

DIRECTORS' REPORT

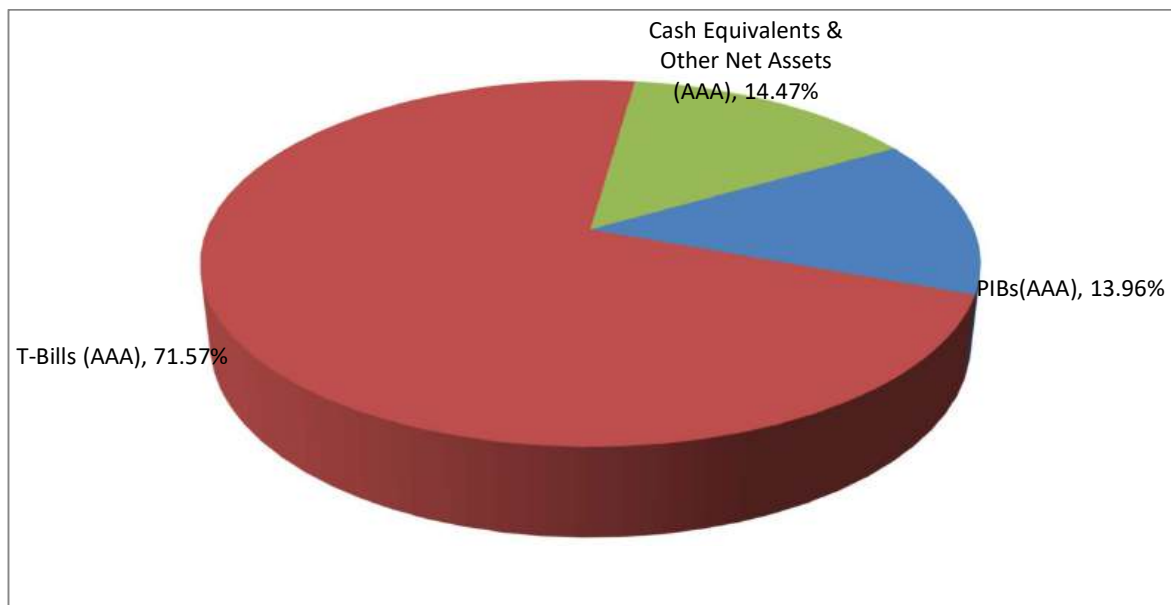
The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited Condensed Interim financial statements of **NBP Government Securities Savings Fund (NGSSF)** for the quarter ended September 30, 2024.

Fund's Performance

Two Monetary Policy Committee (MPC) meetings were held during the quarter, where MPC reduced the policy rate by 300 basis point to 17.5%. The decision was taken amidst sharp fall in inflation & global oil prices, increase in FX reserves, decline in sovereign yields, and improved business confidence. Inflation as measured by CPI drastically decelerated and averaged 9.2% for the quarter compared to 23.8% in FY24. The MPC assessed that the ease in inflation was attributed to contained demand reinforced by improved supplies of major food items, favorable global commodity prices, and delay in upward adjustments in administered energy prices. However, MPC also noted that near-term inflation outlook remained susceptible to risks, owing to the uncertainty stemming from the timing and magnitude of adjustments in administered energy prices, future course of global commodity prices, and any additional taxation measures to meet the shortfall in revenue collection. The SBP's FX reserves increased for the period and were recorded at USD 10.7 billion as of 27-Sep-24 against USD 9.4 billion at June-24 end. SBP conducted six T-Bill auctions realizing a total of Rs. 2.25 trillion against the maturity of Rs. 1.23 trillion and target of Rs. 1.84 trillion. SBP also conducted three PIB auctions realizing a total of Rs. 334 billion for 2-year (zero coupon), 3-year, 5-year and 10-year. The sovereign yields, in anticipation of further rate cuts by SBP in upcoming monetary policies, equally responded to declining interest rate scenario where the yields declined in the range of 196-554 bps; the decline in short term was steeper than long term yields.

The size of NBP Government Securities Savings Fund increased from Rs. 5,312 million to Rs. 8,566 million during the period (a growth of 61%). The unit price of the Fund has increased from Rs. 10.4885 on June 30, 2024 to Rs. 11.1491 on September 30, 2024, thus showing return of 25.0% p.a. as compared to the benchmark return of 18.2% p.a. for the same period. The performance of the Fund is net of management fee and all other expenses. The Fund has been assigned a stability rating of 'AA- (f)' by PACRA.

The Fund has earned a total income of Rs. 402.61 million during the period. After deducting total expenses of Rs. 22.06 million, the net income is Rs. 380.55 million. The asset allocation of NGSSF as on September 30, 2024 is as follows:



Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive

Director

Date October 30, 2024
Place: Karachi.

ڈائریکٹرز کی رپورٹ

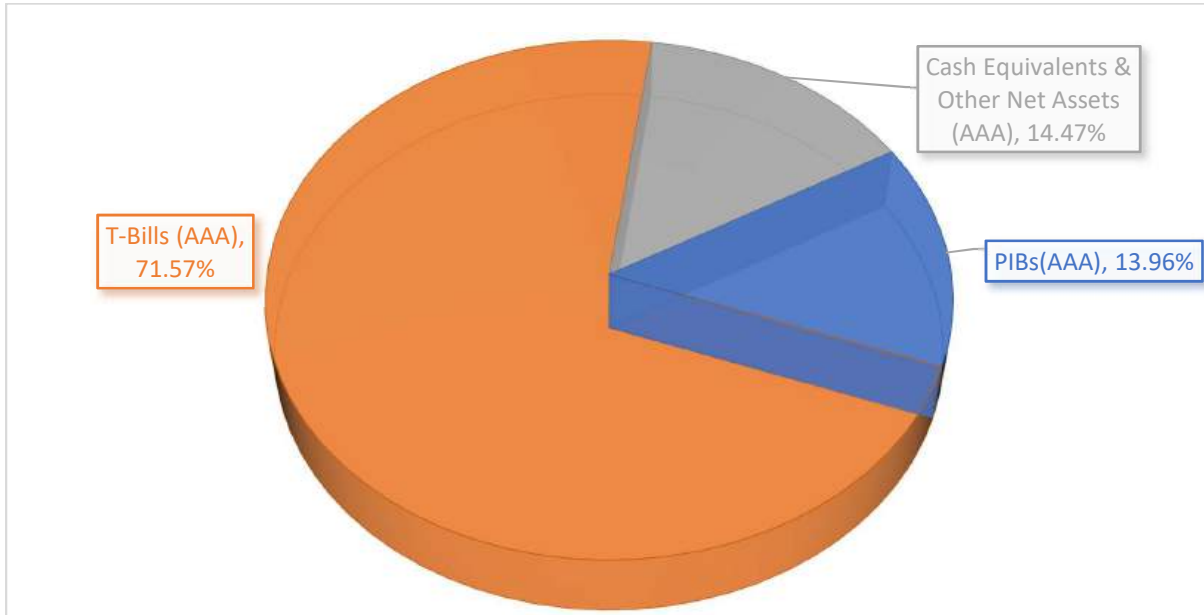
NBP فنڈ شیئمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بعد مسرت 30 ستمبر 2024 کو ختم ہونے والی سرمایہ کے لئے NBP گورنمنٹ سیکورٹیز سیویٹیز فنڈ (NGSSF) کے غیر جانچ شدہ کنٹریڈیٹوری مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

سرمایہ کے دوران مائٹری پالیسی کمیٹی (ایم پی سی) کے دو اجلاس ہوئے، جہاں ایم پی سی نے پالیسی ریٹ کو 300 بیس پوائنٹ کم کر کے 17.5 فیصد کر دیا۔ یہ فیصلہ افراط زر اور تیل کی عالمی قیمتوں میں تیزی سے کمی، زرمبادلہ کے ذخائر میں اضافے، سوریجن منافع میں کمی اور کاروباری اعتماد میں بہتری کے باعث کیا گیا۔ سی پی آئی کی پینکس کے مطابق افراط زر میں تیزی سے کمی آئی اور مئی سال 24 میں 23.8 فیصد کے مقابلے میں رواں سرمایہ کے دوران اوسط 9.2 فیصد رہی۔ ایم پی سی کا اندازہ کہ افراط زر میں کمی انہم ایشیا نے خورد و نوش کی بہتر فراہمی، عالمی اجناس کی موزوں قیمتوں اور توانائی کی قیمتوں میں اضافے میں تاخیر کی بدولت طلب میں اضافہ کی وجہ سے ہوئی ہے۔ تاہم ایم پی سی نے یہ بھی درج کیا کہ توانائی کی انتظامی قیمتوں میں ایڈجسٹمنٹ اور شدت کے وقت، عالمی اجناس کی قیمتوں کے مستقبل کے لائحہ عمل اور محصولات کی وصولی میں کمی کو پورا کرنے کے لئے کسی بھی اضافی ٹیکس اقدامات کی وجہ سے پیدا ہونے والی غیر یقینی صورتحال کی وجہ سے قریب المیعا و افراط زر کا نقطہ نظر خطرات کا شکار ہے۔ اسٹیٹ بینک پاکستان کے زرمبادلہ کے ذخائر میں 27 ستمبر 24 تک بڑھ کر 10.7 بلین ڈالر ہو گئے جو جون 24 کے اختتام پر 9.4 بلین ڈالر تھے۔ کبھی کبھار طویل مدتی نئے کارپوریٹ سکوکس کا اجراء جاری رہا جبکہ ثانوی مارکیٹ میں تجارتی سرگرمی کم دیکھی گئی۔ دوسری جانب کارپوریٹ اداروں کی جانب سے ورکنگ کپٹل کی بڑھتی ہوئی ضروریات کو پورا کرنے کے لئے طویل مدتی سکوکس کا بڑے پیمانے پر اجراء دیکھا گیا۔ اسٹیٹ بینک نے 1.23 ٹریلین روپے کی پیپورٹی اور 1.84 ٹریلین روپے کے ہدف کے مقابلے میں مجموعی طور پر 2.25 ٹریلین روپے کی مجموعی طور پر 6 مئی بلایا میاں کیں۔ اسٹیٹ بینک نے 2 سالہ (زیر کو پن)، 3 سالہ، 5 سالہ اور 10 سال کے لئے مجموعی طور پر 334 ارب روپے کی پی آئی بی بنیائی بھی کی۔ اسٹیٹ بینک کی جانب سے آئندہ مائٹری پالیسیوں میں شرح سود میں مزید کٹوتی کی توقع کے پیش نظر خود مختار منافع نے شرح سود میں کمی کے متظر نامے پر بھی یکساں رد عمل ظاہر کیا جہاں منافع میں 196bps سے 554bps کی حد میں کمی واقع ہوئی۔ طویل مدتی پیداوار میں کمی پیداوار کے مقابلے میں زیادہ تیز تھی۔

موجودہ مدت کے دوران NBP گورنمنٹ سیکورٹیز سیویٹیز فنڈ (NGSSF) کا سائز 5,312 ملین روپے سے بڑھ کر 8,566 ملین روپے ہو گیا (یعنی 61% کا اضافہ)۔ فنڈ کے یونٹ کی قیمت 30 جون 2024 کو 10.4885 روپے سے بڑھ کر 30 ستمبر 2024 کو 11.1491 روپے ہو گئی، لہذا اس مدت کے دوران فنڈ نے اپنے نفاذ مارک منافع 18.2% سالانہ کے مقابلے میں 25.0% سالانہ کا منافع درج کیا۔ فنڈ کی یہ کارکردگی شیئمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔ فنڈ کو PACRA کے ذریعے AA-(f) کی سطح درجہ بندی تفویض کی گئی ہے۔

فنڈ نے موجودہ مدت کے دوران 402.61 ملین روپے کی مجموعی آمدنی کمائی۔ 22.06 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 380.55 ملین روپے ہے۔ 30 ستمبر 2024 کو NGSSF کی ایسٹ ایلوکیشن درج ذیل ہے:



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے منجمنٹ کینیڈا پر اعتماد، اہتمام 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 ڈسٹری بیوٹرز کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP فنڈ منجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 30 اکتوبر 2024

مقام: کراچی

**NBP GOVERNMENT SECURITIES SAVINGS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2024**

		Un-Audited	Audited
		September 30, 2024	June 30, 2024
	Note	------(Rupees in '000)-----	
ASSETS			
Bank Balances	4	964,898	634,352
Investments	5	7,326,675	4,936,945
Profit receivable		94,689	68,556
Receivable against Issuance of units		262,234	103,465
Deposits, prepayments and other receivables		806	860
Total assets		8,649,302	5,744,178
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company		45,113	29,887
Payable to Central Depository Company of Pakistan Limited - Trustee		377	280
Payable to Securities and Exchange Commission of Pakistan	8	447	338
Payable against redemption of units		33,301	354,607
Accrued expenses and other liabilities		4,177	46,616
Total liabilities		83,415	431,728
NET ASSETS		8,565,887	5,312,450
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		8,565,887	5,312,450
CONTINGENCIES AND COMMITMENTS	6	-	-
Number of units in issue		768,301,501	506,504,606
NET ASSET VALUE PER UNIT		11.1491	10.4885

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

**NBP GOVERNMENT SECURITIES SAVINGS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter Ended	
	September 30, 2024	September 30, 2023
	------(Rupees in '000)-----	
INCOME		
Income from Government Securities	2,214	20,029
Income from Pakistan Investment Bonds	69,373	325,267
Income from Market Treasury Bills	189,534	76,693
Profit on bank deposits	27,787	1,255
Capital gain / (loss) on sale of investments - net	424	-
Net unrealised appreciation / (diminution) on re-measurement of investments classified 'at fair value through profit or loss'	113,282	13,244
Total income	402,614	436,488
EXPENSES		
Remuneration of the Management Company	5,513	6,233
Sindh sales tax on remuneration of the Management Company	827	810
Reimbursement of Allocated expenses	1,727	2,801
Reimbursement of Selling and Marketing Expense	11,365	14,380
Remuneration of Central Depository Company of Pakistan Limited - Trustee	826	1,027
Sindh sales tax on remuneration of Trustee	124	134
Fee of the Securities and Exchange Commission of Pakistan	1,127	1,401
Legal & Professional charges	37	37
Settlement and bank charges	46	44
Security Transaction Cost	151	526
Annual listing fee	7	7
Auditors' remuneration	260	154
Fund rating fee	48	48
Printing charges	5	5
Total Expenses	22,063	27,607
Net Income from operating activities	380,551	408,881
Net Income for the period before taxation	380,551	408,881
Taxation	-	-
Net Income for the period after taxation	380,551	408,881
Earnings per unit		
Allocation of net income for the period		
- Net income for the period after taxation	380,551	408,881
- Income already paid on units redeemed	(19,646)	(79,851)
	360,905	329,030
Accounting income available for distribution:		
- Relating to capital gains	424	-
- Excluding capital gains	360,481	4,509
	360,905	4,509

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

**NBP GOVERNMENT SECURITIES SAVINGS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter Ended	
	September 30, 2024	September 30, 2023
	------(Rupees in '000)-----	
Net Income for the period after taxation	380,551	408,881
Other Comprehensive Income	-	-
Total comprehensive income for the period	<u>380,551</u>	<u>408,881</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

**NBP GOVERNMENT SECURITIES SAVINGS FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter Ended Sep-24			Quarter Ended Sep-23		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
----- (Rupees in '000) -----						
Net assets at beginning of the Period	5,232,492	79,958	5,312,450	5,363,692	62,897	5,426,589
Issuance of 388,331,613 units (2023: 609,387,301 units)						
- Capital value	4,073,016		4,073,016	6,370,783		6,370,783
-Element of Income	159,700	-	159,700	160,754	-	160,754
Total proceeds on issuance of units	4,232,716	-	4,232,716	6,531,537	-	6,531,537
Redemption of 126,534,719 units (2022: 1,282,646 units)						
- Capital value	(1,327,159)	-	(1,327,159)	(3,389,855)		(3,389,855)
-Element of loss	(13,025)	(19,646)	(32,671)	(14,468)	(79,851)	(94,319)
Total payments on redemption of units	(1,340,184)	(19,646)	(1,359,830)	(3,404,323)	(79,851)	(3,484,174)
Total comprehensive income for the period	-	380,551	380,551	-	408,881	408,881
Net assets at end of the period	8,125,024	440,863	8,565,887	8,490,906	391,927	8,882,833
Undistributed income brought forward						
- Realised		71,439			70,759	
- Unrealised		8,519			(7,682)	
		79,958			62,897	
Accounting income available for distribution:						
- Relating to capital gains		424			1,225	
- Excluding capital gains		360,481			327,775	
		360,905			329,030	
Undistributed income carried forward		440,863			391,927	
Undistributed income carried forward						
- Realised		327,581			378,683	
- Unrealised		113,282			13,224	
		440,863			391,927	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the Period			10.4885			10.4544
Net assets value per unit at end of the Period			11.1491			11.0454

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

**NBP GOVERNMENT SECURITIES SAVINGS FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

	Quarter Ended	
	September 30, 2024	September 30, 2023
------(Rupees in '000)-----		
CASH FLOW FROM OPERATING ACTIVITIES		
Net Income for the period	380,551	408,881
Net unrealised appreciation / (diminution) on re-measurement of investments classified 'at fair value through profit or loss'	(113,282)	(13,244)
	267,269	395,637
(Increase) / Decrease in assets		
Investments	(2,276,448)	(3,083,266)
Profit receivable	(26,133)	(147,077)
Deposits, prepayments and other receivables	54	2,678
	(2,302,527)	(3,227,665)
Increase / (Decrease) in liabilities		
Payable to the NBP Funds Management Limited - Management Company	15,226	8,076
Payable to Central Depository Company of Pakistan Limited - Trustee	97	139
Payable to the Securities and Exchange Commission of Pakistan	109	210
Payable against purchase of investments	-	499,351
Accrued expenses and other liabilities	(42,439)	(17,423)
	(27,007)	490,353
Net cash (used in) / generated from operating activities	(2,062,265)	(2,341,675)
CASH FLOW FROM FINANCING ACTIVITIES		
Net receipts from issue of units	4,073,947	6,531,245
Net payments on redemption of units	(1,681,136)	(3,491,995)
Net cash generated / (used in) financing activities	2,392,811	3,039,250
Net Increase / (decrease) in cash and cash equivalents during the period	330,546	697,566
Cash and cash equivalents at the beginning of the period	634,352	1,915,810
Cash and cash equivalents at the end of the period	964,898	2,613,376

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

**NBP GOVERNMENT SECURITIES SAVINGS FUND
NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

1. LEGAL STATUS AND NATURE OF BUSINESS

NBP Government Securities Savings Fund (the Fund) was established under a Trust Deed entered into 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 May 30, 2014 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund was registered under the Sindh Trust Act, 2020 on October 14, 2021.

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 (MUFAP).

The Fund has been categorised as an open ended "income scheme" by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by 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 and are transferable and redeemable by surrendering them to the Fund.

The objective of the Fund is to provide unit holders with competitive return from a portfolio of low credit risk securities by investing primarily in government securities.

The Pakistan Credit Rating Agency (PACRA) has reaffirmed an asset manager rating of the Management Company of AM1 on June 21, 2024 (2023: AM1 on June 22, 2023). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, PACRA has maintained the stability rating of "AA-(f)" to the Fund dated March 28, 2024 (2023: "AA-(f)" dated March 28, 2023).

The title to the assets of the Fund are held in the name of CDC as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

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

3. SUMMARY OF ACCOUNTING POLICIES

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.
- 3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2024.

4. BANK BALANCES

	Note	Un-audited As at September 30, 2024	Audited As at June 30, 2024
(Rupees in '000)			
In savings accounts	4.1	964,898	634,352
		<u>964,898</u>	<u>634,352</u>

- 4.1 These balances include Rs 0.863 million (2024: Rs 0.524 million) maintained with National Bank of Pakistan that carries profit at the rate of 08.00% (2024: 20.50%) per annum. Other saving accounts of the Fund carry profit at rates ranging from 08.00% to 18.00% (30 June 2024: 20.50% to 22.75%) per annum.

5. INVESTMENTS

	Note	Un-audited September 30, 2023	Audited June 30, 2024
(Rupees in '000)			
At fair value through profit or loss			
Market Treasury Bills	5.1	6,130,754	3,260,788
Pakistan Investment Bonds	5.2	1,195,921	1,575,989
Government securities - GOP Ijara Sukuks certificates	5.3	-	100,168
		<u>7,326,675</u>	<u>4,936,945</u>

5.1 Investment in Treasury Bills

Issue date	Maturity Date	Tenor in months	Yield	Face value				Market Value as at September 30, 2024	Market Value as a percentage of net assets	Market Value as a percentage of total investments
				As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at September 30, 2024			
(Rupees in '000)										
January 11, 2024	July 11, 2024	6	20.96%	125,000	0.00	125,000	-	1,687	0.02	0.02
October 19, 2023	October 17, 2024	12	22.07%	-	1,700	-	1,700	1,687	0.02	0.02
November 16, 2023	November 14, 2024	12	21.43%	56,000	-	-	56,000	54,894	0.64	0.75
January 11, 2024	January 9, 2025	12	20.79%	3,000	-	-	3,000	2,878	0.03	0.04
May 16, 2024	May 15, 2025	12	20.36%	760,000	-	-	760,000	697,864	8.15	9.52
December 14, 2023	December 12, 2024	12	21.50%	23,000	-	-	23,000	22,301	0.26	0.30
December 28, 2023	December 26, 2024	12	20.90%	79,200	-	-	79,200	76,392	0.89	1.04
February 22, 2024	February 20, 2025	12	20.80%	250	-	-	250	236	0.00	0.00
March 21, 2024	March 20, 2025	12	20.45%	175,000	-	-	175,000	163,758	1.91	2.24
April 4, 2024	April 3, 2025	12	20.84%	399,500	75,000	-	474,500	441,929	5.16	6.03
April 18, 2024	April 17, 2025	12	20.78%	880,000	569,600	-	1,449,600	1,343,623	15.69	18.34
May 2, 2024	May 2, 2025	12	20.84%	750,000	101,900	-	851,900	785,608	9.17	10.72
May 30, 2024	May 29, 2025	12	19.98%	500,000	491,000	-	991,000	905,773	10.57	12.36
July 11, 2024	October 3, 2024	6	19.84%	-	250,000	250,000	-	-	0.00	0.00
August 22, 2024	August 21, 2025	12	16.86%	-	550,000	-	550,000	490,134	5.72	6.69
September 5, 2024	September 4, 2025	12	16.83%	-	850,000	-	850,000	754,491	8.81	10.30
August 8, 2024	August 7, 2025	12	15.40%	-	435,000	-	435,000	389,187	4.54	5.31
								<u>6,130,754</u>	<u>71.57</u>	<u>83.68</u>
Carrying value before fair value adjustment as at September 30, 2024								<u>6,021,194</u>		
Market Value as at June 30, 2024								<u>3,260,788</u>		

5.2 Investment in Pakistan Investment Bond

Issue date	Maturity Date	Tenor in months	Yield	Face value				Market Value as at September 30, 2024	Market Value as a percentage of net assets	Market Value as a percentage of total investments
				As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at September 30, 2024			
(Rupees in '000)										
November 17, 2022	November 17, 2027	5	23.87%	10,000	-	-	10,000	9,810	0.11	0.13
February 9, 2023	February 9, 2025	2	23.03%	25,000	-	-	25,000	24,864	0.29	0.34
September 21, 2023	September 21, 2026	3	24.29%	250,000	-	-	250,000	246,201	2.87	3.36
October 19, 2023	October 19, 2026	3	23.33%	300,000	-	-	300,000	295,321	3.45	4.03
April 6, 2023	April 6, 2025	2	23.81%	13,900	-	-	13,900	13,805	0.16	0.19
October 19, 2023	October 19, 2028	5	23.88%	70,000	-	-	70,000	68,223	0.80	0.93
October 7, 2021	October 7, 2024	3	22.55%	100,000	-	-	100,000	99,981	1.17	1.36
April 18, 2024	April 18, 2029	5	22.67%	850,000	-	400,000	450,000	437,716	5.11	5.97
								<u>1,195,921</u>	<u>13.96</u>	<u>16.32</u>
Carrying value before fair value adjustment as at September 30, 2024								<u>1,192,178</u>		
Market Value as at June 30, 2024								<u>1,575,989</u>		

5.3 Investment in Government of Pakistan Ijara Sukuks

Name of Security	Profit payments / Principal redemptions	Maturity date	Profit rate	As at July 01, 2024	Purchased during the year	Sold during the year	As at September 30, 2024	Market Value as at September 30, 2024	Unrealised appreciation	
				Number of certificates				(Rupees in '000)		
GOP Ijarah sukuk GIS - VRR - XL (Face value of Rs. 100,000 per certificate)	Semi-annually	December 4, 2024	Weighted average six months T-	5,000	-	5,000	-	-	-	
GOP Ijarah sukuk GIS - FRR - XXXII (Face value of Rs. 100,000 per certificate)	Semi-annually	December 4, 2026	16.19%	15,000	-	15,000	-	-	-	
				<u>20,000</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Carrying value before fair value adjustment as at September 30, 2024								<u>-</u>		
Market Value as at June 30, 2024								<u>100,168</u>		

6. CONTINGENCIES AND COMMITMENTS

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

7. SELLING AND MARKETING EXPENSES

The SECP vide circular 11 of 2019 dated July 05, 2019 has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) and prescribed revised conditions for charging of selling and marketing expenses to CIS. The said circular also supersedes circular No. 40 of 2016, circular No. 05 of 2017 and circular No. 5 of 2018. These expenses shall be counted in the total expense ratio cap of the fund. Accordingly, the Management Company has charged selling and marketing expenses at the rate of 0.77% per annum of the net assets of the Fund.

8. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

As per NBFC Regulation 62(1) w.e.f. July 01, 2023, the Asset Management Company, within fifteen days of the close of every calendar month of the Collective Investment Scheme, shall pay the Commission non-refundable fee which is 0.075% of average annual net assets of the CIS.

9 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, therefore, no provision for taxation has been made in these condensed interim financial statements during the period.

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

10 TOTAL EXPENSE RATIO

The annualized total expense ratio (TER) of the Fund based on the current period is 1.46% (September 30, 2023: 1.47%) which includes 0.25% (September 30, 2023: 0.12%) representing Government Levies and the SECP Fee. The prescribed limit for the ratio is 2.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorized as an "income" scheme.

11 TRANSACTIONS WITH CONNECTED PERSONS

- 11.1** Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent of the Management Company and Baltoro Growth Fund being the sponsor of the Management Company. It also includes associated companies of Management Company due to common directorship, post-employment benefit funds of the Management Company, its parent and sponsor. It also includes subsidiaries and associated companies of the Parent of the Management Company and other collective investment schemes (CIS) managed by the Management Company, directors and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the units in issue / net assets of the Fund.
- 11.2** The transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 11.3** Remuneration and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 11.4** Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC regulation and the Trust Deed.

	Quarter ended September 30, 2024	Quarter ended September 30, 2023
(Rupees in '000)		
11.5 Details of the transactions with connected persons are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	5,513	6,233
Sindh sales tax on remuneration of the Management Company	827	810
Reimbursement of Allocated expenses	1,727	2,801
Reimbursement of Selling and Marketing Expense	11,365	14,380
Sales load and transfer generated	768	749
Sales tax on sale load	133	97
ADC charges including Sindh sales tax	350	95
Employees of the Management Company		
Units redeemed / transferred out:1,749,037 units (2023: 1,685,908 units)	19,096	18,276
Units Issued / transferred in:449,917 (2023: 4,797,171 units)	4,897	51,050

	Quarter ended September 30, 2024 (Rupees in '000)	Quarter ended September 30, 2023 (Rupees in '000)
Central Depository Company of Pakistan Limited - Trustee		
Remuneration	826	1,027
Sindh sales tax on remuneration of Trustee	124	134
National Bank of Pakistan - parent company		
Profit on bank deposits	12	1
Portfolio Managed by Management Company		
Units issued: 2,954,878 units (2023: 29,040,737)	31,693	310,857
Units redeemed: 50,217,572 units (2023: 143,791,071)	536,657	1,541,722
Purchase of Market Treasury Bills (MTBs)	753,532	-
NAFA Pension Debt Fund (NPF-Debt)- Entity Managed by Management Company **		
Purchase of Market Treasury Bills (MTBs)	68,187	-
Mohammad Tariq Rafi - unit holder with 10% or more holding*		
Units issued: units (2023: 121,309,278)	-	1,291,055

Un-audited As at September 30, 2023 (Rupees in '000)	Audited As at June 30, 2024 (Rupees in '000)
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11.6 Amounts outstanding as at period end

NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	2,608	1,526
Sindh sales tax payable on remuneration of the Management Company	391	198
Reimbursement of allocated expense payable including Sindh sales tax	5,839	4,112
Reimbursement of selling and marketing expenses payable including Sindh sales tax	32,741	21,376
Sales and transfer load payable	769	100
Sindh sales tax on sales load payable	134	33
Federal Excise Duty on remuneration of the Management Company and sales load	2,236	2,236
ADC charges payable including Sindh sales tax	350	261
Other payable to the Management Company	45	45
Central Depository Company of Pakistan Limited - the Trustee		
Trustee fee payable	328	248
Sindh sales tax payable on Trustee fee	49	32
Security deposit	102	102
National Bank of Pakistan - Parent company		
Bank balance in savings accounts	863	524
Profit receivable	1	1
National Fullerton Asset Management Limited - Employees Provident Fund		
Units held: 1,290,429 units (2024: 1,290,429 units)	14,387	13,535
Employees of the Management Company		
Units held: 1,785,177 units (2024: 486,057 units)	19,903	5,098
Portfolio Managed by Management Company		
Units held: 12,057,282 units (2024: 59,766,990 units)	134,428	626,866

Fauji Fertilizers Company Limited - Common Directorship

Units held: 54,949,895 units (2024: 54,949,895units)

612,642

576,342

* Current period figure has not been shown as the company is not a related party / connected person

** Previous period figure has not been shown as the company was not a related party / connected person

12 DATE OF AUTHORISATION FOR ISSUE

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

13 GENERAL

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

13.2 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

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

Chief Financial Officer

Chief Executive Officer

Director