of the year	98,278	88,796
Cash and cash equivalents at the end of the year	4 123,860	98,278

The annexed notes from 1 to 27 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 Sarmaya Izafa Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 18, 2010 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC rules). The Fund was registered under the Sindh Trusts Act, 2020 on October 14, 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 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan.
- 1.3 The Fund has been categorised as an open ended "Asset Allocation Scheme" by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the Securities and Exchange Commission of Pakistan and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 10 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from August 20, 2010 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The objective of the Fund is to generate income by investing in debt and money market securities and to generate capital appreciation by investing in equity and equity related securities. The Fund also undertakes transactions under margin trading system.
- 1.5 The Pakistan Credit Rating Agency (PACRA) has reaffirmed an asset manager rating of 'AM1' as at June 21, 2024 (2023: 'AM1' as at June 22, 2023) to the Management Company. The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, PACRA has maintained the performance ranking of "3-Star" to the Fund dated August 13, 2024 (2023: "3-Star" dated February 10, 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 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
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), 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 with the requirements of 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 published accounting and reporting standards that are effective in the current year

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

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

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

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

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

2.4 Critical accounting estimates and judgments

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

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5) and federal excise duty (note 8.3).

2.5 Basis of measurement

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values.

2.6 Functional and presentation currency

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

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 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.

3.2 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.

3.3 Financial assets

3.3.1 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.

3.3.2 Classification and subsequent measurement

Debt instruments

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

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

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.

Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the "Statement of Assets and Liabilities" at fair value, with gains and losses recognised in the "Income Statement", except where an irrevocable election has been made at the time of initial recognition to measure the investments at fair value through other comprehensive income (FVOCI). The management considers its investment in equity securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the irrevocable option has not been considered.

The dividend income for equity securities classified under FVPL is recognised in the Income Statement.

Since all investments in equity instruments have been designated as FVPL, the subsequent movement in the fair value of equity securities is routed through the Income Statement.

3.3.3 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 equity securities

The fair value of shares of listed companies is based on their prices quoted on the Pakistan Stock Exchange Limited at the reporting date without any deduction for estimated future selling costs.

3.3.4 Impairment

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 forecasts 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.

3.3.5 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 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.

3.3.6 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.

3.3.7 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.

3.4 Financial liabilities

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

3.4.1 Classification and subsequent measurement

Financial liabilities are classified and subsequently measured at amortised cost.

3.4.2 Derecognition

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.

3.5 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.

3.6 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.

3.7 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.

3.8 Issue and redemption of units

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

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.

3.9 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.

3.10 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 (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV 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 NAV 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.

3.11 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place;
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are recorded in the year in which these arise;

- Income from investments in corporate sukuk certificates and term finance certificates is recognised on an accrual basis using effective interest method;
- Profit on bank balances is recognised on an accrual basis; and
- Dividend income is recognised when the right to receive the dividend is established.

3.12 Expenses

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

3.13 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.

3.14 Taxation

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

3.15 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.

4	BANK BALANCES	Note	2024	2023
			-----Rupees in '000-----	
	Balances with banks in:			
	Savings accounts	4.1	123,552	97,970
	Current accounts	4.2	308	308
			<u>123,860</u>	<u>98,278</u>

4.1 These include balances of Rs. 0.115 million (2023: Rs. 0.117 million) and Rs 0.003 million (2023: Rs 0.003 million) maintained with National Bank of Pakistan and Telenor Microfinance Bank Limited (related parties) respectively that carry profits at the rates of 11.01% (2023: 18.40%) per annum and 20.50% (2023: 19.50%) per annum respectively. Other savings accounts of the Fund carry profits at the rates ranging from 11.01% to 21.25% per annum (2023: 10.00% to 22.60% per annum).

4.2 This represents balance maintained with National Bank of Pakistan (a related party).

5 INVESTMENTS

At fair value through profit or loss

Listed equity securities	5.1	504,022	385,181
Term finance certificates	5.2	19,814	19,589
Corporate sukuk certificates	5.3	-	12,537
		<u>523,836</u>	<u>417,307</u>

5.1 Listed equity securities

Shares of listed companies - fully paid up ordinary shares with a face value of Rs 10 each, unless otherwise stated.

Name of the investee company	Number of shares held					Market value as at June 30, 2024	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2023	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2024		total market value of investments	net assets of the Fund	
						(Rupees in 000)	%		
Oil and gas marketing companies									
Pakistan State Oil Company Limited (note 5.1.2)	85,680	-	-	40,700	44,980	7,476	1.43%	1.22%	0.01%
Hascol Petroleum Limited (note 5.1.2)**	1,861	-	-	-	1,861	12	-	-	-
						7,488	1.43%	1.22%	
Oil and gas exploration companies									
Oil & Gas Development Company Limited (note 5.1.1)	296,000	60,000	-	117,800	238,200	32,245	6.16%	5.28%	0.01%
Pakistan Oilfields Limited**	9,503	3,000	-	-	12,503	6,126	1.17%	1.00%	-
Pakistan Petroleum Limited (note 5.1.1)	323,069	114,800	-	150,100	287,769	33,701	6.43%	5.52%	0.01%
Mari Petroleum Company Limited	21,279	-	-	8,500	12,779	34,661	6.62%	5.68%	0.01%
						106,733	20.38%	17.48%	
Fertilizer									
Engro Corporation Limited	77,070	200	-	40,700	36,570	12,167	2.32%	1.99%	0.01%
Engro Fertilizers Limited**	-	4,600	-	-	4,600	765	0.15%	0.13%	-
Fatima Fertilizer Company Limited	-	114,000	-	-	114,000	5,885	1.12%	0.96%	0.01%
Fauji Fertilizer Bin Qasim Limited	202,500	-	-	127,000	75,500	2,678	0.51%	0.44%	0.01%
Fauji Fertilizer Company Limited - a related party	226,900	20,500	-	49,689	197,711	32,302	6.17%	5.29%	0.02%
						53,797	10.27%	8.81%	
Engineering									
Mughal Iron and Steel Industries Limited	208,459	4,000	-	106,800	105,659	9,826	1.88%	1.61%	0.03%
						9,826	1.88%	1.61%	
Cement									
Kohat Cement Company Limited	157,400	33,600	-	17,201	173,799	43,524	8.31%	7.13%	0.09%
Maple Leaf Cement Factory Limited	-	195,000	-	-	195,000	7,410	1.41%	1.21%	0.02%
Lucky Cement Limited**	23,513	5,500	-	15,350	13,663	12,389	2.37%	2.03%	-
Attock Cement Pakistan Limited**	12,470	16,000	-	22,470	6,000	583	0.11%	0.10%	-
						63,906	12.20%	10.47%	
Textile composite									
Nishat Mills Limited	79,700	46,360	-	42,200	83,860	5,941	1.13%	0.97%	0.02%
Kohinoor Textile Mills Limited (note 5.1.2)	224,194	13,500	-	174,000	63,694	5,284	1.01%	0.87%	0.02%
Gul Ahmed Textile Mills Limited	252,086	-	-	16,000	236,086	4,981	0.95%	0.82%	0.03%
Crescent Textile Mills Limited**	1,875	-	-	-	1,875	25	-	-	-
						16,231	3.09%	2.66%	
Pharmaceuticals									
The Searle Company Limited	39,438	24,282	-	31,050	32,670	1,866	0.36%	0.31%	0.01%
AGP Limited	25,000	13,000	-	6,400	31,600	2,919	0.56%	0.48%	0.01%
Highnoon Laboratories Limited	10,906	-	-	4,300	6,606	4,716	0.90%	0.77%	0.01%
Citi Pharma Limited	37,404	-	-	15,000	22,404	639	0.12%	0.10%	0.01%
Haleon Pakistan Limited**	2,000	4,800	-	2,000	4,800	1,427	0.27%	0.23%	-
						11,567	2.21%	1.89%	
Technology & communication									
Systems Limited	57,629	1,500	-	7,900	51,229	21,429	4.09%	3.51%	0.02%
						21,429	4.09%	3.51%	
Transport									
Pakistan National Shipping Corporation	50,500	300	-	16,800	34,000	10,302	1.97%	1.69%	0.03%
						10,302	1.97%	1.69%	

Name of the investee company	Number of shares held					Market value as at June 30, 2024	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2023	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2024		total market value of investments	net assets of the Fund	
						(Rupees in 000)	%		
Cable & electrical goods									
Pak Elektron Limited	177,760	-	-	59,000	118,760	2,935	0.56%	0.48%	0.01%
						2,935	0.56%	0.48%	
Power generation & distribution									
The Hub Power Company Limited	329,579	32,800	-	131,000	231,379	37,733	7.20%	6.18%	0.02%
Lalpir Power Limited	135,500	-	-	66,000	69,500	1,767	0.34%	0.29%	0.02%
						39,500	7.54%	6.47%	
Commercial banks									
Bank Al Falah Limited	952,678	53,000	-	575,723	429,955	29,245	5.58%	4.79%	0.03%
Bank Al Habib Limited (note 5.1.1)	406,350	19,000	-	212,500	212,850	23,878	4.56%	3.91%	0.02%
Faysal Bank Limited (note 5.1.2)	119,645	50,000	-	33,700	135,945	7,129	1.36%	1.17%	0.01%
Askari Bank Limited	-	437,000	-	92,000	345,000	7,772	1.48%	1.27%	0.02%
Habib Bank Limited	269,967	81,700	-	130,500	221,167	27,431	5.24%	4.49%	0.02%
MCB Bank Limited	47,200	31,700	-	9,100	69,800	15,846	3.02%	2.59%	0.01%
United Bank Limited**	209,801	-	-	201,725	8,076	2,069	0.39%	0.34%	-
Habib Metropolitan Bank Limited	62,000	-	-	62,000	-	-	-	-	-
National Bank of Pakistan - a related party	-	250,000	-	-	250,000	9,288	1.77%	1.52%	0.01%
Meezan Bank Limited**	19,997	53,600	-	8,300	65,297	15,632	2.98%	2.56%	-
						138,290	26.38%	22.64%	
Insurance									
IGI Holdings Limited	-	56,800	-	-	56,800	7,157	1.37%	1.17%	0.04%
						7,157	1.37%	1.17%	
Chemical									
Engro Polymer & Chemicals Limited	54,851	-	-	54,851	-	-	-	-	-
						-	-	-	
Glass and ceramics									
Tariq Glass Industries Limited	63,956	7,500	-	26,800	44,656	5,205	0.99%	0.85%	0.03%
Shabbir Tiles and Ceramics Limited*	676,500	-	-	124,500	552,000	8,004	1.53%	1.31%	0.23%
						13,209	2.52%	2.16%	
Automobile parts & accessories									
Panther Tyres Limited **	28,200	-	-	28,000	200	8	-	-	-
						8	0.00%	0.00%	
Food & personal care products									
Shezan International Limited	13,550	-	-	7,500	6,050	565	0.11%	0.09%	0.06%
						565	0.11%	0.09%	
Miscellaneous									
Synthetic Products Enterprises Limited	59,652	-	-	59,652	-	-	-	-	-
Dawood Lawrencepur Limited	-	4,800	-	-	4,800	1,079	0.21%	0.18%	0.01%
						1,079	0.21%	0.18%	
Total						504,022	96.21%	82.53%	
Carrying value as at June 30, 2024						322,206			
Market value as at June 30, 2023						385,181			
Carrying value as at June 30, 2023						418,305			

5.1.1 Investments include shares with a market value of Rs. 37.479 million (2023: Rs. 20.926 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

- 5.1.2** The Finance Act, 2014 introduced amendments to the Income Tax Ordinance, 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld shall only be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the Sindh High Court, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance, 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Sindh High Court (SHC) in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, CISs filed a fresh constitutional petition via CP 4653 dated July 11, 2019 in the Honourable High Court of Sindh. In this regard, on July 15, 2019, the Honourable High Court of Sindh had issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Fund in lieu of its investments be created in the meantime. The matter is still pending adjudication and the Fund has included these shares in its portfolio, as the management is confident that the decision of the constitutional petition will be in favour of CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. As at June 30, 2024, the bonus shares of the Fund withheld by certain companies at the time of declaration of bonus shares amounted to Rs. 3.208 million (2023: Rs. 1.433 million).

As at June 30, 2024, the following bonus shares of the Fund have been withheld at the time of declaration of bonus shares:

Name of the investee company	2024		2023	
	Bonus shares		Bonus shares	
	Number of shares	Market value	Number of shares	Market value
	(Rupees in 000)		(Rupees in 000)	
Faysal Bank Limited	46,145	2,420	46,145	931
Hascol Petroleum Limited	1,861	12	1,861	8
Kohinoor Textile Mills Limited	5,348	444	5,348	272
Pakistan State Oil Company Limited	1,999	332	1,999	222
	<u>55,353</u>	<u>3,208</u>	<u>55,353</u>	<u>1,433</u>

5.2 Term finance certificates

Name of the security	Security rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Matured / disposed off during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation / (diminution) as at June 30, 2024	Percentage in relation to total market value of investments	Percentage in relation to net assets of the Fund
					Number of certificates			Rs in '000			%		

COMMERCIAL BANKS

Soneri Bank Limited - TFC (Face value of Rs. 99,940 per certificate)	A+, PACRA	Semi-annually	December 26, 2032	6 Months KIBOR plus base rate of 1.70%	200	-	-	200	19,581	19,814	233	3.78%	3.24%
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Total as at June 30, 2024

19,581 19,814 233 3.78% 3.24%

Total as at June 30, 2023

20,000 19,589 (411) 4.69% 4.00%

5.3 Corporate sukuk certificates

Name of the security	Security rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2023	Purchased during the year	Matured / disposed off during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market value as at June 30, 2024	Unrealised appreciation / (diminution) as at June 30, 2024	Percentage in relation to		
					Number of certificates			Rs in '000			%			
POWER GENERATION AND DISTRIBUTION														
The Hub Power Company Limited (Face value of Rs. 25,000 per certificate)	AA+, PACRA	Quarterly	August 22, 2023	3 Months KIBOR plus base rate of 1.90%	500	-	500	-	-	-	-	-	-	
Total as at June 30, 2024									-	-	-	-	-	
Total as at June 30, 2023									14,453	12,537	(1,916)	3.00%	2.56%	

5.4 Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	Note	2024	2023
		----- (Rupees in '000) -----	
Market value of investments	5.1, 5.2 & 5.3	523,836	417,307
Less: carrying value of investments	5.1, 5.2 & 5.3	341,787	452,758
		<u>182,049</u>	<u>(35,451)</u>

6 PROFIT AND DIVIDEND RECEIVABLE

Profit receivable on bank balances		1,618	1,814
Profit receivable on sukuk certificates		70	397
Dividend receivable		-	46
		<u>1,688</u>	<u>2,257</u>

7 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Security deposit with Central Depository Company of Pakistan Limited*		100	100
Security deposit with National Clearing Company of Pakistan Limited		2,750	2,750
Prepaid annual rating fee		154	154
Advance tax	7.1	432	432
		<u>3,436</u>	<u>3,436</u>

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding taxes on profit on bank balances, dividends and debt to the Fund have been deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced by the withholders. The taxes withheld on profit on bank balances, dividends and debt securities amount to Rs 0.432 million (2023: Rs 0.432 million).

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

8	PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY - RELATED PARTY	Note	2024	2023
			----- (Rupees in '000) -----	
	Remuneration of the Management Company	8.1	1,232	825
	Sindh sales tax on remuneration of the Management Company	8.2	160	107
	Federal excise duty on remuneration of the Management Company	8.3	16,000	16,000
	Federal excise duty on sales load	8.3	3,733	3,733
	Reimbursement of allocated expenses payable	8.4	35	261
	Reimbursement of selling and marketing expenses payable	8.5 & 5.6	2,001	1,697
	Sales load and transfer load payable		196	-
	Sindh sales tax on sales load payable		26	-
	ADC charges payable including Sindh sales tax		85	18
			<u>23,468</u>	<u>22,641</u>

- 8.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration under the following rates:

2024		2023
Rate applicable from November 10, 2023 to June 30, 2024	Rate applicable from July 1, 2023 to November 9, 2023	Rate applicable from July 1, 2022 to June 30, 2023
2.5% of average daily net assets	2.5% of average daily net assets	2.5% of average daily net assets

The remuneration is payable to the Management Company in arrears.

- 8.2 During the year, an amount of Rs. 1.587 million (2023: Rs. 1.741 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 @ 13% (2023: 13%).
- 8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Honourable High Court of Sindh (HCS) 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, HCS passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Honourable Supreme Court of Pakistan (HSC) 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 19.733 million (2023: Rs 19.733 million) is being retained in these financial statements of the Fund as the matter is pending before the HSC. 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. 0.71 (2023: Re. 0.62) per unit.

- 8.4 In accordance with Regulation 60 of the NBFC Regulations, an asset management company is entitled to charge fees and expenses for 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:

Rate applicable from July 1, 2023 to June 30, 2024	Rate applicable from July 1, 2022 to June 30, 2023
0.2% of average annual net assets	0.2% of average annual net assets

- 8.5 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.

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

2024		2023
Rate applicable from November 10, 2023 to June 30, 2024	Rate applicable from July 1, 2023 to November 9, 2023	Rate applicable from July 1, 2022 to June 30, 2023
0.73% of average daily net assets	1.3% of average daily net assets	1.3% of average daily net assets

- 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	2023
			----- (Rupees in '000) -----	
	Trustee fee payable	9.1	103	87
	Sindh sales tax payable on Trustee fee	9.2	12	11
			<u>115</u>	<u>98</u>

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed. During the year, the Trustee has charged fee at the rate of 0.2% (2023: 0.2%) of daily net assets per annum.

- 9.2 During the year, an amount of Rs. 0.136 million (2023: Rs 0.174 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (2023: 13%).

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2024	2023
			----- (Rupees in 000) -----	
	Fee payable	10.1	<u>47</u>	<u>134</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 0.095% (2023: 0.02%) per annum of the daily net assets during the year ended June 30, 2024.

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

	2024	2023
	-----Rupees in '000-----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	875	621
Brokerage charges payable	2	107
Settlement charges payable	1,069	305
Withholding tax payable	15,585	1,946
Capital gain tax payable	4	6
Legal and professional charges payable	115	147
Printing charges payable	83	32
Others	253	210
	<u>17,986</u>	<u>3,374</u>

12 CONTINGENCIES AND COMMITMENTS

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

	2024	2023
	----- Number -----	
13 NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the year	31,718,513	50,744,805
Units issued during the year	9,738,721	11,717,158
Less: units redeemed during the year	(13,642,927)	(30,743,450)
Total units in issue at the end of the year	<u>27,814,307</u>	<u>31,718,513</u>

	2024	2023
	-----Rupees in '000-----	
14 AUDITORS' REMUNERATION		
Annual audit fee	584	517
Half yearly review	234	207
Other certification	-	100
Out of pocket expenses	158	140
	<u>976</u>	<u>964</u>

15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the year ended June 30, 2024 is 4.58% (2023: 4.37%) which includes 0.42% (2023: 0.30%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an asset allocation 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 manner as explained above, no provision for taxation has been made in these financial statements during the year.

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

17 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

- 17.1** Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) 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, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 17.2** Transactions with connected persons / related parties essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with 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, 2008.
- 17.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of 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 The details of transactions with related parties / connected persons during the year are as follows:	2024	2023
	----- Rupees in '000 -----	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	12,209	13,395
Sindh sales tax on remuneration of the Management Company	1,587	1,741
Reimbursement of allocated expenses	1,036	1,340
Reimbursement of selling and marketing expenses	4,830	8,707
Sales load and Sindh sales tax on sales load	221	631
ADC charges including Sindh sales tax	68	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	1,047	1,340
Sindh sales tax on remuneration of the Trustee	136	174
Settlement charges	37	21
Employees of the Management Company		
Units issued / transferred in: 671,628 units (2023: 3,490 units)	13,611	55
Units redeemed / transferred out: 52,536 units (2023: 24,329 units)	1,119	373
Dividend re-invested: 31,324 units (2023: 281 units)	687	4
Portfolios managed by the Management Company		
Units issued / transferred in: 956,694 units (2023: 1,756,212 units)	21,000	27,000
Units redeemed / transferred out: 956,694 units (2023: 3,601,544 units)	21,607	56,406
Dividend re-invested: 21,546 units (2023: 22,632 units)	472	350
Fauji Fertilizer Company Limited - common directorship		
Shares purchased: 20,500 shares (2023: 16,200 shares)	2,462	1,668
Shares sold: 49,689 shares (2023: 18,800 shares)	5,428	1,944
Dividend income	3,456	2,857

	2024	2023
	----- Rupees in '000 -----	
Telenor Microfinance Bank Limited - common directorship *		
Profit on bank balance	-	27
Ronak Iqbal Lakhani - unit holder with more than 10% holding		
Units redeemed / transferred out: Nil units (2023: 4,984,283 units)	-	75,000
Dividend re-invested: 887,095 units (2023: 116,958 units)	19,451	1,808
Aftab F. Tapal - unit holder with more than 10% holding		
Units issued / transferred in: Nil units (2023: 113,518 units)	-	1,755
Dividend re-invested: 860,997 units (2023: Nil units)	18,879	-
Khalid Mehmood - Chief Financial Officer *		
Dividend re-invested: 3 unit (2023: 1 units)	-	-
Taurus Securities Limited - Subsidiary of Parent of the Management Company		
Brokerage expense	41	38
17.7 Amounts outstanding as at year end are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	1,232	825
Sindh sales tax on remuneration of the Management Company	160	107
Federal excise duty on sales load	3,733	3,733
Federal excise duty on remuneration of the Management Company	16,000	16,000
Reimbursement of allocated expenses payable	35	261
Reimbursement of selling and marketing expenses	2,001	1,697
Sales and transfer load payable	196	-
Sindh sales tax on sales load payable	26	-
ADC charges payable including Sindh sales tax	85	18
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	103	87
Sindh sales tax on remuneration of the Trustee	12	11
CDS charges payable	171	157
Security deposit	100	100
National Bank of Pakistan - Parent of the Management Company		
Bank balances	423	425
Fauji Fertilizer Company Limited - common directorship		
Shares held: 197,711 shares (2023: 226,900 shares)	32,302	22,336
Employees of the Management Company		
Units held: 663,707 units (2023: 13,291 units)	14,571	205
Portfolios managed by the Management Company		
Units held: 144,111 units (2023: 122,565 units)	3,164	1,895
Khalid Mehmood - Chief Financial Officer *		
Units held: 24 units (2023: 21 units)	1	-
Ronak Iqbal Lakhani - unit holder with more than 10% holding		
Units held: 5,933,353 units (2023: 5,046,258 units)	130,265	78,005

	2024	2023
	----- Rupees in '000 -----	
Aftab F. Tapal - unit holder with more than 10% holding		
Units held: 5,758,800 units (2023: 4,897,803 units)	126,433	75,710
Telenor Microfinance Bank Limited - common directorship		
Bank balance - savings account	3	3
Profit receivable on bank balance	8	21

18 FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets

Bank balances

Investments

Profit and dividend receivable

Deposits

Financial liabilities

Payable to NBP Fund Management Limited -
Management Company

Payable to Central Depository Company of
Pakistan Limited - Trustee

Payable against purchase of investments

Payable against redemption of units

Accrued expenses and other liabilities

----- 2024 -----		
At amortised cost	At fair value through profit or loss	Total
-----Rupees in '000-----		
123,860	-	123,860
-	523,836	523,836
1,688	-	1,688
2,850	-	2,850
<u>128,398</u>	<u>523,836</u>	<u>652,234</u>
23,468	-	23,468
115	-	115
57	-	57
493	-	493
2,397	-	2,397
<u>26,530</u>	<u>-</u>	<u>26,530</u>

Financial assets

Bank balances

Investments

Profit and dividend receivable

Receivable against sale of investments

Deposits

Financial Liabilities

Payable to NBP Fund Management Limited -
Management Company

Payable to Central Depository Company of
Pakistan Limited - Trustee

Payable against redemption of units

Accrued expenses and other liabilities

----- 2023 -----		
At amortised cost	At fair value through profit or loss	Total
-----Rupees in '000-----		
98,278	-	98,278
-	417,307	417,307
2,257	-	2,257
6,541	-	6,541
2,850	-	2,850
<u>109,926</u>	<u>417,307</u>	<u>527,233</u>
22,641	-	22,641
98	-	98
11,268	-	11,268
1,422	-	1,422
<u>35,429</u>	<u>-</u>	<u>35,429</u>

19 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 setup 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.

19.1 Market risk

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

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

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

(i) Yield / profit rate risk

Yield / profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. As of June 30, 2024, the Fund is exposed to such risk on its balances held with banks and investment in term finance certificates. 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 term finance certificates which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs 1.43 million (2023: Rs 1.30 million).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk.

The composition of the Fund's investment portfolio and KIBOR rates 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 profit rates.

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

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

2024					
Effective profit rate (%)	Exposed to 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% - 21.25%	123,552	-	-	308	123,860
Investments	21.83%	-	8	19,806	504,022	523,836
Profit and dividend receivable		-	-	-	1,688	1,688
Deposits		-	-	-	2,850	2,850
		123,552	8	19,806	508,868	652,234

Financial liabilities

Payable to NBP Fund Management Limited - Management Company		-	-	-	23,468	23,468
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	115	115
Payable against purchase of investments		-	-	-	493	493
Accrued expenses and other liabilities		-	-	-	2,397	2,397
Payable against redemption of units		-	-	-	493	493
		-	-	-	26,966	26,966

On-balance sheet gap

	123,552	8	19,806	481,902	625,268
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Total profit rate sensitivity gap

	123,552	8	19,806
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Cumulative profit rate sensitivity gap

	123,552	123,560	143,366
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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% - 22.60%	97,970	-	-	308	98,278
Investments	23.83% - 23.95%	12,537	-	19,589	385,181	417,307
Profit and dividend receivable		-	-	-	2,257	2,257
Receivable against sale of investments		-	-	-	6,541	6,541
Deposits		-	-	-	2,850	2,850
		110,507	-	19,589	397,137	527,233

----- 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 liabilities

Payable to NBP Fund Management Limited - Management Company
 Payable to Central Depository Company of Pakistan Limited - Trustee
 Payable against redemption of units
 Accrued expenses and other liabilities

-	-	-	22,641	22,641
-	-	-	98	98
-	-	-	11,268	11,268
-	-	-	1,422	1,422
-	-	-	35,429	35,429
110,507	-	19,589	361,708	491,804
110,507	-	-		
110,507	110,507	110,507		

On-balance sheet gap

Total profit rate sensitivity gap

Cumulative profit rate sensitivity gap

(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 fair value or 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 respectively.

The Fund has exposure to equity price risk arising from its investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's constitutive documents, the NBFC Regulations and circulars issued by SECP from time to time. The Fund's equity investments and their fair values exposed to price risk as at the year end are concentrated in the sectors given in note 5.1.

In case of 5% increase / decrease in KSE 100 index on June 30, 2024, with all other variables held constant, the total comprehensive income of the Fund for the year would increase / decrease by Rs. 25.201 million (2023: Rs. 19.259 million) and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities classified as financial assets at 'fair value through profit or loss'.

The analysis is based on the assumption that equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KSE 100 Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KSE 100 Index.

19.2 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 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 - Management Company	23,468	-	-	-	-	23,468
Payable to Central Depository Company of Pakistan Limited - Trustee	115	-	-	-	-	115
Payable against purchase of investments	57	-	-	-	-	57
Payable against redemption of units	493	-	-	-	-	493
Accrued expenses and other liabilities	1,522	875	-	-	-	2,397
	25,655	875	-	-	-	26,530
----- 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 - Management Company	22,641	-	-	-	-	22,641
Payable to Central Depository Company of Pakistan Limited - Trustee	98	-	-	-	-	98
Payable against redemption of units	11,268	-	-	-	-	11,268
Accrued expenses and other liabilities	801	621	-	-	-	1,422
	34,808	621	-	-	-	35,429

19.3 Credit risk

19.3.1 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	123,860	123,860	98,278	98,278
Investments	523,836	19,814	417,307	32,126
Profit and dividend receivable	1,688	1,688	2,257	2,257
Receivable against sale of investments	-	-	6,541	6,541
Deposits	2,850	2,850	2,850	2,850
	<u>652,234</u>	<u>148,212</u>	<u>527,233</u>	<u>142,052</u>

There is a possibility of default by participants or failure of the financial market / stock exchanges, the depositories, the settlements or clearing systems, etc. Settlement risk on equity securities is considered minimal because of inherent controls established in the settlement process. The Fund's policy is to enter into financial contracts in accordance with internal risk management policies and instruments guidelines approved by the Investment Committee.

19.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, profit accrued thereon and investments. The credit rating profile of balances with banks, accrued profit thereon and investments are as follows:

Rating	% of financial assets exposed to credit risk	
	2024	2023
Bank balances and accrued profit thereon		
AAA	7.29%	0.15%
AA+	0.05%	1.44%
AA	0.07%	-
AA-	11.80%	16.34%
A+	0.01%	-
A *	-	0.99%
A-	0.01%	-
Corporate sukuk certificates		
AA+	-	2.38%
Term finance certificates		
A+	3.04%	3.72%

21.3.3 Concentration of credit risk

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

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

20 FAIR VALUE MEASUREMENT

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

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

Financial assets which are 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.

20.1 Fair value hierarchy

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

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

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

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

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

----- As at June 30, 2024 -----			
Level 1	Level 2	Level 3	Total
----- Rupees in '000-----			
Listed equity securities	504,022	-	504,022
Term finance certificates	-	19,814	19,814
<u>504,022</u>	<u>19,814</u>	<u>-</u>	<u>523,836</u>

At fair value through profit or loss

Listed equity securities

Term finance certificates

----- As at June 30, 2023 -----			
Level 1	Level 2	Level 3	Total
----- Rupees in '000-----			
Listed equity securities	385,181	-	385,181
Corporate sukuk certificates	-	12,537	12,537
Term finance certificates	-	19,589	19,589
<u>385,181</u>	<u>32,126</u>	<u>-</u>	<u>417,307</u>

At fair value through profit or loss

Listed equity securities

Corporate sukuk certificates

Term finance certificates

21 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 19, 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.

22 UNIT HOLDING PATTERN OF THE FUND

Category	2024			2023		
	Number of unit	Investment amount	Percentage of total	Number of unit	Investment amount	Percentage of total
	(Rupees in '000)			(Rupees in '000)		
Individuals	880	537,586	88.03%	909	348,532	71.08%
Retirement funds	4	65,313	10.70%	9	122,428	24.97%
Others	4	7,755	1.27%	5	19,344	3.95%
	<u>888</u>	<u>610,654</u>	<u>100.00%</u>	<u>923</u>	<u>490,304</u>	<u>100.00%</u>

23 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

2024		2023	
Name of Brokers	Percentage of commission paid	Name of Brokers	Percentage of commission paid
Insight Securities (Private) Limited	9.41%	Taurus Securities Limited	9.50%
Taurus Securities Limited	8.02%	Foundation Securities (Private) Limited	8.36%
Foundation Securities (Private) Limited	7.57%	BMA Capital Management Limited	6.70%
Optimus Capital Management Limited	6.60%	Alfalah Securities (Private) Limited	5.06%
Aqeel Karim Dehdi Securities Private Limited	4.31%	Optimus Capital Management Limited	4.40%
Topline Securities Limited	4.29%	Insight Securities (Private) Limited	4.28%
Alfalah Securities (Private) Limited	4.23%	Intermarket Securities	4.23%
Ismail Iqbal Securities (Private) Limited	3.80%	Topline Securities Limited	4.20%
DJM Securities Limited	3.32%	Aqeel Karim Dehdi Securities Private Limited	4.11%
JS Global Capital Limited	3.11%	EFG Hermes Pakistan Limited	3.97%
	<u>54.66%</u>		<u>54.83%</u>

24 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

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

24.1 The name of the Fund Manager is Asim Wahab Khan. Other funds managed by the Fund Manager are as follows:

- NBP Islamic Sarmaya Izafa Fund
- NBP Islamic Stock Fund
- NAFA Islamic Pension Fund
- NBP Islamic Capital Preservation Plan VI
- NBP Balanced Fund
- NBP Stock Fund
- NBP Financial Sector Fund
- NBP Pakistan Growth Exchange Traded Fund
- NAFA Pension Fund

25 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

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

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

26 GENERAL

Figures in these financial statements have been rounded off to the nearest thousand of rupees, unless otherwise stated.

27 DATE OF AUTHORISATION FOR ISSUE

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

PERFORMANCE TABLE

Particulars	For the year ended June 30, 2024	For the year ended June 30, 2023	For the year ended June 30, 2022	For the year ended June 30, 2021	For the year ended June 30, 2020	For the year ended June 30, 2019
Net assets (Rs. '000')	610,654	490,304	785,588	1,454,047	1,258,442	1,769,397
Net Income (Rs. '000')	279,215	13,563	(67,170)	247,784	99,307	(208,875)
Net Asset Value per units (Rs.)	21.9547	15.4580	15.4812	16.8895	14.6242	14.4623
Offer price per unit	22.6990	15.9820	16.0060	17.4621	15.1200	14.9522
Redemption price per unit	21.9547	15.4580	15.4812	16.8895	14.6242	14.4623
Ex - Highest offer price per unit (Rs.)	22.7123	16.3934	18.1943	17.9437	17.2273	16.8863
Ex - Lowest offer price per unit (Rs.)	13.2332	14.5363	15.8146	14.7238	12.6816	14.8811
Ex - Highest redemption price per unit (Rs.)	21.9676	15.8558	17.5977	17.3554	16.6625	16.3329
Ex - Lowest redemption price per unit (Rs.)	12.7993	14.0596	15.2961	14.2410	12.2658	14.3932
Fiscal Year Opening Ex Nav	12.7989	15.0597	16.89	14.1273	13.5168	15.8337
Total return of the fund	71.54%	2.64%	-8.30%	19.55%	8.19%	-8.66%
Capital growth	50.76%	-0.15%	-8.30%	16.03%	1.20%	-8.66%
Income distribution as % of Ex-NAV	20.78%	2.80%	-	3.52%	7.06%	
Income distribution as % of Par Value	45.35%	4.32%	-	6.03%	10.22%	
Interim distribution per unit	4.5347	0.4316	-	0.6034	1.0216	
Final distribution per unit	-		-	-	-	
Distribution dates						
Interim	26-Jun-24	27-Jun-23		25/Jun/2021	24/Jun/2020	
Final						
Average annual return (launch date 20-08-2010)						
(Since inception to June 30, 2024)	14.25%					
(Since inception to June 30, 2023)		10.70%				
(Since inception to June 30, 2022)			11.40%			
(Since inception to June 30, 2021)				13.43%		
(Since inception to June 30, 2020)					12.82%	
(Since inception to June 30, 2019)						13.36%
(Since inception to June 30, 2018)						
(Since inception to June 30, 2017)						
(Since inception to June 30, 2016)						
(Since inception to June 30, 2015)						

PROXY ISSUED BY THE FUND

The proxy voting policy of **NBP Sarmaya Izafa Fund** duly approved by Board of Directors of the Management Company, is available on the website of NBP Fund Management Limited i.e. www.nbpfunds.com. A detailed information regarding actual proxies voted by the Management Company in respect of the fund is also available without charge, upon request, to all unit holders.

The details of summarized proxies voted are as follows:

NBP SARMAYA IZAFI FUND			
Resolutions	For	Against	Abstain*
8	8	Nil	N/A
100%	100%	-	-

Head Office

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

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds