



NBP Fullerton
Asset Management Ltd.

A Subsidiary of
National Bank of Pakistan

NAFA RIBA FREE SAVINGS FUND

QUARTERLY REPORT SEPTEMBER 30

2014




Your investments & "NAFA" grow together



**FULLERTON FUND
MANAGEMENT**

Joint - Venture Partners

MISSION STATEMENT



To rank in the top quartile
in performance of
NAFA FUNDS
relative to the competition,
and to consistently offer
Superior risk-adjusted returns to investors.

NAFA RIBA FREE SAVINGS FUND

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NAFA RIBA FREE SAVINGS FUND

FUND'S INFORMATION

Management Company

NBP Fullerton Asset Management Limited – Management Company

Board of Directors of the Management Company

Mr. Nausherwan Adil	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Mr. Wah Geok Sum	Director
Mr. Koh Boon San	Director
Mr. Kamal Amir Chinoy	Director
Mr. Shehryar Faruque	Director
Mr. Aamir Sattar	Director
Mr. Abdul Hadi Palekar	Director

Company Secretary & CFO of the Management Company

Mr. Muhammad Murtaza Ali

Audit & Risk Committee

Mr. Shehryar Faruque	Chairman
Mr. Koh Boon San	Member
Mr. Aamir Sattar	Member

Human Resource Committee

Mr. Nausherwan Adil	Chairman
Mr. Wah Geok Sum	Member
Mr. Kamal Amir Chinoy	Member

Trustee

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

Bankers to the Fund

Al-Baraka Islamic Bank Limited
Bank Alfalah Limited
Burj Bank Limited
Habib Bank Limited
Meezan Bank Limited
United Bank Limited
Summit Bank Limited
NIB Bank Limited
Standard Chartered Bank (Pakistan) Limited
BankIslami Pakistan Limited
MCB Bank Limited
Silk Bank Limited
Dubai Islamic Bank Pakistan Limited

NAFA RIBA FREE SAVINGS FUND

Auditors

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

Legal Advisor

M/s Jooma Law Associates
205, E.I. Lines, Dr. Daudpota Road,
Karachi.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 111-111NFA (111-111-632),
(Toll Free): 0800-20001,
Fax: (021) 35825329
Website: www.nafafunds.com

Lahore Office:

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

Islamabad Office:

Plot No. 395, 396
Industrial Area, I-9/3 Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

1st Floor, Haji Tehmas Centre,
Near KFC, Tehkal Payan
University Road, Peshawar.
Phone: 92-91-5711784, 5711782
Fax: 92-91-5211780

Multan Office:

NBP City Branch, Hussain-a-Gahi, Multan.
Phone No: 061-4502204
Fax No: 061-4502203

NAFA RIBA FREE SAVINGS FUND

DIRECTORS' REPORT

The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the unaudited financial statements of **NAFA Riba Free Savings Fund (NRFSF)** for the quarter ended September 30, 2014.

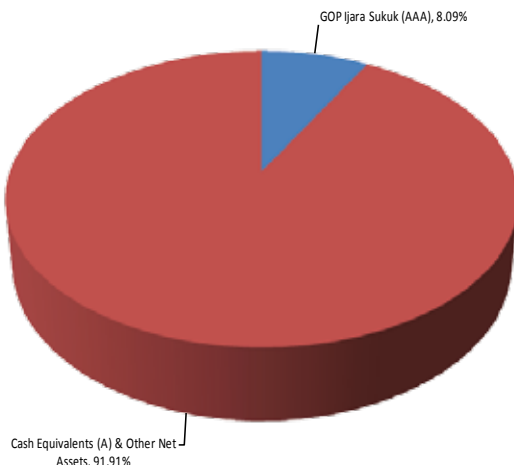
Fund's Performance

The size of NAFA Riba Free Savings Fund has increased from Rs. 1,657 million to Rs. 1,716 million during the quarter, i.e. an increase of 3.55%. During the quarter, the unit price of the Fund has increased from Rs. 10.1045 on June 30, 2014 to Rs. 10.2867 on September 30, 2014, thus showing an annualized return of 7.15% as compared to its Benchmark (Average 6-Month Deposit Rate of A- and above rated Islamic banks) annualized return of 7.02% for the same period.

NRFSF is an Islamic Income Scheme with no direct or indirect exposure to stock market. The stability rating of the Fund by PACRA is AA-(f), which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. The Fund aims to consistently provide better returns than profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a good quality credit profile. The maturity of any single instrument except GOP Ijarah Sukuks cannot exceed six months. GOP Ijarah Sukuks are floating rate Shariah compliant securities with six monthly coupon resets. This minimizes pricing risk.

During the quarter under review, The State Bank of Pakistan kept the Policy Rate unchanged despite abatement in inflationary expectations. All Government Sukuks in the Fund are floating rate. Therefore, they carry a relatively low interest rate risk as any increase in interest rates will increase the coupon income of the Sukuk portfolio.

The Fund has earned total income of Rs.38.03 million during the period. After deducting expenses of Rs.8.78 million, the net income is Rs.29.25 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NRFSF.



NAFA RIBA FREE SAVINGS FUND

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 Fullerton Asset Management Limited

Chief Executive

Director

Date: October 30, 2014
Place: Karachi.

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2014

	Note	Un-Audited September 30, 2014	Audited June 30, 2014
		----- Rupees in '000 -----	
ASSETS			
Balances with banks		1,584,259	2,791,207
Investments	4	138,762	380,159
Profit receivable	5	14,523	23,889
Preliminary expenses and floatation costs		183	230
Security Deposit		200	200
Prepayments and other receivables		90	121
Receiveable gainst issue of units		630	-
Total assets		1,738,647	3,195,806
LIABILITIES			
Payable to the Management Company		8,822	7,896
Payable to the Trustee		183	270
Payable to the Securities and Exchange Commission of Pakistan		309	2,381
Payable against redemption of units		1,869	1,517,502
Accrued expenses and other liabilities	6	11,590	10,727
Total Liabilities		22,773	1,538,776
NET ASSETS		1,715,874	1,657,030
UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,715,874	1,657,030
CONTINGENCIES AND COMMITMENTS	7		
		-----Number of units-----	
NUMBER OF UNITS IN ISSUE		166,805,413	163,990,074
NET ASSET VALUE PER UNIT		10.2867	10.1045
		-----Rupees-----	

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM INCOME STATEMENT (UN Audited) FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Note	Quarter Ended September 30, 2014	Quarter Ended September 30, 2013
----- Rupees in '000 -----			
INCOME			
Profit on bank deposits		36,722	58,761
Income on GOP Ijara Sukuks		4,283	14,511
Capital gain investments - net		(1,115)	-
Unrealised appreciation in the value of investments at fair value 'through profit or loss' - net		(1,865)	528
Total income		<u>38,025</u>	<u>73,800</u>
EXPENSES			
Remuneration of the Management Company		5,158	10,207
Sindh Sale Tax on Management Company's remuneration		957	1,633
F.E.D on Management Company's remuneration		825	1,633
Remuneration of the Central Depository Company of Pakistan Ltd. - Trustee		565	780
Annual fee - Securities and Exchange Commission of Pakistan		309	612
Amortisation of preliminary expenses and floatation costs		46	49
Auditors' remuneration		138	146
Listing fee		10	10
Rating fee		61	46
Legal fee		46	-
Securities transaction cost		14	42
Settlement & Bank charges		51	141
Total expenses		<u>8,180</u>	<u>15,299</u>
Net income from operating activities		<u>29,845</u>	<u>58,501</u>
Provision for Workers' Welfare Fund	8	(597)	(1,170)
Net income for the period before taxation		<u>29,248</u>	<u>57,331</u>
Taxation	9	-	-
Net income for the period after taxation		<u>29,248</u>	<u>57,331</u>
Earnings per unit	10		

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un Audited) FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Quarter Ended September 30, 2014	Quarter Ended September 30, 2013
	----- Rupees in '000 -----	
Net income for the period after taxation	29,248	57,331
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>29,248</u>	<u>57,331</u>

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM DISTRIBUTION STATEMENT (Un Audited) FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Quarter Ended September 30, 2014	Quarter Ended September 30, 2013
	----- Rupees in '000 -----	
Undistributed Income brought forward		
Realized Income	2,616	6,309
Unrealized income	6,816	698
	<u>9,432</u>	<u>7,007</u>
Interim distribution		
- Declared on Jul 2014 Nil (2013 : Re.0.0605 per unit declared on Jul 30, 2013)		
- Bonus units	-	(10,042)
- Cash Distribution	-	(9,076)
- Declared on Aug 2014 Nil (2013 : Re.0.0605 per unit declared on Aug 29, 2013)		
- Bonus units	-	(10,468)
- Cash Distribution	-	(9,076)
- Declared on Sep 2014 Nil (2013 : Re.0.0626 per unit declared on Sep 28, 2013)		
- Bonus units	-	(11,500)
- Cash Distribution	-	(9,392)
Net income for the period after taxation	29,248	57,331
Element of income and capital gains included in prices of units issued less those in units redeemed - amount representing income that form part of the unit holders' funds	1,150	527
Undistributed income carried forward	<u>39,830</u>	<u>5,311</u>
Undistributed income comprising of:		
Realised income	41,695	4,783
Unrealised income	(1,865)	528
	<u>39,830</u>	<u>5,311</u>

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (Un Audited) FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Quarter Ended September 30, 2014	Quarter Ended September 30, 2013
	----- Rupees in '000 -----	
Net assets at the beginning of the year	1,657,030	3,028,447
Issue of 33,526,280 units (2013: 63,449,072 units)	342,889	604,146
Redemption of 30,710,941 units (2013: 29,452,491 units)	(313,293)	(292,606)
	29,596	311,540
Interim distribution		
- Declared on Jul 2014 Nil (2013 : Re.0.0605 per unit declared on Jul 30, 2013)		
- Bonus units	-	10,042
- Declared on Aug 2014 Nil (2013 : Re.0.0605 per unit declared on Aug 29, 2013)		
- Bonus units	-	10,468
- Declared on Sep 2014 Nil (2013 : Re.0.0626 per unit declared on Sep 28, 2013)		
- Bonus units	-	11,500
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed	(1,150)	(527)
Unrealised appreciation in the value of investments 'at fair value through profit or loss'	(1,865)	528
Capital Gain on sale of investments - net	(1,115)	-
Other net income for the period	32,228	56,803
	29,248	57,331
Less: Distributions made during the period		
Interim distribution for the period ended July 25, 2014		
- Declared on Jul 2014 Nil (2013 : Re.0.0605 per unit declared on Jul 30, 2013)		
- Bonus units	-	(10,042)
- Cash Distribution	-	(9,076)
Interim distribution for the period ended August 25, 2014		
- Declared on Aug 2014 Nil (2013 : Re.0.0605 per unit declared on Aug 29, 2013)		
- Bonus units	-	(10,468)
- Cash Distribution	-	(9,076)
Interim distribution for the period ended September 25, 2014		
- Declared on Sep 2014 Nil (2013 : Re.0.0626 per unit declared on Sep 28, 2013)		
- Bonus units	-	(11,500)
- Cash Distribution	-	(9,392)
	-	(59,554)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed	1,150	527
Net assets at the end of the period	<u>1,715,874</u>	<u>3,369,774</u>

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM CASH FLOW STATEMENT (Un Audited) FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Quarter Ended September 30, 2014	Quarter Ended September 30, 2013
	----- Rupees in '000 -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period before taxation	29,248	57,331
Adjustments		
Unrealised appreciation in the value of investments 'at fair value through profit or loss' - net	1,865	(528)
Amortisation of preliminary expenses and floatation costs	46	49
	<u>31,159</u>	<u>56,852</u>
(Increase) / decrease in assets		
Investments	239,533	165,958
Receivable against issue of units	(630)	1,512,756
Security Deposits	-	(100)
Prepayments and other receivables	31	16
Profit receivable	9,366	(16,410)
	<u>248,300</u>	<u>1,662,220</u>
Increase / (decrease) in liabilities		
Payable to the Management Company	926	3,341
Payable to the Trustee	(87)	128
Payable to Securities and Exchange Commission of Pakistan	(2,072)	(318)
Accrued expenses and other liabilities	863	11,563
	<u>(370)</u>	<u>14,714</u>
Net cash used in operating activities	<u>279,089</u>	<u>1,733,786</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from issue of units	342,889	604,146
Payments on redemption of units	(1,828,926)	(284,566)
Distribution Paid	-	(27,544)
Net cash generated from financing activities	<u>(1,486,037)</u>	<u>292,036</u>
Net increase in cash and cash equivalents during the period	<u>(1,206,948)</u>	<u>2,025,822</u>
Cash and cash equivalents at the beginning of the period	2,791,207	739,483
Cash and cash equivalents at the end of the period	<u><u>1,584,259</u></u>	<u><u>2,765,305</u></u>

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director

NAFA RIBA FREE SAVINGS FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES FOR THE QUARTER ENDED SEPTEMBER 30, 2014

1 LEGAL STATUS AND NATURE OF BUSINESS

NAFA Riba Free Savings Fund (NRFSF / the Fund) was established under a Trust Deed executed between NBP Fullerton Asset Management Limited (NAFA) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 29, 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 14, 2010 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

On January 11, 2013, MCB Financial Services Limited (MCB-FSL) was appointed as the new Trustee of the Fund, after Central Depository Company of Pakistan Limited (CDC) retired on the prior day. On September 4, 2013 CDC was appointed as a new Trustee of the fund after MCB Financial Services Limited (MCBFSL) retired on the prior day. The appointment of the new Trustee was made as per clause 21 of the Trust Deed of NRFSF and Regulation 42(3) of the NBFC & NE Regulations 2008.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block No. 4, Scheme 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund and is listed on the Lahore Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferrable and can be redeemed by surrendering these to the Fund. The Fund is categorized as an Open-End Islamic "Income Scheme" as per the criteria laid down by SECP for categorization of Collective Investment Schemes (CIS).

The objective of the Fund is to provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in Shariah compliant banks and money market / debt securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of AM2 to the Management Company and a stability rating of 'AA-(f)' to the Fund.

Title of the assets of the Fund is held in the name of CDC as trustee of the Fund.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2007 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulation or directives issued by SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by SECP prevail. 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'.

The directors of the asset management company declare that condensed interim financial statements give a true and fair view of the Fund.

3 ACCOUNTING POLICIES

The accounting policies adopted for the preparation of the condensed interim financial statements for the quarter ended September 30, 2014 are same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2014.

NAFA RIBA FREE SAVINGS FUND

	Note	Un-Audited September 30, 2014	Audited June 30, 2014
Rupees in '000			
4 INVESTMENTS			
At fair value through profit or loss ¹ - held for trading			
Government of Pakistan Ijara Sukuks	4.1	138,762	380,159
		<u>138,762</u>	<u>380,159</u>

4.1 Fair value through profit or loss - held for trading

All certificates have a face value of Rs.100,000 each.

Name of the investee company	Issue Date	Number of certificates				Market value as at September 30, 2014	Investment as a percentage of		
		As at July 01, 2014	Purchases during the period	Sales during the period	As at September 30, 2014		Net assets	Market value of total investments	Issue Size
						Rupees in '000	-----%-----		
GoP Ijara Sukuk IX	December 26, 2011	1,867	-	1,867	-	-	-	-	-
GoP Ijara Sukuk X	March 02, 2012	400	-	-	400	40,296	2.35%	29.04%	4.06%
GoP Ijara Sukuk XI	April 30, 2012	240	-	-	240	24,319	1.42%	17.53%	3.41%
GoP Ijara Sukuk XIII	June 28, 2012	500	-	500	-	-	-	-	-
GoP Ijara Sukuk XIII	September 18, 2012	470	-	-	470	47,611	2.77%	34.31%	4.87%
GoP Ijara Sukuk XIV	March 28, 2013	250	10	-	260	26,536	1.55%	19.12%	4.87%
						<u>138,762</u>			
						<u>140,627</u>			

Carrying value as at September 30, 2014

	September 30, 2014	June 30, 2014
Rupees in '000		
5 PROFIT RECEIVABLE		
Profit accrued on savings deposits	9,767	19,933
Profit accrued on GOP Ijara Sukuks & Sukuk Certificate	4,756	3,956
	<u>14,523</u>	<u>23,889</u>

6 ACCRUED EXPENSES AND OTHER LIABILITIES

Auditors' remuneration	122	358
Bank charges payable	14	1
Provision for workers' welfare fund	9,410	8,813
Printing charges payable	125	125
Legal and Professional Charges	91	45
Settlement charges payable	34	33
Withholding tax payable	646	208
Others	1,148	1,144
	<u>11,590</u>	<u>10,727</u>

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2014 and September 30, 2014.

8 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / Mutual Funds (CISs) / Pension Funds whose income exceeds Rs. 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a Constitutional Petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs / pension funds, which is pending adjudication.

NAFA RIBA FREE SAVINGS FUND

During the year ended June 30, 2011, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. However, on December 14, 2010, the Ministry filed its response against the constitutional petition requesting the Court to dismiss the petition. According to the legal counsel who is handling the case there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in the Court.

During the year ended June 30, 2012, the Honourable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006 and the Finance Act, 2008, had declared the said amendments as unlawful and unconstitutional. In March 2013, a larger bench of the Honourable Sindh High Court (SHC) passed an order declaring that the amendments introduced in the WWF Ordinance, 1971 through the Finance Act, 2006 and the Finance Act, 2008 do not suffer from any constitutional or legal infirmity. However, the Honourable High Court of Sindh has not addressed the other amendments made in the WWF Ordinance 1971 about applicability of WWF to the CISs which is still pending before the Court. In a recent judgement, the Peshawar High Court (PHC) has also held these amendments to be ultra vires as they lacked the essential mandate to be introduced and passed through the Money Bill under the Constitution. Without prejudice to the above, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 9.410 million (including Rs 0.597 million for the current year) in these financial statements. Had the same not been made the net asset value per unit of the Fund as at June 30, 2014 would have been higher by Re 0.0564 per unit.

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 percent of its accounting income for the year / period, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. The Fund has not recorded a tax liability in respect of income relating to the current period as subsequent to the year end the Management Company has distributed the required minimum percentage of the Fund's accounting income for the period as reduced by capital gains (whether realised or unrealised) to its unit holders.

10 EARNINGS PER UNIT

Earnings per unit (EPU) for the quarter ended September 30, 2014 has not been disclosed as in the opinion of the management, determination of weighted average units for calculating EPU is not practicable.

11 TRANSACTIONS WITH CONNECTED PERSONS

- 11.1 Connected persons include NBP Fullerton Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and Alexandra Fund Management Pte. Limited being the sponsors, other collective investment schemes managed by the Management Company and directors and officers of the Management Company.
- 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 to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 11.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

NAFA RIBA FREE SAVINGS FUND

Quarter Ended
September 30,
2014

Quarter Ended
September 30,
2013

(Rupees in '000)

11.5 Details of the transactions with connected persons are as follows:

NBP Fullerton Asset Management Limited - Management Company

Remuneration for the period	5,158	10,207
Sale Load for the period	200	-
Sindh Sales Tax on Management Company's remuneration	957	1,633
FED on Management Company's remuneration	825	1,633
Issue of bonus Nil units (2013: 85,521 units)	-	-

Central Depository Company of Pakistan Limited - Trustee

Remuneration for the period	565	273
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MCBFSL - Trustee

Remuneration for the period	-	507
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Alexandra Fund Management Pte. Limited - Sponsor

Issue of bonus Nil units (2013: 156,539 units)	-	-
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Employees of the Management Company

Issue of units 201,719 units (2013: 480,345 units)	2,058	4,853
Issue of bonus Nil units (2013: 9,285 units)	-	-
Redemption of 330,930 units (2013: 248,327 units)	3,380	2,508

Muhammad Murtaza Ali - Company Secretary / CFO

Issue of Nil units (2013: 13,560)	-	137
Issue of bonus Nil units (2013: 99 units)	-	-

September 30,
2014

June 30,
2014

(Rupees in '000)

11.6 Amounts outstanding as at period end

NBP Fullerton Asset Management Limited - Management Company

Management fee payable	1,666	513
Sale Load Payable	22	1,359
Sale Tax payable to Management Company	330	96
FED 16% payable to Management Company	6,637	5,812
Sindh sales tax on sales load payable	15	6
Federal excise duty on on sales load payable	152	110
Units held: 5,023,573 units (30 June 2014: 5,023,573 units)	51,676	50,761

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable	183	270
CDS Settlement charges payable	34	33
Security deposit	200	200

National Bank of Pakistan - Sponsor

Investment held in the fund 48,879,751 units (June 30, 2014: 48,879,751 units)	502,811	493,905
Balance in current account	-	-
Payable against redemption of units	-	1,515,912

Employees of the Management Company

Units held: 275,126 units (30 June 2014: 404,337 units)	2,830	4,086
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NAFA RIBA FREE SAVINGS FUND

12 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on 30th October, 2014.

13 GENERAL

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

For NBP Fullerton Asset Management Limited
(Management Company)

Chief Executive

Director



NBP Fullerton
Asset Management Ltd.

A Subsidiary of

National Bank of Pakistan

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