

NBP FUNDS

Managing Your Savings

اعتماد
Aitemaad



Islamic Savings

اسلامک سیونگ

NBP Fund Management Limited



NBP ISLAMIC STOCK FUND

HALF YEARLY REPORT
DECEMBER 31, 2024

AM1
Rated by PACRA

MISSION STATEMENT

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

Contents

FUND'S INFORMATION	03
DIRECTORS' REPORT	05
REPORT OF THE TRUSTEE TO THE UNITHOLDERS	09
INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNITHOLDERS	10
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	11
CONDENSED INTERIM INCOME STATEMENT	12
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	13
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	14
CONDENSED INTERIM CASH FLOW STATEMENT	15
NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION	16

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. Faisal Ahmed	Director

Company Secretary & COO

Mr. Muhammad Murtaza Ali

Chief Financial Officer

Mr. Zaheer Iqbal

Audit & Risk Committee

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

Trustee

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

Bankers to the Fund

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



Auditors

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

Legal Advisor

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

Head Office:

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

Lahore Office:

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

Islamabad Office:

1st Floor, Ranjha Arcade
Main Double Road, Gulberg Greens,
Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

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

Multan Office:

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

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the reviewed financial statements of NBP Islamic Stock Fund (NISF) for the half year ended December 31, 2024.

Fund's Performance

Stock market displayed stellar performance during 1HFY25 as the benchmark KMI-30 Index scaled new highs. At period end, the KMI-30 Index settled at around 179,000 points, surging by 41% on a periodic basis.

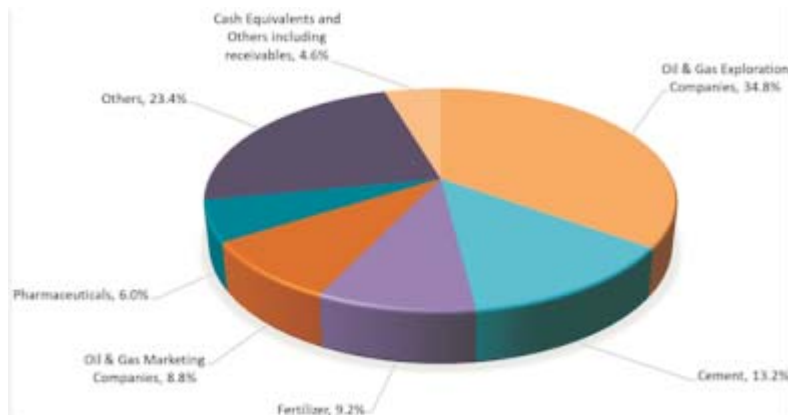
After the robust stock market performance seen in FY24, the strong momentum continued in equities during 1HFY25. Pakistani authorities and the IMF reached a Staff Level Agreement (SLA) for an Extended Fund Facility Arrangement (EFF) of USD 7 billion in July strengthened investor confidence. The international rating agencies, both Fitch Ratings and Moody's, upgraded Pakistan's Long-Term Foreign-Currency Issuer Default Rating by one notch. Other economic indicators also pointed towards gradual improvement. Inflation declined sharply, averaging around 7.2%, with Dec-24 inflation reading at 4.1%, lowest in almost seven years. Consequently, the central bank was able to cut the Policy Rate by another 750 basis points to 13%. Secondary market yields on government instruments fell sharply across all tenures. The yields on short-term papers saw a decline in the range of around 6.5% to 8%, while longer tenure papers also saw yield compression of around 2% to 4.5%. External account also depicted improving trend as the country reported a healthy current account surplus of USD 1.2 billion during 1HFY25, helped by robust growth in remittances, which rose sharply by 33% on a YoY basis. SBP also acted prudently as it purchased around USD 3.3 billion during the July-Oct period from interbank and open market, which propped up the country's FX reserves during the period under review.

In terms of sector-wise performance, Cable & Elec. Goods, Fertilizers, Investments Banks/Companies, Miscellaneous, Oil & Gas Exploration, Oil & Gas Marketing Companies, Pharmaceutical, Refinery, Technology & Communication, Tobacco and Transport sectors outperformed the market. On the contrary, Auto Assemblers, Auto Parts & Accessories, Cements, Chemicals, Commercial Banks, Engineering, Food & Personal Care, Glass & Ceramics, Insurance, Leather & Tanneries, Paper & Board, Power Generation & Distribution, Sugar & Allied Industries, and Textile Composite sectors lagged behind the market. Regarding participants' market activity, Mutual Funds emerged as the single largest buyers with net inflows to the tune of USD 183 million. Companies and Individuals were also net buyers with inflows amounting to USD 27 mn and USD 26 mn, respectively. Conversely, Foreign investors trimmed their net holdings significantly by around USD 187 million due to an Index downgrade by FTSE from Emerging Market status to Frontier Market status for Pakistan, which entailed an outsized foreign outflow during the period under review.

The size of NBP Islamic Stock Fund has increased from Rs. 3,007 million to Rs. 8,172 million during the period, i.e., an increase of 172.0%. During the period the unit price of NBP Islamic Stock Fund (NISF) has increased from Rs. 13.8298 on June 30, 2024 to Rs. 22.0443 on December 31, 2024, thus showing an increase of 59.4%. The Benchmark (KMI-30 Index) for the same period was increased by 41.3%. Thus, the Fund has outperformed its Benchmark by 18.1% during the period under review. Since inception the NAV of the Fund has increased from Rs. 5.9355 (Ex-Div) on January 09, 2015 to Rs. 22.0443 on December 31, 2024, thus showing an increase of 271.4%. During the said period, the Benchmark increased by 240.6%, translating into outperformance of 30.8%. This performance is net of management fee and all other expenses.

NBP Islamic Stock Fund has earned a total income of Rs. 2,410.32 million during the period. After deducting total expenses of Rs. 102.69 million, the net income is Rs. 2,307.63 million. The asset allocation of the Fund as on December 31, 2024 is as follows:

The asset allocation of the Fund as on December 31, 2024 is as follows:



NISF Performance versus Benchmark



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: **February 26, 2025**
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2024ء کو ختم ہونے والی ششماہی کے لئے NBP اسلامک اسٹاک فنڈ (NISF) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

مالی سال 2025 کی پہلی ششماہی کے دوران اسٹاک مارکیٹ نے شاندار کارکردگی کا مظاہرہ کیا، کیونکہ KMI-30 انڈیکس بیچ مارک نئی بلندیوں پر پہنچ گیا۔ مدت کے اختتام پر KMI-30 انڈیکس تقریباً 179,000 پوائنٹس پر مقرر رہا، متواتر بنیاد پر %41 تک اضافہ ہوا۔

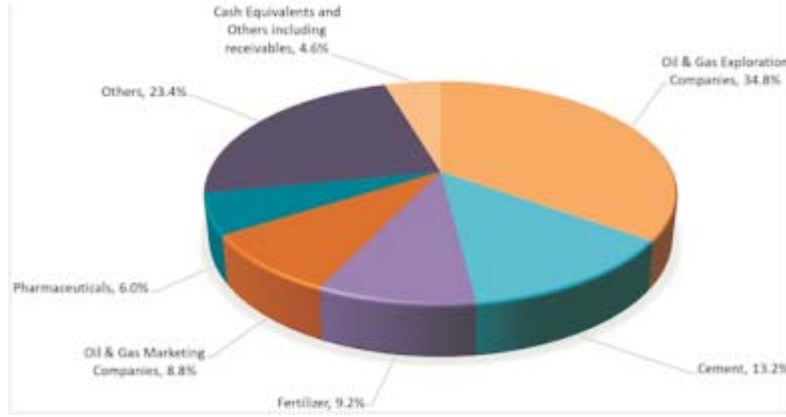
مالی سال 24 میں اسٹاک مارکیٹ کی مضبوط کارکردگی کے بعد، مالی سال 25 کی پہلی ششماہی کے دوران ایکویٹیز میں مستحکم رفتار برقرار رہی۔ پاکستانی حکام اور IMF نے جولائی میں سات (7) بلین ڈالر کے توسیعی فنڈ سہولت انتظامات (EFF) کے لیے اسٹاف لیول معاہدے (ایس ایل اے) پر دستخط کیے، جس سے سرمایہ کاروں کے اعتماد کو تقویت ملی۔ بین الاقوامی ریٹنگ ایجنسیوں فچ ریٹنگز اور موڈیز نے پاکستان کی طویل مدتی فارن کرنسی جاری کنندہ ریٹنگ میں ایک درجہ اضافہ کر دیا ہے۔ دیگر معاشی اشاروں نے بھی بتدریج بہتری ظاہر کی۔ افراط زر کی شرح میں تیزی سے کمی واقع ہوئی اور اوسطاً 7.2 فیصد رہی اور دسمبر 24 تک افراط زر کی شرح 4.1 فیصد رہی جو تقریباً سات سال کی کم ترین سطح ہے۔ نتیجتاً مرکزی بینک پالیسی ریٹ کو مزید 750 بیس پوائنٹس کم کر کے 13 فیصد کرنے میں کامیاب رہا۔ گورنمنٹ انشورمنٹ پر ثانوی مارکیٹ کا شرح منافع تمام ادوار میں تیزی سے گر گیا۔ قلیل مدتی پیپرز پر شرح منافع میں تقریباً 6.5 فیصد سے 8 فیصد کی دیکھی گئی جبکہ طویل مدتی پیپرز کی شرح منافع میں بھی 2 فیصد سے 4.5 فیصد تک کمی دیکھی گئی۔ بیرونی کھاتوں میں بھی بہتری کا رجحان دیکھا گیا کیونکہ مالی سال 2025 کی پہلی ششماہی کے دوران ترسیلات زر میں زبردست اضافہ کے باعث ملک میں 1.2 بلین امریکی ڈالر کا مستحکم کرنٹ اکاؤنٹ سرپلس ریکارڈ کیا گیا، جس میں سال بہ سال کی بنیاد پر 33 فیصد کا تیز ترین اضافہ ہوا۔ اسٹیٹ بینک پاکستان نے جولائی تا اکتوبر کے دوران انٹرنیٹ اور اوپن مارکیٹ سے تقریباً 3.3 بلین ڈالر کی خریداری کی جس سے اس عرصے کے دوران ملک کے زرمبادلہ کے ذخائر میں اضافہ ہوا۔

سیکٹرز اور کارکردگی کے لحاظ سے کیلیں اینڈ ایکٹو گڈز، فریٹلائزرز، انویسٹمنٹ بینکنگ، گھنیز، متفرق، آئل اینڈ گیس ایکسپلوریشن، آئل اینڈ گیس مارکیٹنگ کمپنیز، فارماسیوٹیکل، ریفا سٹری، ٹیکنالوجی اینڈ کمیونیکیشن، تمباکو اور ٹرانسپورٹ کے شعبوں نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ اس کے برعکس آٹو اسمبلرز، آٹو پارٹس اینڈ ایکسیسریز، سیمنٹ، کیمیکلز، کرسٹل بینکنگ، انجینئرنگ، فوڈ اینڈ پراسسنگ، گلاس اینڈ سٹریکس، انشورنس، لیڈ اینڈ ٹینر، پیپر اینڈ بورڈ، پاور جنریشن اینڈ ڈسٹری بیوشن، شوگر اینڈ ایڈوائسٹریز اور ٹیکسٹائل کمپوزٹ سیکٹرز نے مارکیٹ سے اہتر کارکردگی دکھائی۔ شرکاء کی مارکیٹ سرگرمیوں کے حوالے سے میوچل فنڈز 183 بلین امریکی ڈالر کی سرمایہ کاری کے ساتھ سب سے بڑا واحد خالص خریدار رہے۔ کمپنیاں اور افراد بھی بالترتیب 27 بلین ڈالر اور 26 بلین ڈالر کی سرمایہ کاری کے ساتھ خالص خریدار تھے۔ اس کے برعکس غیر ملکی سرمایہ کاروں نے FTSC کی جانب سے ابھر جنگ مارکیٹ کی حیثیت سے پاکستان کے لیے فرٹیر مارکیٹ کا درجہ حاصل کرنے کے انڈیکس میں کمی کی وجہ سے اپنے خالص حصص میں تقریباً 187 بلین ڈالر کی نمایاں کمی کی، جس میں زیر جائزہ مدت کے دوران غیر ملکی اخراج میں اضافہ ہوا۔

موجودہ مدت کے دوران NBP اسلامک اسٹاک فنڈ کا سائز 3,007 بلین روپے سے بڑھ کر 8,172 بلین روپے ہو گیا، یعنی 172% کا اضافہ ہوا۔ اس مدت کے دوران، NBP اسلامک اسٹاک فنڈ (NISF) کے یونٹ کی قیمت 30 جون 2024 کو 13.8298 روپے سے بڑھ کر 31 دسمبر 2024 کو 22.0443 روپے ہو گئی، لہذا بیچ مارک کے مطابق 59.4% کا اضافہ ظاہر کیا۔ اسی مدت کے لئے بیچ مارک (KMI-30 انڈیکس) %41.3 تک بڑھا تھا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیچ مارک میں %18.1 کی بہتر کارکردگی دکھائی۔ اپنے قیام کے وقت سے فنڈ کا NAV (09 جنوری 2015) کو 5.9355 روپے (Ex-Div) سے بڑھ کر 31 دسمبر 2024 کو 22.0443 روپے ہو گیا، لہذا 271.41 فیصد کا اضافہ دیکھا گیا۔ زیر جائزہ مدت کے دوران، بیچ مارک میں 240.6 فیصد تک اضافہ ہوا۔ لہذا فنڈ نے اپنے بیچ مارک سے %30.8 کی بہتر کارکردگی کا مظاہرہ کیا۔ یہ کارکردگی منیجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP اسلامک اسٹاک فنڈ (NISF) کو اس مدت کے دوران 2,410.32 بلین روپے کی مجموعی آمدنی ہوئی۔ 102.69 بلین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 2,307.63 بلین روپے ہے۔

31 دسمبر 2024 کو فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:



NISF کی کارکردگی بہت قابل مبالغہ مارک



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 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 مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 26 فروری 2025ء

مقام: کراچی

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of NBP Islamic Stock Fund (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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.

Badiuddin Akber

Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2025

REVIEW REPORT ON CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Islamic Stock Fund** (the Fund) as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to and forming part of the condensed interim financial statements for the half year ended December 31, 2024 (here-in-after referred to as the 'condensed interim financial statements'). NBP Fund Management Limited (the Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

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

Yousuf Adil

Chartered Accountants

Place: Karachi

Date: February 26, 2025

UDIN: RR202410091jkIGUtJyD

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2024

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	520,951	113,437
Investments	5	7,798,613	2,965,684
Profit receivable		1,315	2,006
Receivable from funds under management by Management Company against conversion of units		114,334	133
Receivable against sale of investments		-	1,522
Advance, deposits and prepayment		7,125	7,270
Total assets		8,442,338	3,090,052
LIABILITIES			
Payable to NBP Fund Management Limited - Management Company	6	68,998	26,238
Payable to Central Depository Company of Pakistan Limited - Trustee	7	806	366
Payable to Securities and Exchange Commission of Pakistan	8	586	230
Payable against conversion and redemption of units		62,076	41
Payable against purchase of investments		86,997	-
Accrued expenses and other liabilities	9	51,362	56,411
Total liabilities		270,825	83,286
NET ASSETS		8,171,513	3,006,766
UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)		8,171,513	3,006,766
CONTINGENCIES AND COMMITMENTS	10	----- Number of units -----	
NUMBER OF UNITS IN ISSUE		370,685,432	217,412,473
		----- Rupees -----	
NET ASSETS VALUE PER UNIT		22.0443	13.8298

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

Note	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
----- (Rupees in '000) -----				
INCOME				
Dividend income	113,226	72,744	68,341	52,138
Profit on bank balances	9,870	12,147	5,292	7,862
Gain on sale of investments at fair value through profit or loss (FVTPL) - net	111,589	245,255	96,517	166,279
Net unrealised appreciation on re-measurement of investments at FVTPL	2,175,632	571,245	2,147,746	422,285
	2,287,221	816,500	2,244,263	588,564
Total income	2,410,317	901,391	2,317,896	648,564
EXPENSES				
Remuneration of NBP Fund Management Limited - Management Company	6.1	52,974	22,818	33,745
Sindh Sales Tax on remuneration of Management Company	6.2	7,946	2,966	5,062
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1	2,623	1,561	1,602
Sindh Sales Tax on remuneration of Trustee	7.2	393	203	240
Reimbursement of selling and marketing expenses	6.3	19,921	14,519	12,383
Sindh Sales Tax on reimbursement of selling and marketing expenses	6.4	2,988	-	1,857
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	6.5	2,963	2,117	2,194
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	6.6	445	-	330
Annual fee - Securities and Exchange Commission of Pakistan		2,013	1,005	1,282
Securities transaction cost		8,489	3,572	6,827
Settlement and bank charges		455	339	228
Auditors' remuneration		696	497	566
Fund rating fee		161	161	120
Annual listing fee		15	14	7
Professional charges		414	64	382
Shariah advisor fee		166	144	83
Printing charges		28	28	14
Total expenses		102,690	50,008	66,922
Net income from operating activities		2,307,627	851,383	2,250,974
Net income for the period before taxation		2,307,627	851,383	2,250,974
Taxation	11	-	-	-
Net income for the period after taxation		2,307,627	851,383	2,250,974
Allocation of net income for the period				
Net income for the period		2,307,627	851,383	
Income already paid on units redeemed		(296,473)	(247,453)	
		2,011,154	603,930	
Accounting income available for distribution:				
- Relating to capital gain		2,011,154	603,930	
- Excluding capital gain		-	-	
		2,011,154	603,930	

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	<u>Half year ended December 31,</u>		<u>Quarter ended December 31,</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	----- (Rupees in '000) -----			
Net income for the period after taxation	2,307,627	851,383	2,250,974	622,147
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	2,307,627	851,383	2,250,974	622,147

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital Value	Accumulated (losses) / Undistributed income	Total	Capital Value	Accumulated losses	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the period (audited)	4,346,861	(1,340,095)	3,006,766	3,816,139	(1,697,711)	2,118,428
Issuance of 407,248,386 units (2023: 139,303,256 units)						
- Capital value (at ex - net assets value per unit)	5,632,164	-	5,632,164	1,446,748	-	1,446,748
- Element of income	1,769,095	-	1,769,095	423,804	-	423,804
Total proceeds on issuance of units	7,401,259	-	7,401,259	1,870,552	-	1,870,552
Redemption of 253,975,427 units (2023: 176,001,494 units)						
- Capital value (at ex - net assets value per unit)	(3,512,429)	-	(3,512,429)	(1,827,881)	-	(1,827,881)
- Element of loss	(735,237)	(296,473)	(1,031,710)	(194,542)	(247,453)	(441,995)
Total payments on redemption of units	(4,247,666)	(296,473)	(4,544,139)	(2,022,423)	(247,453)	(2,269,876)
Total comprehensive income for the period	-	2,307,627	2,307,627	-	851,383	851,383
Net assets at end of the period (un-audited)	7,500,454	671,059	8,171,513	3,664,268	(1,093,781)	2,570,487
Accumulated losses brought forward						
- Realised loss		(2,170,397)			(1,606,608)	
- Unrealised gain / (loss)		830,302			(91,103)	
		(1,340,095)			(1,697,711)	
Accounting income available for distribution						
- Relating to capital gains		2,011,154			603,930	
- Excluding capital gains		-			-	
		2,011,154			603,930	
Undistributed income / Accumulated (losses) carried forward		671,059			(1,093,781)	
Undistributed income / Accumulated (losses) carried forward						
- Realised loss		(1,504,573)			(1,665,026)	
- Unrealised gain		2,175,632			571,245	
		671,059			(1,093,781)	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period		13.8298				10.3856
Net assets value per unit at end of the period		22.0443				15.3665

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	Half year ended December 31,	
	2024	2023
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	2,307,627	851,383
Adjustments for:		
Net unrealised appreciation on re-measurement of investments classified as financial assets at FVTPL	5.2 (2,175,632)	(571,245)
	131,995	280,138
(Increase) / decrease in assets		
Investments - net	(2,657,297)	273,363
Profit receivable	691	(2,232)
Receivable against sale of investments	1,522	26,620
Advance, deposits and prepayment	145	144
	(2,654,939)	297,895
Increase / (decrease) in liabilities		
Payable to NBP Fund Management Limited - Management Company	42,760	(7,491)
Payable to Central Depository Company of Pakistan Limited - Trustee	440	(5)
Payable to Securities and Exchange Commission of Pakistan	356	(618)
Payable against purchase of investments	86,997	362,711
Accrued expenses and other liabilities	(5,049)	(3,605)
	125,504	350,992
Net cash (used in) / generated from operating activities	(2,397,440)	929,025
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received against issuance of units	7,287,058	1,842,250
Amount paid on redemption of units	(4,482,104)	(2,282,927)
Net cash generated from / (used in) financing activities	2,804,954	(440,677)
Net increase in cash and cash equivalents during the period	407,514	488,348
Cash and cash equivalents at beginning of the period	113,437	77,912
Cash and cash equivalents at end of the period	520,951	566,260

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP Islamic Stock Fund (the Fund) was established under a Trust Deed entered into on November 18, 2014 between NBP Fund Management Limited as 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 November 12, 2014 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2 During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on October 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of Mutual Fund Association of Pakistan (MUFAP).
- 1.4 The Fund has been categorised as an open ended "Shariah compliant equity scheme" by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited (PSX). The units of the Fund were initially offered for public subscription at Rs. 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis on January 09, 2015 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 The objective of the Fund is to provide investors with long-term capital growth from an actively managed portfolio of shariah compliant listed equities securities. The investment objectives and policies are explained in the Fund's offering document.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed an asset manager rating of AM1 (June 30, 2024: AM1 on June 21, 2024) to the Management Company and a performance ranking of "3 - Star" as at August 13, 2024 (June 30, 2024: "3-Star" as at February 14, 2024) to the Fund.
- 1.7 The title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

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

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

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

2.3 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2024.

3 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, JUDGMENTS AND CHANGES THEREIN

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 audited financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the 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 these 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 in the annual audited 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 annual audited financial statements as at and for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these do not have any significant impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are not yet effective

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2025. However, these will not have any significant effects on the Fund's financial statements and are, therefore, not detailed in these condensed interim financial statements.

4	BANK BALANCES	Note	(Un-audited)	(Audited)
			December 31, 2024	June 30, 2024
			----- (Rupees in '000) -----	
	In current accounts		12,833	18,346
	In saving accounts	4.1	508,118	95,091
			<u>520,951</u>	<u>113,437</u>

- 4.1 These accounts carry profit at rates ranging from 0.10% to 6.80% (June 30, 2024: 18.00% to 21.75%) per annum.

(Un-audited) (Audited)
December 31, June 30, 2024

Note ----- (Rupees in '000) -----

5 INVESTMENTS

Financial asset at fair value through profit or loss

- Listed equity securities	5.1	7,798,613	2,965,684
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5.1 Listed equity securities

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

Name of the investee company	As at July 01, 2024	Purchases during the period	Bonus / Right Issue	Sales during the period	As at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total Investments	
.....Number of shares held.....						(Rupees in '000)	----- % -----		
OIL & GAS MARKETING COMPANIES									
Attock Petroleum Limited	167	7,885	-	-	8,052	4,464	0.05	0.06	0.01
Pakistan State Oil Company Limited	425,420	1,217,000	-	176,600	1,465,820	645,972	7.91	8.28	0.31
Sui Northern Gas Pipelines Limited	36,500	672,500	-	68,600	640,400	71,686	0.88	0.92	0.10
Hascol Petroleum Limited	1,583	-	-	-	1,583	21	0.00	0.00	0.00
	463,670	1,897,385	-	245,200	2,115,855	722,143	8.84	9.26	
OIL & GAS EXPLORATION COMPANIES									
Pakistan Petroleum Limited	2,759,252	4,185,196	-	954,600	5,989,848	1,219,234	14.92	15.63	0.22
Mari Petroleum Company Limited	92,062	115,000	575,377	162,254	620,185	446,291	5.46	5.72	0.46
Oil and Gas Development Company Limited	2,311,174	3,450,200	-	566,000	5,195,374	1,180,701	14.45	15.14	0.12
	5,162,488	7,750,396	575,377	1,682,854	11,805,407	2,846,226	34.83	36.49	
FERTILIZERS									
Engro Corporation Limited	436,247	64,300	-	188,800	311,747	138,815	1.70	1.78	0.05
Engro Fertilizers Limited	61,300	-	-	61,300	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	476,000	4,641,784	-	5,117,784	-	-	-	-	-
Fatima Fertilizer Company Limited	1,370,130	1,922,500	-	106,000	3,186,630	249,449	3.05	3.20	0.15
Fauji Fertilizer Company Limited	-	982,116	-	-	982,116	359,769	4.40	4.61	0.08
	2,343,677	7,610,700	-	5,473,884	4,480,493	748,033	9.15	9.59	
CEMENT									
Kohat Cement Limited	993,187	176,641	-	86,888	1,082,940	419,466	5.13	5.38	0.54
Lucky Cement Limited	174,016	48,720	-	107,897	114,839	126,379	1.55	1.62	0.04
Maple Leaf Cement Factory Limited	541,502	3,999,000	-	671,266	3,869,236	177,753	2.18	2.28	0.36
Fauji Cement Company Limited	1	5,511,417	-	875,100	4,636,318	169,596	2.08	2.17	0.19
Attock Cement (Pakistan) Limited	498,385	236,665	-	62,400	672,650	181,542	2.22	2.33	0.49
	2,207,091	9,972,443	-	1,803,551	10,375,983	1,074,736	13.16	13.78	
MISCELLANEOUS									
Ecopack Limited	2	-	-	-	2	-	-	-	0.00
Synthetic Products Enterprises Limited	16,637	-	-	-	16,637	733	0.01	0.01	0.02
Shifa International Hospitals Limited	-	340,285	-	-	340,285	134,892	1.65	1.73	0.54
	16,639	340,285	-	-	356,924	135,625	1.66	1.74	
AUTOMOBILE PARTS & ACCESSORIES									
Agriauto Industries Limited*	250	-	-	-	250	27	0.00	0.00	0.00
Thal Limited*	6,094	-	-	-	6,094	2,515	0.03	0.03	0.01
Panther Tyres Limited	120,499	-	-	-	120,499	5,620	0.07	0.07	0.07
	126,843	-	-	-	126,843	8,162	0.10	0.10	
AUTOMOBILES ASSEMBLER									
Millat Tractors Limited	4	-	-	-	4	2	0.00	0.00	0.00

NBP ISLAMIC STOCK FUND

Name of the investee company	As at July 01, 2024	Purchases during the period	Bonus / Right Issue	Sales during the period	As at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total Investments	
						(Rupees in '000)	%		
.....Number of shares held.....									
GLASS AND CERAMICS									
Tariq Glass Industries Limited	230,176	292,642	-	39,500	483,318	76,538	0.94	0.98	0.28
Ghani Glass Limited	219,000	241,000	-	-	460,000	14,904	0.18	0.19	0.05
Shabbir Tiles and Ceramics Limited*	1,977,500	-	-	123,000	1,854,500	29,839	0.37	0.38	0.77
	2,426,676	533,642	-	162,500	2,797,818	121,281	1.49	1.55	
ENGINEERING									
Mughal Iron and Steel Industries Limited	402,992	-	-	294,800	108,192	8,666	0.11	0.11	0.03
International Steels Limited	151,625	-	-	151,625	-	-	-	-	-
International Industries Limited	64,100	-	-	64,100	-	-	-	-	-
Aisha Steel Mills Limited	572,878	-	-	-	572,878	7,115	0.09	0.09	0.06
	1,191,595	-	-	510,525	681,070	15,781	0.20	0.20	
TEXTILE COMPOSITE									
Kohinoor Textile Mills Limited	948,655	558,354	-	90,700	1,416,309	171,317	2.10	2.21	0.47
Nishat Mills Limited	586,690	2,115,400	-	318,800	2,383,290	255,346	3.12	3.28	0.68
Interloop Limited	3	-	-	-	3	-	-	-	0.00
	1,535,348	2,673,754	-	409,500	3,799,602	426,663	5.22	5.49	
PAPER AND BOARD									
Cherat Packaging Limited	2	-	-	-	2	-	-	-	0.00
Roshan Packages Limited	257,500	-	-	93,000	164,500	3,119	0.04	0.04	0.12
Century Paper & Board Mills Limited	430,500	-	-	-	430,500	14,189	0.17	0.18	0.11
	688,002	-	-	93,000	595,002	17,308	0.21	0.22	
PHARMACEUTICALS									
Abbott Laboratories (Pakistan) Limited	50	73,644	-	-	73,694	91,223	1.12	1.17	0.08
The Searle Company Limited	170,674	770,500	-	49,900	891,274	93,103	1.14	1.19	0.23
Haleon Pakistan Limited	84,200	40,068	-	19,200	105,068	84,860	1.04	1.09	0.09
Highnoon Laboratories Limited	16,800	-	-	16,800	-	-	-	-	-
AGP Limited	164,937	225,700	-	-	390,637	66,447	0.81	0.85	0.14
IBL HealthCare Limited	405,043	100,000	-	41,500	463,543	19,103	0.23	0.24	0.65
Ferozsons Laboratories Limited	6,300	-	-	6,300	-	-	-	-	-
Citi Pharma Ltd.	90,348	-	-	90,347	1	-	-	-	0.00
GlaxoSmithKline Pakistan Limited	-	361,066	-	14,200	346,866	137,675	1.68	1.77	0.11
	938,352	1,570,978	-	238,247	2,271,083	492,411	6.02	6.31	
TECHNOLOGY AND COMMUNICATION									
Avanceon Limited	21,572	44,000	-	-	65,572	4,045	0.05	0.05	0.02
Systems Limited	401,918	59,000	-	103,300	357,618	222,242	2.72	2.86	0.12
	423,490	103,000	-	103,300	423,190	226,287	2.77	2.91	
POWER GENERATION AND DISTRIBUTION									
Hub Power Company Limited	2,084,255	1,392,109	-	879,500	2,596,864	339,904	4.16	4.36	0.20
COMMERCIAL BANKS									
Faysal Bank Limited	682,553	146,000	-	495,000	333,553	16,171	0.20	0.21	0.02
Meezan Bank Limited	1,100,112	391,300	-	154,000	1,337,412	323,614	3.96	4.15	0.07
	1,782,665	537,300	-	649,000	1,670,965	339,785	4.16	4.36	
FOOD AND PERSONAL CARE PRODUCTS									
Al-Shaheer Corporation Limited	18,378	-	-	-	18,378	140	0.00	0.00	0.00
At-Tahur Limited	867,196	-	-	867,194	2	-	-	-	0.00
Shezan International Limited	27,060	-	-	-	27,060	3,577	0.04	0.05	0.28
Unity Foods Limited	467,000	-	-	467,000	-	-	-	-	-
Bunny's Limited	312,000	-	-	-	312,000	4,749	0.06	0.06	0.47
	1,691,634	-	-	1,334,194	357,440	8,466	0.10	0.11	
TRANSPORT									
Pakistan National Shipping Corporation Limited	227,170	-	113,585	24,100	316,655	148,666	1.82	1.91	0.24
Pakistan International Bulk Terminal Limited	609,500	315,500	-	-	925,000	8,677	0.11	0.11	0.05
	836,670	315,500	113,585	24,100	1,241,655	157,343	1.93	2.02	

Name of the investee company	As at July 01, 2024	Purchases during the period	Bonus / Right Issue	Sales during the period	As at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of		Holding as a percentage of Paid up capital of the investee company
							Net assets	Total Investments	
						(Rupees in '000)	%		
CABLE & ELECTRICAL GOODS									
Emco Industries Limited	12,000	-	-	-	12,000	384	0.00	0.00	0.03
Pak Elektron Limited	769,161	2,799,000	-	875,500	2,692,661	118,073	1.44	1.51	0.31
	781,161	2,799,000	-	875,500	2,704,661	118,457	1.44	1.51	
REFINERY									
Attock Refinery Limited	9,800	-	-	9,800	-	-	-	-	-
Total as at December 31, 2024	24,710,060	37,496,492	688,962	14,494,655	48,400,859	7,798,613	95.45	100.00	
Carrying value as at December 31, 2024						5,622,981			
Market value as at June 30, 2024						2,965,684			
Carrying value as at June 30, 2024						2,135,382			

5.1.1 Investments include shares with a market value of Rs. 717.467 million (June 30, 2024: Rs. 452.452 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing the settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007, issued by the Securities and Exchange Commission of Pakistan.

5.1.2 The Finance Act, 2014 brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholders were to be treated as income and tax at the rate of 5 percent was to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax was to be collected at source by the company declaring bonus shares which was be considered as final discharge of tax liability on such income. However, the Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, led a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemption given to mutual funds under clause 47B (Part IV) and 99 (Part II) of Second Schedule of Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted a stay order till the final outcome of the case.

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

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

Moreover, the total market value of shares that are withheld amounting to Rs. 95.779 million (June 30, 2024: 4.171 million) which are not deposited in the CDC account of the Fund."

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
5.2	Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	----- (Rupees in '000) -----	
	Market value of securities	7,798,613	2,965,684
	Less: carrying value of investments	<u>(5,622,981)</u>	<u>(2,135,382)</u>
		<u><u>2,175,632</u></u>	<u><u>830,302</u></u>
6	PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY		
	Management remuneration	15,411	6,056
	Sindh Sales Tax on management remuneration	2,312	787
	Reimbursement of selling and marketing expenses	19,921	13,118
	Sindh Sales Tax on reimbursement of selling and marketing expenses	2,988	-
	Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	2,963	1,361
	Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	445	-
	Sales load and transfer load including Sindh Sales Tax	24,816	4,779
	Other payable	20	20
	ADC payable including Sindh Sales Tax	122	117
		<u><u>68,998</u></u>	<u><u>26,238</u></u>

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

December 31, 2024:

- From July 01, 2024 to December 31, 2024 at the rate of 2.50% of the daily net assets of the Fund.

June 30, 2024:

- From July 01, 2023 to November 09, 2023 at the rate of 2.00% of the daily net assets of the Fund.

- From November 10, 2023 to June 30, 2024 at the rate of 2.50% of the daily net assets of the Fund.

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

6.2 The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Management Company and sales load through Sindh Sales Tax on Services Act, 2011, effective from July 01, 2011. During the period, Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) was charged on management remuneration and sales load.

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

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

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

Period	Rate per annum
December 31, 2024:	
July 01, 2024 to November 14, 2024	0.98% of net assets or actual expenses, whichever is lower.
November 15, 2024 to December 31, 2024	0.88% of net assets or actual expenses, whichever is lower.
June 30, 2024:	
July 01, 2023 to November 09, 2023	1.55% of net assets or actual expenses, whichever is lower.
November 10, 2023 to June 30, 2024	0.98% of net assets or actual expenses, whichever is lower.

- 6.4** The Sindh Provincial Government levied Sindh Sales Tax on the reimbursement of selling and marketing expenses through Sindh Sales Tax on Services Act, 2011, effective from July 01, 2024. During the period, Sindh Sales Tax at the rate of 15% (June 30, 2024: Nil) was charged on reimbursement of selling and marketing expenses.

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

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

- December 31, 2024:**
- From July 01, 2024 to November 14, 2024 at the rate of 0.10% of the daily net assets of the Fund.
 - From November 15, 2024 to December 31, 2024 at the rate of 0.20% of the daily net assets of the Fund.
- June 30, 2024:**
- From July 01, 2023 to June 23, 2024 at the rate of 0.20% of the daily net assets of the Fund.
 - From June 24, 2024 to June 30, 2024 at the rate of 0.10% of the daily net assets of the Fund.

- 6.6 The Sindh Provincial Government levied Sindh Sales Tax on the reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services through Sindh Sales Tax on Services Act, 2011, effective from July 01, 2024. During the period, Sindh Sales Tax at the rate of 15% (June 30, 2024: Nil) was charged on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services.

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
7	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		
	Trustee remuneration	7.1 701	324
	Sindh Sales Tax on Trustee remuneration	7.2 105	42
		<u>806</u>	<u>366</u>

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

Net assets	December 31, 2024	June 30, 2024
	Fee	
- Upto Rs. 1,000 million	0.20% per annum of net assets,	0.20% per annum of net assets,
- On an amount exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of net assets	Rs. 2.0 million plus 0.10% per annum of net assets

The remuneration is paid to the Trustee monthly in arrears.

- 7.2 The Sindh Provincial Government levied Sindh Sales Tax on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011, effective from July 01, 2011. During the period, Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) was charged on trustee remuneration.

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
8	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Fee payable	8.1 586	230

- 8.1 "Under the provisions of the NBFC Regulations, a collective scheme categorized as an equity scheme is required to pay an annual fee to SECP at an amount equal to 0.095% (June 30, 2024: 0.095%) per annum of the average net assets of the Fund. The fee is paid monthly in arrears.

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
9	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Note	-----	-----
		(Rupees in '000)	
	Brokerage fee payable	3,855	232
	Federal excise duty payable on remuneration of the management company	9.1 8,209	8,209
	Federal excise duty payable on sales load	2,327	2,327
	Auditors' remuneration payable	495	575
	Settlement charges payable	141	207
	Withholding tax payable	238	27,148
	Printing charges payable	60	55
	Capital gain tax payable	23,366	3,384
	Bank charges payable	180	162
	Professional charges payable	63	127
	Charity payable	11,331	13,054
	Shariah Advisor fee payable	1,097	931
		<u>51,362</u>	<u>56,411</u>

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

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

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

Since the appeal is pending in the Supreme Court of Pakistan, the Management Company as a matter of abundant caution has retained provision for FED on management fee aggregating to Rs. 8.209 million (June 30, 2024: Rs. 8.209 million). Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.0221 (June 30, 2024: Re. 0.0378) per unit.

10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2024 (June 30, 2024: Nil), except as disclosed elsewhere in these condensed interim financial statements.

11 TAXATION

11.1 The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as a cash dividend. Provided that for the purpose of determining the distribution of at least 90% of accounting income, the income distributed through bonus shares, units as the case may be shall not be taken into account. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management 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 has been made in the condensed interim financial statements for the half year ended December 31, 2024.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024, is 4.83% (December 31, 2023: 4.73%) which includes 0.70% (December 31, 2023: 0.39%) representing government levies on the Fund such as sales taxes, annual fees to SECP, etc. The TER excluding government levies is 4.13% (December 31, 2023: 4.34%) which is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an shariah compliant equity scheme.

13 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 13.1** Connected persons includes NBP Fund Management Limited being the Management Company (NBP Funds), Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, any entity in which the Management Company, its CISs or their connected persons have a material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 13.2** Transactions with connected persons / related parties are essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 13.3** Remuneration to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 13.4** Reimbursement of allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 13.5** The details of significant transactions and balances with connected persons at period end except those disclosed elsewhere in these condensed interim financial statements are as follows:

	(Un-audited)	
	Half year ended December 31,	
	2024	2023
	----- (Rupees in '000) -----	
13.6 Details of transactions with related parties / connected persons during the period are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration of NBP Fund Management Limited - Management Company	52,974	22,818
Sindh Sales Tax on remuneration of Management Company	7,946	2,966
Reimbursement of selling and marketing expenses	19,921	14,519
Sindh Sales Tax on reimbursement of selling and marketing expenses	2,988	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	2,963	2,117
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	445	-
Sales load and transfer load including Sindh Sales Tax	24,731	1,653
ADC payable including Sindh Sales Tax	256	193
Amount received against issuance to unitholders**	24,216	-
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	2,623	1,561
Sindh Sales Tax on Trustee remuneration	393	203
Settlement charges	390	198
Employees of the Management Company		
Units issued / transferred in during the year: 25,143,291 units (2023: 20,714,948 units)	440,708	275,102
Units redeemed / transferred out during the year: 21,690,938 units (2023: 18,897,169 units)	384,790	249,172
Dividend re-invest: 15,437 units (2023: Nil units)	340	-
National Fullerton Asset Management Limited Employee Provident Fund - Retirement benefit fund of Management Company		
Units redeemed / transferred out during the year: 228,213 units (2023: Nil units)	4,530	-
Dividend re-invest: 315 units (2023: Nil units)	7	-
International Steel Limited - Common directorship		
Shares purchased: Nil shares (2023: 189,435 shares)	-	13,817
Shares sold: 151,625 shares (2023: 800 shares)	12,271	39
NBP Fund Management Limited - Employees' Provident Fund		
Units issued / transferred in: Nil units (2023: 198,857 units)	-	3,183
Portfolio managed by Management Company		
Units issued / transferred in: 12,089,546 units (2023: 7,425,306 units)	232,061	94,669
Units redeemed / transferred out: 6,444,573 units (2023: 3,484,754 units)	109,696	40,047
Dividend re-invest: 17,472 units (2023: Nil units)	384	-

	(Un-audited)	
	Half year ended December 31,	
	2024	2023
	----- (Rupees in '000) -----	
Taurus Securities Limited - Subsidiary of parent company		
Brokerage charges	552	318
Fauji Fertilizer Company Limited		
Shares purchased: 982,116 shares (June 30, 2024: Nil shares)	226,130	-
Bank Islami Pakistan Limited - Common directorship		
Profit on bank balance	3,419	3,971
National Bank of Pakistan - Parent company		
Profit on bank balance	33	-
K-Electric Limited - Employees' Gratuity Fund*		
Units issued / transferred in: Nil units (2023: 17,144,362 units)	-	260,503
Pakistan Stock Exchange Limited - Common directorship		
Annual listing fee	16	-
Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund		
CDC Trustee - Punjab General Provident Fund*		
Units redeemed / transferred out: Nil units (2023: 12,603,771 units)	-	150,000
CDC Trustee - Punjab Pension Fund Trust*		
Units issued / transferred in: Nil units (2023: 21,738,374 units)	-	250,000

13.7 Amounts / balances outstanding as at period / year end are as follows:

NBP Fund Management Limited - Management Company		
Management remuneration	15,411	6,056
Sindh Sales Tax on management remuneration	2,312	787
Reimbursement of selling and marketing expenses	19,921	13,118
Sindh Sales Tax on reimbursement of selling and marketing expenses	2,988	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	2,963	1,361
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	445	-
Sales load and transfer load including Sindh Sales Tax	24,816	4,779
Other payable	20	20
ADC payable including Sindh Sales Tax	122	117

	(Un-audited)	
	Half year ended December 31,	
	2024	2023
	----- (Rupees in '000) -----	
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration	701	324
Sindh Sales Tax on Trustee remuneration	105	42
Security deposit	103	103
Employees of the Management Company		
Units held: 8,064,124 units (June 30, 2024: 4,601,235 units)	177,768	63,634
Fauji Fertilizer Company Limited		
Shares held: 982,116 shares (June 30, 2024: Nil shares)	359,769	-
Taurus Securities Limited		
Brokerage payable	227	-
International Steel Limited - Common directorship		
Shares held: Nil shares (June 30, 2024: 151,625 shares)	-	12,820
National Fullerton Asset Management Limited Employee Provident Fund - Retirement benefit fund of Management Company		
Units held: 394,304 units (June 30, 2024: Nil units)	8,692	-
Portfolio managed by Management Company		
Units held: 15,872,798 units (June 30, 2024: 10,210,350 units)	349,902	141,207
National Bank of Pakistan - Parent company		
Bank balance	1,554	472
Profit receivable	8	1
Pakistan Stock Exchange Limited - Common directorship		
Prepaid annual listing fee	16	-
Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund		
CDC Trustee - Punjab Pension Fund Trust*		
Units held: Nil units (June 30, 2024: 23,004,064 units)	-	318,142
CDC Trustee - Punjab General Provident Fund*		
Units held: Nil units (June 30, 2024: 33,277,063 units)	-	460,215

* Current year figure has not been shown as the company ceased to be a related party / connected person as at December 31, 2024.

** This represents the amount reimbursed by the Management Company in the form of dividend to identified unit holders of the Fund in relation to the reversal of the excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan (SECP).

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

		(Un-audited)						
		December 31, 2024						
		Carrying value			Fair value			
	Note	At fair value through profit and loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
		----- (Rupees in '000) -----						
On-balance sheet financial instruments								
Financial assets measured at fair value								
Investment - Listed equity securities		7,798,613	-	7,798,613	7,798,613	-	-	7,798,613
Financial assets not measured at fair value								
Bank balances	14.1	-	520,951	520,951				
Profit receivable		-	1,315	1,315				
Receivable from funds under management by Management Company against conversion of units		-	114,334	114,334				
Receivable against sale of investments		-	-	-				
Deposits		-	2,633	2,633				
		-	639,233	639,233				
Financial liabilities not measured at fair value								
Payable to NBP Fund Management Limited - Management Company	14.1	-	68,998	68,998				
Payable to Central Depository Company of Pakistan Limited - Trustee		-	806	806				
Payable against conversion and redemption of units		-	62,076	62,076				
Payable against purchase of investments		-	86,997	86,997				
Accrued expenses and other liabilities		-	17,222	17,222				
Net assets attributable to unitholders	14.2	-	8,171,513	8,171,513				
		-	8,407,612	8,407,612				

		(Audited)						
		June 30, 2024						
		Carrying value		Fair value				
	At fair value through profit and loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----								
On-balance sheet financial instruments								
At fair value through profit or loss								
	Investment - Listed equity securities	2,965,684	-	2,965,684	2,965,684	-	-	2,965,684
Financial assets not measured at fair value								
	14.1							
	Bank balances	-	113,437	113,437				
	Profit receivable	-	2,006	2,006				
	Receivable from funds under management by Management Company against conversion of units	-	133					
	Receivable against sale of investments	-	1,522	1,522				
	Deposits	-	2,633	2,633				
		-	119,731	119,598				
Financial liabilities not measured at fair value								
	14.1							
	Payable to NBP Fund Management Limited - Management Company	-	26,238	26,238				
	Payable to Central Depository Company of Pakistan Limited - Trustee	-	366	366				
	Payable against conversion and redemption of units	-	41	41				
	Accrued expenses and other liabilities	-	15,343	15,343				
	14.2	-	3,006,766	3,006,766				
	Net assets attributable to unitholders	-	3,048,754	3,048,754				

- 14.1** The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.
- 14.2** Financial instruments not measured at FVTPL include net assets attributable to unitholders. The Fund routinely redeems and issues the units at the amount equal to the proportionate share of net assets of the Fund at the time of redemption, calculated on a basis consistent with that used in these condensed interim financial statements. Accordingly, the carrying amount of net assets attributable to unitholders approximates their fair value.

15 GENERAL

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

16 CORRESPONDING FIGURES

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

17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 26, 2025.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Head Office

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