

**AM2+**  
Rated by FACA



NBP Fullerton  
Asset Management Ltd.  
A Subsidiary of  
National Bank of Pakistan

## NAFA STOCK FUND

# QUARTERLY REPORT SEPTEMBER 30 2015




*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.

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## 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. Nigel Poh Cheng	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 & COO

Mr. Muhammad Murtaza Ali

### Chief Financial Officer

Mr. Khalid Mehmood

### Audit & Risk Committee

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

### Human Resource and Remuneration Committee

Mr. Nausherwan Adil	Chairman
Mr. Nigel Poh Cheng	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

Allied Bank Limited  
Askari Bank Limited  
Summit Bank Limited  
Bank Alfalah Limited  
Bank Al-Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
National Bank of Pakistan  
NIB Bank Limited  
Silk Bank Limited  
Soneri Bank Limited  
The Bank of Punjab  
United Bank Limited  
Dubai Islamic Bank Pakistan Limited  
Sindh Bank Limited  
JS Bank Limited

# NAFA STOCK FUND

## Auditors

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

## Legal Advisor

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

## Head Office:

7th Floor Clifton Diamond Vuilding, 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](http://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 STOCK FUND

## DIRECTORS' REPORT

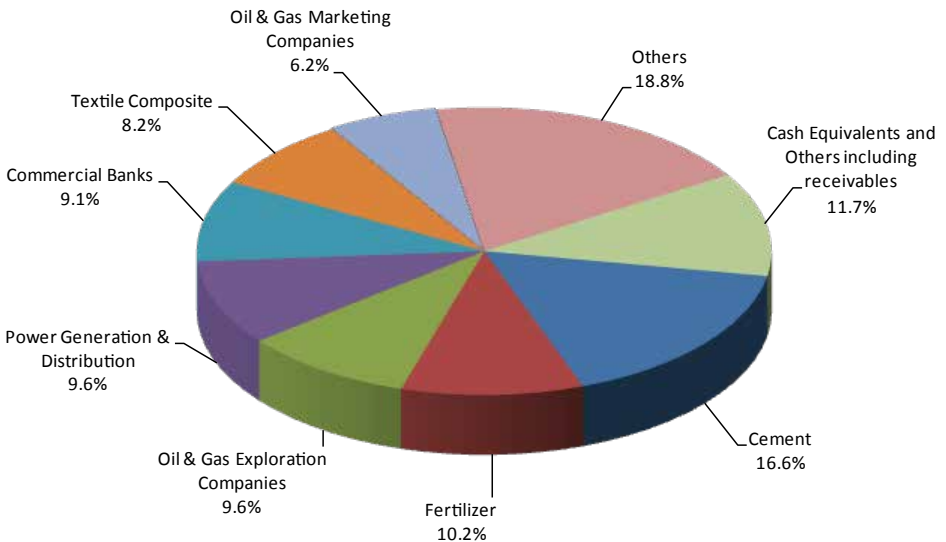
The Board of Directors of NBP Fullerton Asset Management Limited is pleased to present the unaudited financial statements of **NAFA Stock Fund** for the quarter ended September 30, 2015.

### Fund's Performance

During the first quarter, the unit price of NAFA Stock Fund (NSF) has decreased from Rs. 12.7128 (ex-Div) on June 30, 2015 to Rs. 12.1164 on September 30, 2015, thus showing a decline of 4.69%. The Benchmark (KSE-30 Index) for the same period decreased by 10.59%. Thus, the Fund has outperformed its Benchmark by 5.90% during the period under review. Since inception (January 19, 2007), the unit price of the Fund has shown a growth of 280.59% as compared to 44.03% increase in its Benchmark. Thus, the Fund has outperformed its Benchmark by 236.56%. This performance is net of management fee and all other expenses. The Fund size of NSF at the end of the period stood at Rs.5,114 million, 24.3% higher compared to the previous quarter.

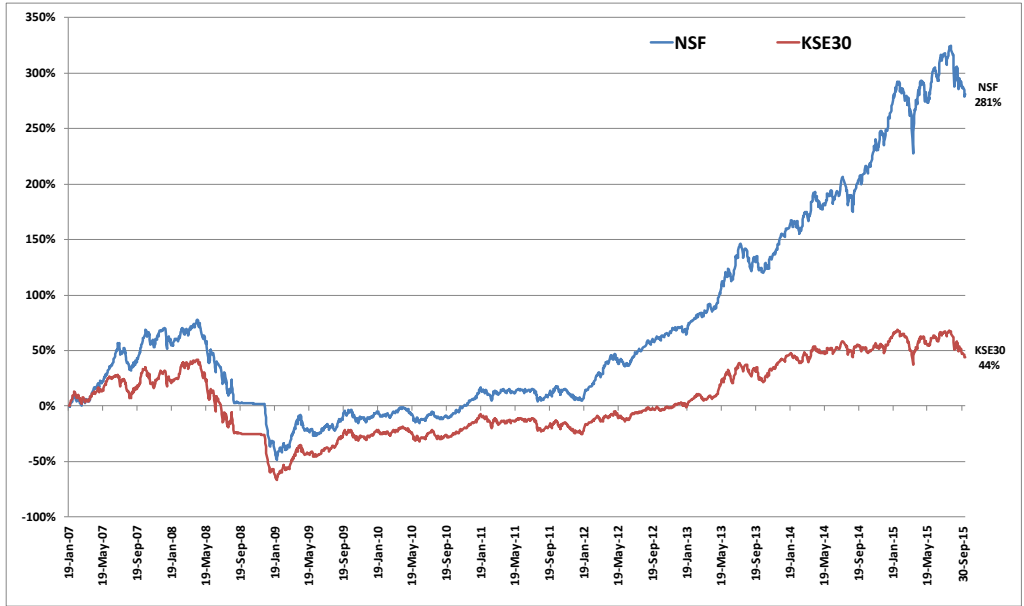
During 1QFY16, the stock market depicted a decline amidst foreign outflows and depreciating currency. Positives like IMF tranche, declining inflation, 50 bps cut in discount rate, and declining oil prices were offset by continuous foreign selling in the market. The benchmark KSE-100 Index fell by 6.1% to 32,287 points. Oil & Gas Exploration and Oil & Gas Marketing sectors lagged the market. On the other hand Automobile & Parts, Cements, and Chemicals sectors performed better than the market.

The Fund has incurred loss of Rs.196.08 million during the period. After accounting for expenses of Rs.40.73 million, the total loss is Rs.236.81 million. The asset allocation of the Fund as on September 30, 2015 is as follows:



# NAFA STOCK FUND

NSF Performance versus Benchmark (Since Inception)



## 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 21, 2015  
Place: Karachi.

# NAFA STOCK FUND

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2015

	Note	(Un- Audited) September 30, 2015 (Rupees in '000)	(Audited) June 30, 2015
<b>ASSETS</b>			
Balances with banks		605,293	394,840
Investments	4	4,516,197	3,653,345
Dividend and profit receivable	5	51,846	13,265
Receivable against Sale of investments		30,266	-
Deposits, prepayments and other receivables		3,025	143,801
<b>Total assets</b>		<b>5,206,627</b>	<b>4,205,251</b>
<b>LIABILITIES</b>			
Payable to the Management Company		34,405	24,218
Payable to the Trustee		584	407
Payable to the Securities and Exchange Commission of Pakistan		1,220	2,755
Accrued expenses and other liabilities	6	56,402	64,020
<b>Total liabilities</b>		<b>92,611</b>	<b>91,400</b>
<b>NET ASSETS</b>		<b>5,114,016</b>	<b>4,113,851</b>
<b>UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)</b>		<b>5,114,016</b>	<b>4,113,851</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	7		
		(Number of units)	
Number of units in issue		422,075,492	307,726,184
<b>NET ASSET VALUE PER UNIT</b>		<b>12.1164</b>	<b>13.3685</b>

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

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director



# NAFA STOCK FUND

## CONDENSED INTERIM INCOME STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2015 (UN-AUDITED)

	Note	Quarter Ended September 30, 2015 (Rupees in '000)	Quarter ended September 30, 2014
<b>INCOME</b>			
Net gain on sale of investments		9,021	1,386
Profit on bank deposits		10,099	3,974
Dividend income		60,066	14,139
Net unrealised (loss) / gain on re-measurement of investments at through profit or loss - net		(356,433)	59,855
<b>Total income</b>		<b>(277,247)</b>	<b>79,354</b>
<b>EXPENSES</b>			
Remuneration of the Management Company		25,687	9,189
Sales tax on Remuneration of the Management Company		4,172	1,705
Federal Excise Duty on remuneration of Management Company		4,110	1,470
Remuneration of the Trustee		1,536	712
Sales tax on Remuneration of the Trustee		215	-
Annual fee - Securities and Exchange Commission of Pakistan		1,220	436
Securities transaction cost		3,085	987
Settlement and bank charges		521	262
Annual listing fee		10	10
Auditors' remuneration		130	126
Fund rating fee		46	34
<b>Total Expenses</b>		<b>40,732</b>	<b>14,931</b>
<b>Net Income / (loss) from operating activities</b>		<b>(317,979)</b>	<b>64,423</b>
Element of income and capital gains included in prices of units issued less those in units redeemed - net		81,168	-
Provision for Workers' Welfare Fund	10	-	(1,288)
<b>Net Income / (loss) for the period before taxation</b>		<b>(236,811)</b>	<b>63,135</b>
Taxation	8	-	-
<b>Net income / (loss) for the period after taxation</b>		<b>(236,811)</b>	<b>63,135</b>
<b>Earnings per unit</b>	9		

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

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA STOCK FUND

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2015 (UN-AUDITED)

	Quarter Ended September 30, 2015 (Rupees in '000)	Quarter ended September 30, 2014
Net income / (loss) for the period after taxation	(236,811)	63,135
Other Comprehensive Income for the period	-	-
<b>Total comprehensive income / (loss) for the period</b>	<u>(236,811)</u>	<u>63,135</u>

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

Chief Executive

For NBP Fullerton Asset Management Limited  
(Management Company)

Director

# NAFA STOCK FUND

## CONDENSED INTERIM DISTRIBUTION STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2015 (UN-AUDITED)

	Quarter Ended September 30, 2015 (Rupees in '000)	Quarter ended September 30, 2014
Undistributed income brought forward	1,115,357	108,917
Final distribution for the year ended June 30, 2015 : 6.842% (2014: Nil)		
- Bonus units	-	-
- Cash distribution	(213,498)	-
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' fund	-	8,690
Net (loss) / Income for the period	(236,811)	63,135
Accumulated Income carried forward	<u>665,048</u>	<u>180,742</u>

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

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA STOCK FUND

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE QUARTER ENDED SEPTEMBER 30, 2015 (UN-AUDITED)

	Quarter Ended September 30, 2015 (Rupees in '000)	Quarter ended September 30, 2014
Net assets at the beginning of the period	4,113,851	1,804,655
Issue of 205,486,401 units (2014: 50,248,502 units)	2,727,683	519,474
Redemption of 91,137,093 units (2014: 44,751,603 units)	(1,196,041) 1,531,642	(455,256) 64,218
Net element of income and capital gains included in prices of units issued less those in units redeemed- transferred to Income statement	(81,168)	-
Net element of income and capital gains included in prices of units issued less those in units redeemed- transferred to distribution statement	-	8,690
Net unrealised (loss) / gain on re-measurement of investments at profit or loss - net	(356,433)	59,855
Net gain on sale of investments	9,021	1,386
Other income (net of expenses)	110,601 (236,811)	1,894 63,135
Final distribution for the year ended June 30, 2015 : 6.842% (2014: Nil)		
- Bonus units	-	-
- Cash distribution	(213,498) (213,498)	- -
Element of income and capital gains included in prices of units issued less those in units redeemed - amount representing income that forms part of the unit holders fund	-	(8,690)
<b>Net assets at the end of the period</b>	<u>5,114,016</u>	<u>1,932,008</u>

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

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA STOCK FUND

## CONDENSED INTERIM CASH FLOW STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2015 (UN-AUDITED)

	Quarter Ended September 30, 2015 (Rupees in '000)	Quarter ended September 30, 2014
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net (loss) / Income for the period before taxation	(236,811)	63,135
<b>Adjustments</b>		
Element of (income) and capital (gains) included in prices of units issued less those in units redeemed - net	(81,168)	-
Net unrealised loss / (gain) on re-measurement of investments at through profit or loss - net	356,433	(59,855)
	<u>38,454</u>	<u>3,280</u>
<b>(Increase) in assets</b>		
Receivable against sale of investments	(30,266)	(41,126)
Investments	(1,219,285)	(54,443)
Deposits, prepayments and other receivables	140,776	6,334
Dividend and profit receivable	(38,581)	(7,612)
	<u>(1,147,356)</u>	<u>(96,847)</u>
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company	10,187	5,401
Payable to the Trustee	177	18
Payable to the Securities and Exchange Commission of Pakistan	(1,535)	(771)
Payable against purchase of investments	-	(83,061)
Accrued expenses and other liabilities	(7,618)	1,941
	<u>1,211</u>	<u>(76,472)</u>
<b>Net cash (used in) operating activities</b>	<u>(1,107,691)</u>	<u>(170,039)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net receipts from issue of units	2,727,683	519,474
Net payments on redemption of units	(1,196,041)	(448,200)
Distributions made	(213,498)	-
<b>Net cash generated from financing activities</b>	<u>1,318,144</u>	<u>71,274</u>
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>	<u>210,453</u>	<u>(98,765)</u>
Cash and cash equivalents at the beginning of the period	394,840	277,573
<b>Cash and cash equivalents at the end of the period</b>	<u><u>605,293</u></u>	<u><u>178,808</u></u>

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

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director

# NAFA STOCK FUND

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

### 1. LEGAL STATUS AND NATURE OF BUSINESS

NAFA Stock Fund (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 December 06, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 20, 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

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 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 Funds Association of Pakistan (MUFAP).

The Fund is an open-ended mutual fund classified as an equity scheme by the Management Company and is listed on the Lahore Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The core objective of the Fund, is to provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned an asset manager rating of 'AM2+' to the Management Company. Based on the performance of the Fund for the year ended June 30, 2015, it has been assigned short and long term performance ranking of '5 star' and '5 star' respectively.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

These 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 SUMMARY OF ACCOUNTING POLICIES

The principal accounting policies adopted for the preparation of the financial statements for the quarter ended September 30, 2015 are same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2015.

### 4 INVESTMENTS

At fair value through profit or loss - held for trading

Note	Un-audited September 30, 2015	Audited June 30, 2015
	Rupees in '000	
4.1	4,516,197	3,653,345
	<u>4,516,197</u>	<u>3,653,345</u>

# NAFA STOCK FUND

## 4.1 Investment in listed equity securities

Name of the investee company	As at July 1, 2015	Purchases during the period	Bonus / right shares	Sales during the period	As at September 30, 2015	Market value as at September 30, 2015	Investment as a percentage of		
							Market value as a percentage of net assets	Market value as a percentage of total investment	Percentage of paid up capital of investee company held
----- Number of shares ----- (Rupees in '000)									
<b>SHARES OF LISTED COMPANIES - Fully paid ordinary shares of Rs.10 each unless stated otherwise</b>									
<b>OIL AND GAS</b>									
National Refinery Limited	184,200	-	-	184,200	-	-	0.00%	0.00%	0.00%
Oil & Gas Development Company Limited Limited	208,881	1,611,700	-	186,900	1,633,681	203,671	3.98%	4.51%	0.04%
Pakistan Oilfields Limited	248,130	267,100	-	79,000	436,230	128,221	2.51%	2.84%	0.18%
Pakistan Petroleum Limited	536,425	736,900	-	102,500	1,170,825	139,492	2.73%	3.09%	0.06%
Pakistan State Oil Company Limited	457,267	52,000	-	108,100	401,167	115,693	2.26%	2.56%	0.15%
Mari Petroleum Company Limited	-	56,700	-	-	56,700	20,592	0.40%	0.46%	0.05%
Shell Pakistan Limited	222,100	13,800	-	500	235,400	46,103	0.90%	1.02%	0.22%
Attock Petroleum Limited	104,950	-	-	-	104,950	52,502	1.03%	1.16%	0.13%
Hascol Petroleum Limited	271,335	-	507	268,800	3,042	364	0.01%	0.01%	0.00%
Attock Refinery Limited	195,500	329,300	-	524,800	-	-	0.00%	0.00%	0.00%
<b>CHEMICALS</b>									
Engro Corporation Limited	1,095,285	183,500	-	204,000	1,074,785	320,694	6.27%	7.10%	0.21%
Engro Fertilizers Limited	1,228,500	1,256,000	-	353,000	2,131,500	191,409	3.74%	4.24%	0.16%
Fauji Fertilizer Company Limited	230,100	263,900	-	399,000	95,000	11,728	0.23%	0.26%	0.01%
<b>CONSTRUCTION AND MATERIALS</b>									
Akzo Nobel Pakistan Limited	94,300	-	-	-	94,300	22,422	0.44%	0.50%	0.20%
D.G. Khan Cement Company Limited	2,234,500	913,800	-	825,000	2,323,300	318,339	6.22%	7.05%	0.53%
Fauji Cement Company Limited	-	1,252,500	-	-	1,252,500	41,934	0.82%	0.93%	0.09%
Fecto Cement Limited	313,500	209,000	-	-	522,500	41,722	0.82%	0.92%	1.04%
Kohat Cement Limited	37,600	-	-	27,500	10,100	1,929	0.04%	0.04%	0.01%
Lucky Cement Limited	381,233	125,500	-	126,500	380,233	200,269	3.92%	4.43%	0.12%
Pioneer Cement Limited	558,500	846,000	-	-	1,404,500	121,826	2.38%	2.70%	0.62%
Maple Leaf Cement Factory Limited	989,000	396,000	-	75,500	1,309,500	89,753	1.76%	1.99%	0.25%
Thatta Cement Company Limited	1,250,000	-	-	-	1,250,000	35,363	0.69%	0.78%	1.25%
<b>GENERAL INDUSTRIALS</b>									
Thal Limited*	260,989	-	-	-	260,989	66,030	1.29%	1.46%	0.32%
Tri-Pack Films Limited	-	100,900	-	-	100,900	23,510	0.46%	0.52%	0.34%
Cherat Packaging Limited.	17,592	19,500	-	-	37,092	7,975	0.16%	0.18%	0.13%
<b>AUTOMOBILE AND PARTS</b>									
Ghandara Nissan Limited	302,000	-	-	302,000	-	-	0.00%	0.00%	0.00%
Honda Atlas Cars (Pakistan) Limited	289,500	22,600	-	277,300	34,800	8,016	0.16%	0.18%	0.02%
Pak Suzuki Motor Company Limited	69,700	56,200	-	-	125,900	52,194	1.02%	1.16%	0.15%
Baluchistan Wheels Limited	87,000	-	-	-	87,000	5,913	0.12%	0.13%	0.65%
Indus Motor Company Limited	147,000	37,480	-	15,060	169,420	169,657	3.32%	3.76%	0.22%
<b>FORESTRY (PAPER AND BOARD)</b>									
Century Paper & Board Mills Limited	299,500	-	-	299,500	-	-	0.00%	0.00%	0.00%
<b>INDUSTRIAL METALS AND MINING</b>									
Crecent Steel and Allied Products Limited	54,500	-	-	54,500	-	-	0.00%	0.00%	0.00%
International Industries Limited	1,052,500	302,500	-	-	1,355,000	86,734	1.70%	1.92%	1.13%
Mughal Iron and Steel Industries Limited	-	951,000	-	-	951,000	61,787	1.21%	1.37%	0.87%
<b>ENGINEERING</b>									
K.S.B Pumps Limited	6,000	-	-	-	6,000	1,345	0.03%	0.03%	0.05%
<b>PERSONAL GOODS</b>									
Azgard Nine Limited (Non-voting)	806,400	-	-	-	806,400	5,645	0.11%	0.12%	14.60%
Nishat Chunian Limited	484,800	-	-	400,000	84,800	3,261	0.06%	0.07%	0.04%
Nishat Mills Limited	583,200	1,476,100	-	-	2,059,300	204,468	4.00%	4.53%	0.59%
Sapphire Fibres	32,100	-	-	-	32,100	21,796	0.43%	0.48%	0.16%
Kohinoor Textile Mills Limited	2,171,000	509,000	-	100,000	2,580,000	182,019	3.56%	4.03%	1.05%
<b>FIXED LINE TELECOMMUNICATION</b>									
Pakistan Telecommunication Company Limited	-	5,333,500	-	-	5,333,500	92,750	1.81%	2.05%	0.14%
<b>ELECTRICITY</b>									
The Hub Power Company Limited	1,695,066	140,000	-	252,000	1,583,066	155,520	3.04%	3.44%	0.14%
Kot Addu Power Company Limited	1,808,500	244,000	-	136,000	1,916,500	181,588	3.55%	4.02%	0.22%
Pakgen Power Limited	-	2,373,500	-	148,000	2,225,500	62,203	1.22%	1.38%	0.60%
Lalpur Power Limited	1,719,500	-	-	106,000	1,613,500	47,066	0.92%	1.04%	0.42%
Saif Power Limited	1,322,000	-	-	-	1,322,000	43,031	0.84%	0.95%	0.34%

# NAFA STOCK FUND

Name of the investee company	As at July 1, 2014	Purchases during the period	Bonus / right shares	Sales during the period	As at March 31, 2015	Market value as at March 31, 2015	Investment as a percentage of		
							Market value as a percentage of net assets	Market value as a percentage of total investment	Percentage of paid up capital of investee company held
-----Number of shares-----						(Rupees in '000)			
<b>COMMERCIAL BANKS</b>									
Allied Bank Limited	1,219,501	166,600	-	43,700	1,342,401	124,843	2.44%	2.76%	0.12%
Bank Al-falah Limited	1,263,500	2,902,500	-	387,000	3,779,000	94,211	1.84%	2.09%	0.24%
Bank Al-Habib Limited	2,297,150	453,000	-	13,500	2,736,650	113,845	2.23%	2.52%	0.25%
Faysal Bank Limited	38,075	-	-	-	38,075	577	0.01%	0.01%	0.00%
Habib Metropolitan Bank Limited	671,000	-	-	671,000	-	-	0.00%	0.00%	0.00%
Meezan Bank Limited	197,752	511,000	-	-	708,752	35,778	0.70%	0.79%	0.07%
Silk bank Limited	-	4,250,000	-	-	4,250,000	7,225	0.14%	0.16%	0.16%
United Bank Limited	348,240	258,000	-	-	606,240	88,948	1.74%	1.97%	0.05%
Habib Bank Limited	173,463	-	-	170,000	3,463	685	0.01%	0.02%	0.00%
<b>EQUITY INVESTMENT INSTRUMENTS</b>									
Sindh Modaraba	1,337,000	-	-	-	1,337,000	8,945	0.17%	0.20%	2.97%
<b>MULTIUTILITIES (GAS AND WATER)</b>									
Sui Northern Gas Pipelines Limited	291,000	3,781,000	-	805,000	3,267,000	102,682	2.01%	2.27%	0.52%
<b>PHARMA AND BIO TECH</b>									
Abbot Laboratories (Pakistan) Limited	36,900	-	-	-	36,900	24,114	0.47%	0.53%	0.04%
Ferozsons Laboratories Limited	29,000	-	-	-	29,000	21,950	0.43%	0.49%	0.10%
GlaxoSmithKline (Pakistan) Limited	52,000	-	-	-	52,000	11,113	0.22%	0.25%	0.02%
<b>TECHNOLOGY HARDWARE AND EQUIPMENT</b>									
Avanceon Limited	1,050,000	400,500	-	200,500	1,250,000	41,050	0.80%	0.91%	1.18%
<b>HOUSEHOLD GOODS</b>									
Tariq Glass Industries Limited	1,465,000	363,000	-	-	1,828,000	132,438	2.59%	2.93%	2.49%
<b>CABLE AND ELECTRIC GOODS</b>									
Pak Elektron Limited	901,500	142,500	-	-	1,044,000	75,261	1.47%	1.67%	0.26%
<b>INDUSTRIAL TRANSPORTATION</b>									
Pakistan National Shipping Corporation	171,500	337,000	-	-	508,500	45,998	0.90%	1.02%	0.39%
						<b>4,516,197</b>	<b>88%</b>	<b>100%</b>	
Carrying value as at September 30, 2015						<b>4,872,630</b>			

\* The face value of each share held of Thal Limited is Rs.5

Investments include shares with market value of Rs 87.682 million (June 30, 2015: Rs. 95.710 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular number 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

	September 30, 2015 (Un-audited)	June 30, 2015 (Audited)
	----- Rupees in '000 -----	
<b>5 DIVIDEND AND PROFIT RECEIVABLE</b>		
Profit on savings deposits	134	490
Dividend receivable on equity securities	51,712	12,775
	<u>51,846</u>	<u>13,265</u>
<b>6 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration	516	386
Settlement charges	69	30
Bank charges	69	18
Provision for Workers' Welfare Fund (WWF)	47,575	47,575
Payable against redemption of units	6,202	7,727
Others	1,971	8,284
	<u>56,402</u>	<u>64,020</u>



# NAFA STOCK FUND

## 7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at september 30 , 2015 and june 30 ,2015

## 8 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, 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 year as the management company has distributed more than 90 percent of the Fund's accounting income for the year as reduced by capital gains (whether realised or unrealised) to its unit holders.

## 9 EARNINGS PER UNIT

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

## 10 PROVISION FOR WORKERS' WELFARE FUND PROVISION FOR WORKERS' WELFARE FUND

The Finance Act 2015 incorporated an amendment in WWF Ordinance by excluding CIS from the definition of Industrial Establishment, and consequently CIS are no more liable to pay contribution to WWF with effect from July 1, 2015. Accordingly no further provision for WWF has recorded subsequent to June 30, 2015.

However, without prejudice to the above and owing to the fact that the decision of Sindh High Court on the applicability of WWF (till June 30, 2015) to the CISs is currently pending for adjudication, the Management Company has decided to record and retain provision of WWF in financial statements for the quarter ended September 30, 2015 which aggregates to Rs. 47.575 million. Had the same not been made the net asset value per unit / return of the Fund would have been higher by 0.1127 per unit respectively.

## 11 TRANSACTIONS WITH CONNECTED PERSONS

- 11.1 Connected persons include NBP Fullerton Asset Management Limited (formerly National 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, NAFA provident Trust Fund being the employee contribution plan of the Management Company, 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 and front-end load payable to the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 11.4 Remuneration payable to the Trustee is determined in accordance with the provisions of the NBFC regulation and the Trust Deed.

# NAFA STOCK FUND

Quarter ended September 30, 2015 (Un-audited)	Quarter ended September 30, 2014 (Un-audited)
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-----Rupees in '000-----

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

### NBP Fullerton Asset Management Limited - Management Company

Management fee expense for the period	25,687	9,189
Front End Load	7,560	2,386
Sales tax on management fee	4,172	1,705
Federal Excise Duty on remuneration of Management Company	4,110	1,470

### National Bank of Pakistan - Sponsor

shares purchased : Nil (september 30 , 2014 :78000 shares)	-	4,778
shares sold : Nil ( September 30,2014 :860,000 shares)	-	49,242

### Employees of the Management Company

Units issued / transferred In 695,415 units (September 30, 2014: 837,625 units)	8,959	8,388
Units redeemed / transferred out 507,715 units (September 30, 2014: 896,815 units)	6,735	9,154

### Central Depository Company of Pakistan Limited - Trustee

Remuneration	1,536	712
Sales tax on remuneration	215	-
CDS Charges	194	110

### NBP Employee Pension Fund

Units Issued / Transferred in 2,633,779 units (September 30, 2014: Nil units)	34,979	-
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### Taurus Securities Limited

Brokerage	154	120
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### Dr Amjad Waheed - CEO

Units Issued / Transferred in 3,392 units (September 30, 2014: Nil units)	45	-
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### Muhammad Murtaza Ali - Company secretary / COO

Units Issued / Transferred in 489 units (September 30, 2014: Nil units)	6	-
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### Mr Kamal. A. Chinoy - Director

Units Issued / Transferred in 37,529 units (September 30, 2014: Nil units)	498	-
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### National Fullerton Asset Management Limited - Employees provident Fund

Units Issued / Transferred in 42,151 units (September 30, 2014: Nil units)	560	-
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### BYCO Oil Pakistan Limited - Employee Provident Fund (entity managed by NAFA)

Units Issued / Transferred in 95,530 units (September 30, 2014: Nil units)	6,684	-
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### BYCO Petroleum Pakistan Limited - Employee Provident Fund (entity managed by NAFA)

Units Issued / Transferred in 3,798,258 units (September 30, 2014: Nil units)	50,173	-
Units redeemed / transferred out 1,914,604 units (September 30, 2014: Nil units)	23,686	-

# NAFA STOCK FUND

	Quarter ended September 30, 2015 (Un-audited)	Quarter ended September 30, 2014 (Un-audited)
	-----Rupees in '000-----	
<b>International Industries Ltd. - Employees Provident Fund</b>		
Units Issued / Transferred in Nil units (September 30, 2014: 378,146 units)	-	3,895
<b>International Steels Ltd - Employees Provident Fund</b>		
Units Issued / Transferred in Nil units (September 30, 2014: 124,017 units)	-	1,301
<b>Cherat Cement Company Limited</b>		
Shares sold : Nil (September 30,2014 : 168 shares)	-	11
<b>THAL Limited</b>		
Shares sold : Nil (September 30,2014 : 15,000 shares)	-	2,797
<b>International Industries Limited</b>		
302,500 shares purchased (September 30, 2014 : Nil shares)	22,599	-
<b>Summit Bank Limited</b>		
Bank Profit	7	-
	(Un-Audited)	(Audited)
	September 30, 2015	June 30, 2015
	-----Rupees in '000-----	
<b>11.6 Amounts outstanding as at year end</b>		
<b>NBP Fullerton Asset Management Limited - Management Company</b>		
Management fee payable	8,618	6,489
Front-end load payable	3,677	1,443
Sales tax payable on management remuneration	1,400	1,129
Federal Excise Duty	17,119	13,009
Sales tax and FED payable on Sales Load	3,591	2,148
<b>National Bank of Pakistan - Sponsor</b>		
Deposit held by the Fund with the Sponsor	2,647	2,582
<b>Employees of the Management Company</b>		
Investment held in the Fund 641,566 units (June 30, 2015 453,866 units)	7,773	6,068
<b>Summit Bank Limited (Common Directorship)</b>		
Bank Balance	12,029	3,533
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee Fee payable	584	407
CDS charges payable	85	30
Security Deposit	100	100
<b>NAFA Provident Fund Trust - Provident Fund</b>		
Investment held in the Fund 860,335 units (June 30, 2015: 818,183 units)	11,085	10,938
<b>NBP Employees Pension Fund</b>		
Investment held in the Fund 53,758,056 units (June 30, 2015: 51,124,276 units)	692,656	683,455
<b>Sindh General Provident Investment Fund (unit Holding more than 10%)</b>		
Investment held in the Fund: Nil units (June 30, 2015: 33,115,807 units)	-	442,709

# NAFA STOCK FUND

	(Un-Audited) September 30, 2015	(Audited) June 30, 2015
	-----Rupees in '000-----	
<b>International Industries Limited (Common Directorship)</b>		
Ordinary shares held 1,355,000 (June 30,2015: 1,052,000)	86,734	70,665
<b>Cherat Cement Company Limited (Common Directorship)</b>		
Ordinary shares held	-	-
<b>Taurus Securities Limited (Subsidiary of the Sponsor)</b>		
Brokerage payable	2	-
<b>BYCO Petroleum Pakistan Limited - Employee Provident Fund (entity managed by NAFA)</b>		
Investment in the Fund: 3,631,093 units (June 30,2015: 1,747,438 units)	43,996	23,361
<b>BYCO Oil Pakistan Limited - Employee Provident Fund (entity managed by NAFA)</b>		
Investment in the Fund: 1,470,664 units (June 30,2015: 964,133 units)	17,819	12,889
<b>Mr Kamal A Chinoy - Director</b>		
Investment in the Fund: 870,076 units (June 30,2015: 832,547 units)	11,211	11,130
<b>Mr. Muhammad Murtaza Ali</b>		
Investment in the Fund: 11,329 units (June 30,2015: 10,840 units)	146	145
<b>Chief Executive Officer of the Management Company</b>		
Investment in the Fund: 78,631 units (June 30,2015: 75,239 units)	1,013	1,006
<b>Net amount receivable / (payable) against transfer of units from:</b>		
- NAFA Income Fund	-	47,935
- NAFA Income Opportunity Fund	158	-
- NAFA Asset Allocation Fund	-	60,637
- NAFA Financial Sector Income Fund	-	2,466
- NAFA Islamic Stock Fund	-	22,792
- NAFA Saving Plus Fund	-	490
- NAFA Government Securities Liquid Fund	(387)	56
- NAFA Riba Free Savings Fund	-	3,577
- NAFA Money Market Fund	-	(6,992)

## 12 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 21, 2015.

## 13 GENERAL

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

13.2 The bifurcation of undistributed income into realised and unrealised income at the beginning and end of the period as required by the NBFC Regulations has not been disclosed as such bifurcation is not practicable.

For NBP Fullerton Asset Management Limited  
(Management Company)

Chief Executive

Director



NBP Fullerton  
Asset Management Ltd.  
A Subsidiary of  
National Bank of Pakistan

## Head Office

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

**UAN:** 021-111-111-632

**Toll Free:** 0800-20001

**Sms:** NAFA INVEST to 8080

**Fax:** 021-35825335

**Email:** [info@nafafunds.com](mailto:info@nafafunds.com)

**Website:** [www.nafafunds.com](http://www.nafafunds.com)

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