



Managing Your Savings

Aitemaad اعتماد
اسلامک سیونگز

Islamic Savings

اسلامک سیونگز

NBP Fund Management Limited



NBP ISLAMIC DAILY DIVIDEND FUND

ANNUAL REPORT
JUNE 30, 2025

AM1
Rated by PACRA

MISSION STATEMENT

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



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FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

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

Human Resource & Remuneration Committee

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

Strategy & Business Planning Committee

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

Trustee

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

Bankers to the Fund

Askari Bank Limited
Bank Alhabib Limited
United Bank Limited
Meezan Bank Limited
Habib Bank Limited
Dubai Islamic Bank Limited
Allied Bank Limited
National Bank Of Pakistan
Bank Islami Pakistan Limited
Zarai Taraqiati Bank Limited
Faysal Bank Limited
Bank Alfalah 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 4, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.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
Fax: 051-4859031

Peshawar Office:

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

Multan Office:

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

Board of Directors



Dr. Amjad Waheed, CFA
Chief Executive Officer



Shaikh Muhammad Abdul Wahid Sethi
Chairman



Mr. Khalid Mansoor
Director



Mr. Saad Amanullah Khan
Director



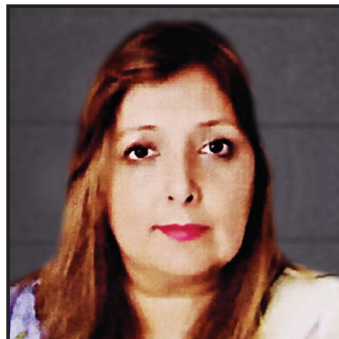
Mr. Faisal Ahmed
Director



Mr. Ali Saigol
Director



Mr. Umar Ahsan Khan
Director



Ms. Mehnaz Salar
Director



Mr. Imran Zaffar
Director

Senior Management



Dr. Amjad Waheed, CFA
Chief Executive Officer



Mr. Muhammad Murtaza Ali
Chief Operating Officer &
Company Secretary



Mr. Asim Wahab Khan, CFA
Chief Investment Officer



Mr. Ozair Ali Khan
Chief Technology Officer



Mr. Zaheer Iqbal, ACA FPFA
Chief Financial Officer



Mr. Raza Jafri
Head of Portfolio &
Investment Advisory



Mr. Salman Ahmed, CFA
Head of Fixed Income



Mr. Muhammad Umer Khan
Head of Human Resources &
Administration



Syed Sharoz Mazhar, CFA
Head of Business &
Sales Strategy



Mr. Hassan Raza, CFA
Head of Equity



Mr. Waheed Abidi
Head of Internal Audit



Mr. Mustafa Farooq
Head of Compliance,
Risk & Legal



Mr. Muhammad Waseem
Head of Research

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the 6th Annual Report of **NBP Islamic Daily Dividend Fund (NIDDF)** for the year ended June 30, 2025.

Fund's Performance

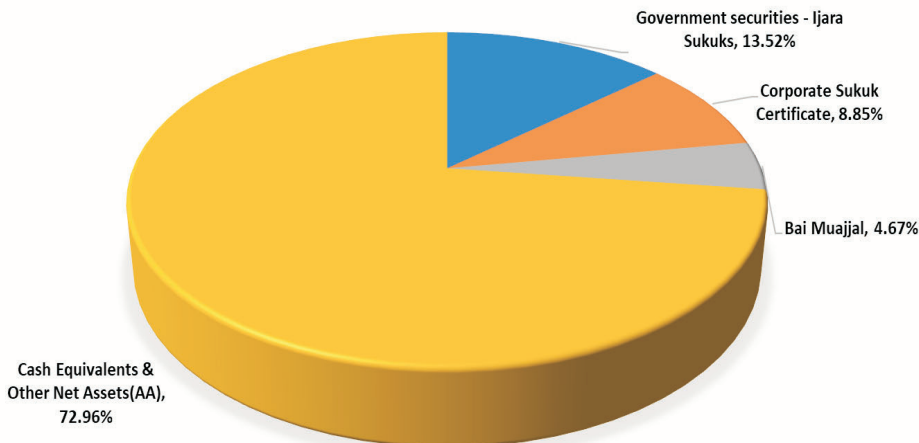
NIDDF is categorized as Shariah Compliant Money Market Fund and has been awarded stability rating of 'AA+ (f)' by PACRA. The fund aims to consistently provide better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days, thereby providing easy liquidity along with a high-quality credit profile.

The market witnessed some fresh issuance of short-term corporate Sukuks mainly in Textile, Chemical and Power & Distribution sectors to meet the increasing funding requirements. During FY25, Pakistan's Monetary Policy Committee (MPC) reduced the Policy Rate significantly from 20.5% to 11%, responding to a sustained decline in inflation, and considerable improvement on the external front. This easing cycle was underpinned by stable global commodity prices, moderation in food and energy inflation, softening market yields, and strong remittance inflows. The country's FX reserves increased from \$9.39 billion in July 2024 to \$14.31 billion by the end of FY25. This surge was driven by multilateral inflows and disciplined macroeconomic management particularly on the external front.

Real GDP grew by 2.7% in FY25, falling short of the government's target of 3.6%. Inflation averaged 4.5%, significantly below the budgeted target of 12%, driven by declining food and fuel prices, prudent monetary policy, and favorable base effect. Despite notable gains, the MPC maintained a cautious stance, flagging downside risks from tariff adjustments, global economic uncertainty, fiscal slippages, and challenges in revenue mobilization. The SBP emphasized the critical role of structural reforms, continued fiscal discipline, and coherent policy execution to reinforce stability and sustain the recovery into FY26.

The size of NBP Islamic Daily Dividend Fund has decreased from Rs. 24,717 million to Rs. 15,227 million during the period (a decline of 38%). During the period, the unit price of the Fund has increased from Rs. 8.7669 (Ex-Div) on June 30, 2024 to Rs. 10.0000 on June 30, 2025, thus showing a return of 14.1% as compared to the benchmark return of 9.9% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 1,558.12 million during the year. After deducting total expenses of Rs. 113.86 million, the net income is Rs. 1,444.26 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NIDDF.



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 13.17% of the opening ex-NAV (13.17% of the par value) during the year ended June 30, 2025.

Taxation

As the above cash dividend is more than 90% of the income earned during the year, excluding accumulative losses, realized and unrealized capital gains on investments, the Fund is not subject to tax under Clause 99 of the Part I of the Second Schedule of the Income Tax Ordinance, 2001.

Auditors

The present auditors, Messrs Yousuf Adil Chartered Accountants, retired and, being eligible, offer themselves for re-appointment for the year ending June 30, 2026.

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

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held eight meetings during the year. The attendance of all directors is disclosed in the note 29 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 26 to these financial statements.
12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 20 to these financial statements.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2025, the Board included:

Category	Names
Independent Directors	1. Mr. Khalid Mansoor 2. Mr. Saad Amanullah Khan 3. Mr. Umar Ahsan Khan
Executive Director	Dr. Amjad Waheed - Chief Executive Officer
Non-Executive Directors	1. Shaikh Muhammad Abdul Wahid Sethi (Chairman) 2. Mr. Faisal Ahmed 3. Ms. Mehnaz Salar 4. Mr. Ali Saigol 5. Mr. Imran Zaffar

Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive Officer

Director

Date: August 21, 2025
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP اسلامک ڈیلی ڈویڈنڈ فنڈ (NIDDF) کی چھٹی سالانہ رپورٹ برائے سال ختمہ 30 جون 2025ء پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

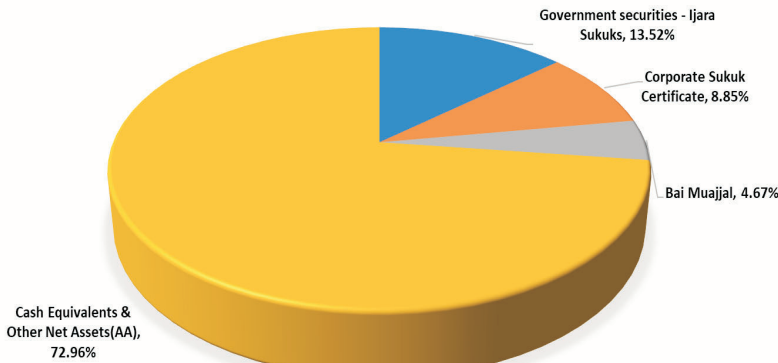
NIDDF کو شریعہ کمپلائنس کمی مارکیٹ فنڈ کے طور پر درجہ بندی کی گئی ہے اور اسے PACRA کی طرف سے "(f) AA+" کی اسٹیبلٹی ریٹنگ دی گئی ہے۔ اس فنڈ کا مقصد اسلامی بینکوں/کرسٹل بینکوں کے اسلامی ونڈوز کی طرف سے پیش کردہ منافع کی شرحوں سے مسلسل بہتر منافع فراہم کرنا ہے۔ کم از کم اہل درجہ بندی AA ہے، جبکہ فنڈ کو چھ ماہ کی میچورٹی سے زیادہ کسی بھی سیکورٹی میں سرمایہ کاری کرنے کی اجازت نہیں ہے۔ فنڈ کی میچورٹی کا وزنی اوسط وقت 90 دنوں سے زیادہ نہیں ہو سکتا، اس طرح ایک اعلیٰ معیار کے کریڈٹ پروفائل کے ساتھ آسان لیکویڈیٹی فراہم کرتا ہے۔

مارکیٹ میں مختصر مدتی کارپوریٹ (Sukuks) کے کچھ نئے اجراء دیکھنے میں آئے، جو بنیادی طور پر ٹیکسٹائل، کیمیکلز اور پاور اینڈ ڈسٹری بیوشن کے شعبوں میں بڑھتی ہوئی فنڈنگ کی ضروریات کو پورا کرنے کے لیے کیے گئے۔ مالی سال 2025 کے دوران، پاکستان کی مونیٹری پالیسی کمیٹی (MPC) نے پالیسی ریٹ کو نمایاں طور پر 20.5% سے کم کر کے 11% کر دیا۔ اس اقدام کی بنیادی وجہ مہنگائی میں مسلسل کمی اور بیرونی محاذ پر قابلی ذکر بہتری تھی۔ ریٹ میں اس نرمی کے پیچھے عالمی کموڈیٹی قیمتوں کا استحکام، خوراک اور توانائی کی مہنگائی میں کمی، مارکیٹ سیلڈز میں نرمی اور ترسیلات زر میں مضبوط اضافہ شامل تھے۔ ملک کے زرمبادلہ کے ذخائر جولائی 2024 میں 9.39 ارب ڈالر سے بڑھ کر مالی سال 2025 کے اختتام تک 14.31 ارب ڈالر تک پہنچ گئے۔ ذخائر میں یہ اضافہ کثیر الجہتی اداروں سے موصولہ رقم اور بیرونی محاذ پر نظم و ضبط پر مبنی میکرو اکنامک مینجمنٹ کے باعث ممکن ہوا۔

حقیقی جی ڈی پی مالی سال 2025 میں 2.7% بڑھا، جو حکومت کے ہدف 3.6% سے کم رہا۔ مہنگائی اوسطاً 4.5% رہی جو بجٹ ہدف 12% سے نمایاں طور پر کم تھی۔ اس کی بنیادی وجوہات میں خوراک اور ایندھن کی قیمتوں میں کمی جتنا مانیٹری پالیسی، اور نہیں ایفیکٹ کے مثبت اثرات شامل تھے۔ اگرچہ نمایاں بہتری ریکارڈ کی گئی، مگر مونیٹری پالیسی کمیٹی (MPC) نے محتاط رویہ برقرار رکھا اور ڈیفنڈیشن، عالمی معاشی غیر یقینی صورتحال، مالیاتی کمزوریاں اور ریونیو اکٹھا کرنے میں مشکلات کو خطرات کے طور پر اجاگر کیا۔ اسٹیٹ بینک نے اس بات پر زور دیا کہ ڈھانچہ جاتی اصلاحات، مسلسل مالیاتی نظم و ضبط اور مربوط پالیسی کے نفاذ سے استحکام کو مزید تقویت دی جاسکتی ہے اور مالی سال 2026 میں بحالی کا تسلسل برقرار رکھا جاسکتا ہے۔

NBP اسلامک ڈیلی ڈویڈنڈ فنڈ کا سا سائز اس مدت کے دوران 24,717 ملین روپے سے کم ہو کر 15,227 ملین روپے ہو گیا (یعنی 38% کمی ہوئی)۔ مذکورہ مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2024 کو (Ex-Div) 8.7669 روپے سے بڑھ کر 30 جون 2025 کو 10.0000 روپے ہو چکی ہے، لہذا فنڈ نے اسی مدت کے دوران 9.9% نیٹ مارک منافع کے مقابلے میں 14.1% منافع دیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو اس مدت کے دوران 1,558.12 ملین روپے کی آمدنی ہوئی۔ 113.86 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 1,444.26 ملین روپے ہے۔ درج ذیل چارٹ NIDDF کی ہر ایک ذیلی کلاسوں کی ایسٹ ایبلویشن اور اوسط کریڈٹ ریٹنگ کی نمائندگی کرتا ہے:



آمدنی کی تقسیم

مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے سال 30 جون 2025 کے اختتام کے بعد اویڈیوڈ ex-NAV کا 13.17% (بنیادی قدر کا 13.17%) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

ٹیکسیشن

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

آڈیٹرز

موجودہ آڈیٹر، مہسز یوسف عادل، چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے اور اہل ہونے کی بنا پر، 30 جون 2026 کو ختم ہونے والے سال کے لیے دوبارہ تقرری کے لیے خود کو پیش کرتے ہیں۔

لسٹڈ کمپنیز (کوڈ آف کارپوریشن گورننس) ریگولیشنز 2019 میں شامل بہترین عوامل کی پیروی میں ڈائریکٹرز اسٹیٹمنٹ

- 1 مینجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلوا اور یونٹ ہولڈرز فنڈز میں تبدیلی کی منصفانہ عکاسی کرتے ہیں۔
- 2 فنڈ کے اکاؤنٹس کے کھاتے درست انداز میں رکھے ہوئے ہیں۔
- 3 مالی گوشواروں کی تیاری میں اکاؤنٹنگ کی مناسب پالیسیوں کی مسلسل پیروی کی گئی ہے۔ شماریاتی تخمینے مناسب اور معقول نظریات پر مبنی ہیں۔
- 4 ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی، معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
- 5 انٹرنل کنٹرول کا نظام مستحکم اور موثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
- 6 فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
- 7 کارپوریشن گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
- 8 پرفارمنس ٹیمبل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
- 9 ٹیکسوں، ڈیویڈنڈ، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
- 10 اس مدت کے دوران مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے آٹھ اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 29 میں ظاہر کی گئی ہے۔
- 11 یونٹ ہولڈنگ کا تفصیلی پیرن مالیاتی گوشواروں کے نوٹ 26 میں ظاہر کیا گیا ہے۔
- 12 ڈائریکٹرز، سی ای او، سی ایف او، کمپنی سیکرٹری اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے یونٹس کی تمام خرید و فروخت ان مالیاتی گوشواروں کے نوٹ 20 میں ظاہر کی گئی ہے۔
- 13 کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فرسٹ شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریسٹ نہیں رکھتی۔ 30 جون 2025 کو بورڈ آف ڈائریکٹرز درج ذیل ارکان پر مشتمل ہیں:

نام	کیٹگری
•1 جناب خالد منصور •2 جناب سعد امان اللہ خان •3 جناب عمر احسن خان	غیر جانبدار ڈائریکٹرز
ڈاکٹر امجد وحید (چیف ایگزیکٹو آفیسر)	ایگزیکٹو ڈائریکٹر
•1 شیخ محمد عبدالواحد سیٹھی (چیئرمین) •2 جناب فیصل احمد •3 محترمہ مہناز سالار •4 جناب علی سیگل •5 جناب عمران ظفر	نان ایگزیکٹو ڈائریکٹرز



اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ انویسٹمنٹ 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 ٹرسٹی 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: 21 اگست 2025ء

مقام: کراچی

TRUSTEE REPORT TO THE UNIT HOLDERS

Report of the Trustee pursuant to Regulation 41(h) and Clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of NBP Islamic Daily Dividend Fund (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2025 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, September 29, 2025

FUND MANAGER REPORT

NBP Islamic Daily Dividend Fund

NBP Islamic Daily Dividend Fund (NIDDF) is an Open-End Shariah Compliant Money Market Fund.

Investment Objective of the Fund

To provide competitive return along with daily dividend by investing in Shariah Compliant money market instruments.

Benchmark

90% three (3) months PKISRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP.*effective from Jan 01, 2025; Previously Three months average deposit rates of three (3) AA rated Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP

Fund Performance Review

This is the 6th Annual report since the launch of the Fund on November 01, 2019. The Fund size decreased by 38% during the year and stands at Rs. 15.2 billion as of June 30, 2025. Since its inception, the Fund has earned an annualized return of 13.4% versus the benchmark return of 6.5%, thus registering an outperformance of 6.9% p.a. During FY25, the Fund posted 14.1% return versus the benchmark return of 9.9%, thus registering an outperformance of 4.2% p.a. This outperformance is net of management fee and other expenses.

NIDDF is an Islamic Money Market Scheme with no direct or indirect exposure to the stock market. The Fund is awarded the stability rating of "AA+(f)" by PACRA. The fund aims to consistently provide better return than the profit rates offered by Islamic Banks/Islamic windows of commercial banks. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days, thereby providing easy liquidity along with a high-quality credit profile.

The market witnessed some fresh issuance of short-term corporate Sukuks mainly in Textile, Chemical and Power & Distribution sectors to meet the increasing funding requirements. During FY25, Pakistan's Monetary Policy Committee (MPC) reduced the Policy Rate significantly from 20.5% to 11%, responding to a sustained decline in inflation, and considerable improvement on the external front. This easing cycle was underpinned by stable global commodity prices, moderation in food and energy inflation, softening market yields, and strong remittance inflows. The country's FX reserves increased from \$9.39 billion in July 2024 to \$14.31 billion by the end of FY25. This surge was driven by multilateral inflows and disciplined macroeconomic management particularly on the external front.

Real GDP grew by 2.7% in FY25, falling short of the government's target of 3.6%. Inflation averaged 4.5%, significantly below the budgeted target of 12%, driven by declining food and fuel prices, prudent monetary policy, and favorable base effect. Despite notable gains, the MPC maintained a cautious stance, flagging downside risks from tariff adjustments, global economic uncertainty, fiscal slippages, and challenges in revenue mobilization. The SBP emphasized the critical role of structural reforms, continued fiscal discipline, and coherent policy execution to reinforce stability and sustain the recovery into FY26.

Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-25	30-Jun-24
Corporate sukuk certificates	8.85%	19.09%
Government securities - Ijarah sukuks	13.52%	15.22%
Bai muajjal receivable	4.67%	4.29%
Term deposit receipts	-	36.29%
Cash, Bank Placements & Other Assets	72.96%	25.11%
Total	100%	100%

Distribution for the Financial Year 2025

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
From July 01, 2024 to June 30, 2025	13.17%	11.317	10

Unit Holding Pattern of NBP Islamic Daily Dividend Fund as on June 30, 2025

Size of Unit Holding (Units)	# of Unit Holders
0-0.99	798
1-1000	1271
1001-5000	203
5001-10000	85
10001-50000	325
50001-100000	197
100001-500000	542
500001-1000000	159
1000001-5000000	171
5000001-10000000	30
10000001-100000000	21
100000001 & above	1
Total	3,803

During the period under question

There has been no significant change in the state of affairs of the Fund, other than stated above. NBP Islamic Daily Dividend Fund does not have any soft commission arrangement with any broker in the industry.

STATEMENT OF COMPLIANCE WITH THE SHARI'AH PRINCIPLES

NBP Islamic Daily Dividend Fund (the Fund) has fully complied with the Shari'ah principles specified in the Trust Deed and in the guidelines issued by the Shari'ah Advisor for its operations, investments and placements made during the year ended June 30, 2025. This has been duly confirmed by the Shari'ah Supervisory Board of the Fund.

For and behalf of the board

Date: **August 21, 2025**
Karachi

Dr. Amjad Waheed, CFA
Chief Executive Officer

REPORT OF THE SHARIAH SUPERVISORY BOARD

September 23, 2025/ Rabi ul Awal 29, 1447

Alhamdulillah, the period from July 01, 2024 to June 30, 2025 marks the Sixth year of the operations of NBP Islamic Daily Dividend Fund (the "NIDDF" or the "Fund") under management of NBP Funds Management Limited (the "NBP Funds" or the "Management Company").

In the capacity of Shariah Supervisory Board (the "SSB"), we have prescribed specific criteria and procedures to ensure that every investment aligns with Shariah principles and rules.

It is the responsibility of the Management Company of the Fund to establish and maintain a system of internal controls to ensure Shariah compliance with the Shariah principles, policies and guidelines issued by the SSB and Shariah Governance Regulations issued by Securities and Exchange Commission of Pakistan. The prime responsibility for ensuring Shariah compliance of the Fund operations lies with the Board of Directors and Executive Management.

Based on our day-to-day reviews during the year and subsequent approvals for investments and related activities of the Fund, we hereby confirm that:

- i. The modes of investments, transactions, relevant documentation and procedures adopted have been in accordance with Shariah principles and rules.
- ii. The affairs of the Fund have been carried out in accordance with Shariah principles and rules and relevant Shariah opinions and/or guidelines were issued accordingly from time to time.

Based on the above facts, SSB is of the opinion that during the year, nothing has come to our attention that causes us to believe that overall operations of the Fund for the year ended June 30, 2025 are not in compliance with the Shariah principles and rules. The Management Company is advised to comply with the SSB guidelines in true letter and spirit.

May Allah bless us with the best Tawfeeq to accomplish His cherished tasks, make us successful in this world and in the Hereafter, and forgive our mistakes.

For and on behalf of Shariah Technical Services & Support

For and on behalf of NBP Fund's Shariah Supervisory Board

Mufti Muhammad Naveed Alam
Member
Shariah Supervisory Board

Mufti Ehsan Waqar
Shariah Advisor & Member
Shariah Supervisory Board

Dr. Imran Ashraf Usmani
Chairman
Shariah Supervisory Board

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE WITH THE SHARIAH GOVERNANCE REGULATIONS, 2023

To The Board of Directors of NBP Fund Management Limited

1. Introduction

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (the SECP) has required in terms of its Shariah Governance Regulations, 2023 (the Regulations) - External Shariah Audit of NBP Islamic Daily Dividend Fund (the Fund) for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

The criteria for the assurance engagement, against which the underlying subject matter (financial arrangements, contracts, and transactions having Shariah implications for the year ended June 30, 2025) is assessed, comprise of the Shariah principles and rules, as defined in the Regulations and reproduced as under:

- a) legal and regulatory framework administered by the SECP;
- b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;
- c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;
- d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and
- e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

Our engagement was carried out as required under Regulation 29 of Chapter VII of the Regulations.

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2025, which are annexed.

3. Management's Responsibility for Shariah Compliance

Management is responsible to ensure that the financial arrangements, contracts, and transactions, having Shariah implications, entered into by the Fund with its unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for the design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

4. Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan (the Code), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

The firm applies International Standard on Quality Management (ISQM-1) "Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements" and accordingly maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), 'Assurance Engagements Other than Audits or Reviews of Historical Financial Information', issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shariah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shariah principles in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. We have designed and performed necessary verification procedures on various financial arrangements, contracts and transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shariah principles (criteria specified in para 2 above).

We believe that the evidence we have obtained through performing our procedures were sufficient and appropriate to provide a basis for our opinion.

6. Conclusion

Based on our reasonable assurance engagement, we report that, in our opinion, the Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2025 are in compliance with the Shariah principles (criteria specified in paragraph 2 above), in all material respects.

The engagement partner on the assurance resulting in this independent assurance report is **Nadeem Yousuf Adil**.

Yousuf Adil
Chartered Accountants

Date: September 04, 2025
Place: Karachi

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

To the unit holders of NBP Islamic Daily Dividend Fund

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **NBP Islamic Daily Dividend Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2025 and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2025 and of its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund and NBP Fund Management Limited (the Management Company) in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. This matter was addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	<p>Valuation and existence of investment (Refer note 2.4 of the Financial Statements)</p> <p>Investments held at fair value through profit or loss are disclosed in note 6 to the financial statements and represent 27.04% of the net assets of the Fund.</p> <p>The Fund's primary activity is, inter alia, to invest in Money Market and Debt Securities, which is the main driver of the Fund's performance.</p> <p>Considering the above factors, the valuation and existence are significant areas during our audit due to which we have considered this as a key audit matter.</p>	<p>In this respect, we performed the following procedures:</p> <ul style="list-style-type: none"> Reviewed the processes and key controls relating to existence and valuation and evaluated the design and implementation of such controls; Independently verified the existence of investments from the Central Depository Company (CDC) account statement, Investor Portfolio Services (IPS) account statement and other relevant document. Tested valuation of investments by verifying the average rates quoted on a widely used electronic quotation system (PKISRV) rates, prices quoted at Mutual Fund Association of Pakistan (MUFAP) and prices quoted at Pakistan Stock Exchange (PSX); and Differences, if any, identified during our testing that were over our acceptable threshold were investigated further.

Other matter

The annual financial statements of the Fund for the year ended June 30, 2024 were audited by another firm of chartered accountants, whose audit report dated October 30, 2024, expressed an unmodified opinion.

Information other than the financial statements and auditor's report thereon

Management Company is responsible for the other information. The other information comprises the information (Directors' Report, Fund Manager Report & Trustee Report to the Unit Holders) included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management Company and Board of Directors of the Management Company for the financial statements

Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Company either intends to liquidate the Fund or to cease operations or has no realistic alternative but to do so.

The Board of Directors of the Management Company are responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

In our opinion, the financial statements have been prepared, in all material respects, in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

Yousuf Adil
Chartered Accountants

Place: Karachi
Date: September 04, 2025
UDIN: AR202510091GPo4RFJbz

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2025

	Note	2025 ----- Rupees in '000 -----	2024 ----- Rupees in '000 -----
ASSETS			
Bank balances	5	11,735,642	5,706,864
Investments	6	4,117,767	18,509,771
Profit receivable	7	124,374	628,322
Prepayments, deposits and other receivables	8	811	837
Receivable from funds under management by Management Company against conversion of units		2,980,657	-
Preliminary expenses and floatation costs 9		-	86
Total assets		18,959,251	24,845,880
LIABILITIES			
Payable to NBP Fund Management Limited - the Management Company	10	16,416	94,999
Payable to Central Depository Company of Pakistan Limited - the Trustee	11	648	1,310
Payable to the Securities and Exchange Commission of Pakistan	12	777	1,590
Payable against conversion and redemption of units		3,693,156	-
Accrued expenses and other liabilities	13	21,124	30,914
Total liabilities		3,732,121	128,813
NET ASSETS		15,227,130	24,717,067
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		15,227,130	24,717,067
CONTINGENCIES AND COMMITMENTS			
	14		
		-----Number of units-----	
NUMBER OF UNITS IN ISSUE	15	1,522,708,289	2,471,716,652
		-----Rupees-----	
NET ASSET VALUE PER UNIT	4.6	10.0000	10.0000

The annexed notes from 1 to 31 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

INCOME STATEMENT FOR THE YEAR ENDED JUNE 30, 2025

INCOME	Note	2025 ----- Rupees in '000 -----	2024
Income on corporate sukuk certificates and government securities		692,616	1,281,301
Income on term deposit receipts		228,656	958,465
Income on certificates of musharakah		46,326	808,364
Income on bai muajjal certificates		179,816	112,386
Profit on bank balances		407,608	2,068,050
		1,555,022	5,228,566
Loss on sale of investments - net		(3,370)	(11,200)
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	6.6	6,470	(4,734)
		3,100	(15,934)
Total income		1,558,122	5,212,632
EXPENSES			
Remuneration of NBP Fund Management Limited - Management Company	10.1	49,017	46,367
Sindh Sales Tax on remuneration of Management Company	10.3	7,353	6,028
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	5,933	13,829
Sindh Sales Tax on remuneration of Trustee	11.2	890	1,798
Reimbursement of selling and marketing expenses	10.6	28,250	146,563
Sindh Sales Tax on reimbursement of selling and marketing expenses	10.7	4,238	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.4	5,763	29,518
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.5	864	-
Annual fee - Securities and Exchange Commission of Pakistan	12.1	8,090	18,858
Amortisation of preliminary expenses and floatation costs	9.1	86	234
Auditors' remuneration	16	1,315	728
Professional charges		150	150
Annual listing fee		31	31
Shariah advisor fee		1,007	3,316
Settlement and bank charges		446	1,413
Printing charges		128	90
Fund rating fee		306	239
Total operating expenses		113,867	269,162
Net income for the year before taxation		1,444,255	4,943,470
Taxation	17	-	-
Net income for the year after taxation		1,444,255	4,943,470
Earnings per unit	4.14		
Allocation of net income for the year			
- Net income for the year after taxation		1,444,255	4,943,470
- Income already paid on units redeemed		(55,116)	-
		1,389,139	4,943,470
Accounting income available for distribution:			
- Relating to capital gains		3,100	-
- Excluding capital gains		1,386,039	4,943,470
		1,389,139	4,943,470

The annexed notes from 1 to 31 form an integral part of these financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024
	----- Rupees in '000 -----	
Net income for the year after taxation	1,444,255	4,943,470
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u><u>1,444,255</u></u>	<u><u>4,943,470</u></u>

The annexed notes from 1 to 31 form an integral part of these financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 ---- (Rupees in '000) ----	2024 ---- (Rupees in '000) ----
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		1,444,255	4,943,470
Adjustments for:			
Net unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss'		(6,470)	4,734
Amortisation of preliminary expenses and floatation costs	6.1	86	234
		<u>1,437,871</u>	<u>4,948,438</u>
Decrease / (increase) in assets			
Investments - net		6,139,165	(5,908,315)
Profit receivable		503,948	(323,044)
Prepayments, deposits and other receivables		26	12
		<u>6,643,139</u>	<u>(6,231,347)</u>
(Decrease) / increase in liabilities			
Payable to NBP Fund Management Limited - Management Company		(78,583)	44,535
Payable to Central Depository Company of Pakistan Limited - Trustee		(662)	179
Payable to the Securities and Exchange Commission of Pakistan		(813)	(1,885)
Accrued expenses and other liabilities		(9,790)	13,399
		<u>(89,848)</u>	<u>56,228</u>
Net cash generated from / (used in) operating activities		<u>7,991,162</u>	<u>(1,226,681)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received against issuance of units		47,078,988	65,636,549
Amount paid against redemption of units		(52,930,885)	(60,740,969)
Cash dividend paid		(1,389,139)	(4,943,470)
Net cash used in financing activities		<u>(7,241,036)</u>	<u>(47,890)</u>
Net decrease in cash and cash equivalents during the period		<u>750,126</u>	<u>(1,274,571)</u>
Cash and cash equivalents at the beginning of the period	21	14,676,864	15,951,435
Cash and cash equivalents at the end of the period	21	<u>15,426,990</u>	<u>14,676,864</u>

The annexed notes from 1 to 20 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 THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP Islamic Daily Dividend Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 19, 2019, under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund was registered under the Sindh Trusts Act, 2020 on November 2, 2021.
- 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 November 02, 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 Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.4 The Fund has been categorised as an open ended Shariah compliant money market fund by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by Securities and Exchange Commission of Pakistan and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 10 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from November 2, 2019 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 The objective of the Fund is to provide competitive return along with daily dividend by investing in Shariah compliant money market instruments.
- 1.6 The Pakistan Credit Rating Agency (PACRA) has reaffirmed an asset manager rating of the Management Company of AM1 on May 05, 2025 (2024: AM1 on June 21, 2024). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, PACRA has maintained the stability rating of the Fund to AA+(f) on April 17, 2025 (2024: AA+(f) on March 28, 2024).
- 1.7 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Accounting Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and

- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

2.2 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current year:

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these are not considered to be relevant or do not have any material effect on the Fund's financial statements and are, therefore, not disclosed in these financial statements.

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

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2025) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements and have not been disclosed in the financial statements.

2.4 Critical accounting estimates and judgments

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

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

2.5 Basis of measurement

These financial statements have been prepared under the historical cost convention except investments that have been carried at fair values.

2.6 Functional and presentation currency

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

3 ADOPTION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO THE PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2025.

The following amendments are effective for the year ended June 30, 2025. These amendments are either not relevant to the Fund's operations or are not expected to have significant impact on the Funds's financial statements other than certain additional disclosures.

- Amendments to IFRS 16 'Leases' -Clarification on how seller-lessee subsequently measures sale and leaseback transactions.
- Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Convenants.
- Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements.

3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following standard and amendments are effective for accounting periods, beginning on or after the date mentioned against each of them. These amendments and standards are either not relevant to the Funds' operations or are not expected to have significant impact on the Funds' financial statements other than certain additional disclosures.

	Effective from accounting periods beginning on or after:
- Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability	January 01, 2025
- IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)	January 01, 2026
- IFRS 7 - Financial Instruments: Disclosures	July 01, 2025
- Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Classification and measurement of financial instruments	January 01, 2026

- Annual Improvements to IFRS Accounting Standards (related to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7) January 01, 2026
- Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Contracts Referencing Nature-dependent Electricity January 01, 2026

Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 18 – Presentation and Disclosures in Financial Statements
- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the years presented.

4.1 Cash and cash equivalents

These comprise balances with banks in savings and current accounts and other short-term highly liquid investments with original maturities of three months or less.

4.2 Financial assets

4.2.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the income statement.

4.2.2 Classification and subsequent measurement

Debt instruments

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

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

based on the business model of the entity.

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore, the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

4.2.3 Subsequent measurement

Subsequent to initial recognition, financial assets are valued as follows:

Financial assets 'at fair value through profit or loss'

Basis of valuation of Government securities

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKIRSV rates) which are based on the remaining tenure of the securities.

Basis of valuation of debt securities

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP). In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

4.2.4 Impairment (other than debt securities)

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt securities) carried at amortised cost and FVOCI. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Fund considers that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Fund, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

4.2.5 Impairment loss on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on management's assessment made in line with its provisioning policy approved by the Board of Directors of the Management Company in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the income statement.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Management Company. The provisioning policy approved by the Board of Directors has been placed on the Management Company's website as required under the SECP's circular.

4.2.6 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

4.2.7 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the income statement.

4.3 Financial liabilities

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

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to the income statement.

4.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

4.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

4.6 Net Asset Value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

4.7 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as at the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

4.8 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the year in which such distributions are declared and approved by the Board of Directors of the Management Company.

4.9 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

Element of income represents the difference between net asset value per unit on the issuance or redemption date, as the case may be, of units and the net asset value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders' fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4.10 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date on which the transaction takes place.
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are recorded in the period in which these arise.
- Income from investments in corporate sukuks and GoP ijarah sukuks is recognised on an accrual basis using effective profit rate method.
- Profit on bank balances, term deposit receipts, bai muajjal and certificates of musharakah is recognised on an accrual basis.

4.11 Expenses

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

4.12 Taxation

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

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

4.13 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of 5 years in accordance with the requirements set out in the Trust Deed of the Fund.

4.14 Earnings per unit

Earnings per unit (EPU) is calculated by dividing the net income of the year before taxation of the Fund by the weighted average number of units outstanding during the year.

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

4.15 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistan Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

5	BANK BALANCES	Note	2025	2024
			-----Rupees in '000-----	
	Balances with banks in:			
	Savings accounts	5.1	11,706,079	5,403,938
	Current accounts		29,563	302,926
			<u>11,735,642</u>	<u>5,706,864</u>

5.1 This includes balance of Rs. 203.801 million (2024: Rs 2.899 million) maintained with National Bank of Pakistan, that carries profit at the rate of 6.00% (2024: 10.00%) per annum. Other savings accounts carry profit rates ranging from 0.10% to 10.75% (2024: 11.01% to 19.10%) per annum.

6	INVESTMENTS	Note	2025	2024
			-----Rupees in '000-----	
	At fair value through profit or loss			
	Certificates of musharakah	6.1	-	-
	Corporate sukuk certificates	6.2	1,348,000	4,718,000
	Government securities - Ijarah sukuks	6.3	2,059,076	3,761,936
	Bai muajjal certificates	6.4	710,691	1,059,835
	Term deposit receipts	6.5	-	8,970,000
			<u>4,117,767</u>	<u>18,509,771</u>

6.1 Certificates of musharakah

Name of investee company	Rating	Maturity Date	Profit rate	Face Value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of	
				As at July 1, 2024	Placed during the period	Matured during the period	As at June 30, 2025			Total investments	Net assets
				----- Rupees in 000 -----							
Faysal Bank Limited	AAA, VIS	October 25, 2024	15.50%	-	1,000,000	1,000,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	November 1, 2024	14.50%	-	1,500,000	1,500,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	November 5, 2024	12.00%	-	1,500,000	1,500,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	November 8, 2024	11.00%	-	1,500,000	1,500,000	-	-	-	-	
Faysal Bank Limited	AAA, VIS	November 29, 2024	13.35%	-	1,000,000	1,000,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	December 9, 2024	13.30%	-	1,000,000	1,000,000	-	-	-	-	
Allied Bank Limited - Islamic	AAA, VIS	December 17, 2024	12.60%	-	1,000,000	1,000,000	-	-	-	-	
Faysal Bank Limited	AAA, VIS	December 27, 2024	11.25%	-	1,000,000	1,000,000	-	-	-	-	
Habib Bank Limited - Islamic	AAA, VIS	January 29, 2025	11.35%	-	700,000	700,000	-	-	-	-	
Habib Bank Limited - Islamic	AAA, VIS	April 7, 2025	11.25%	-	500,000	500,000	-	-	-	-	
Habib Bank Limited - Islamic	AAA, VIS	April 14, 2025	11.25%	-	500,000	500,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	March 4, 2025	11.25%	-	500,000	500,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	March 4, 2025	11.25%	-	1,000,000	1,000,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	April 11, 2025	11.45%	-	500,000	500,000	-	-	-	-	
Meezan Bank Limited	AAA, VIS	April 25, 2025	11.35%	-	500,000	500,000	-	-	-	-	
Total as at June 30, 2025							-	-	-	-	
Total as at June 30, 2024							-	-	-	-	

6.2 Corporate sukuk certificates

Name of the security	Rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 01, 2024	Purchased during the period	Sold / redeemed during the period	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of	
												Total investments	Net assets
					Number of certificates			Rupees in '000			%		
K-Electric Limited Short Term Sukuks 22 (Face value of Rs 1,000,000 per certificate)	A1+, PACRA	Semi-annually	July 10, 2024	6 months KIBOR plus base rate of 0.15%	750	-	750	-	-	-	-	-	-
Pakistan Telecommunication Company Limited Short Term Sukuks 2 (Face value of Rs 1,000,000 per certificate)	A1+, VIS	Semi-annually	July 18, 2024	6 months KIBOR plus base rate of 0.15%	1,500	-	1,500	-	-	-	-	-	-
JDW Sugar Mills Limited Short Term Sukuks 15 (Face value of Rs 1,000,000 per certificate)	A1, VIS	Semi-annually	August 15, 2024	6 months KIBOR plus base rate of 0.80%	550	-	550	-	-	-	-	-	-
OBS Pharma (Private) Limited Short Term Sukuks 29 (Face value of Rs 1,000,000 per certificate)	A1, VIS	Semi-annually	August 29, 2024	6 months KIBOR plus base rate of 1.40%	100	-	100	-	-	-	-	-	-
Airlink Communication Limited Short Term Sukuks 18 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Semi-annually	September 18, 2024	6 months KIBOR plus base rate of 1.75%	300	-	300	-	-	-	-	-	-
Lucky Electric Power Company Limited Short Term Sukuks 18 (Face value of Rs 1,000,000 per certificate)	A1+, VIS	Semi-annually	October 15, 2024	6 months KIBOR plus base rate of 0.25%	125	-	125	-	-	-	-	-	-
Thar Energy Limited Short Term Sukuks (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Semi-annually	October 18, 2024	6 months KIBOR plus base rate of 0.60%	250	-	250	-	-	-	-	-	-
Pakistan Mobile Communications Limited Short Term Sukuks (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Quarterly	October 24, 2024	3 months KIBOR plus base rate of 0.25%	893	-	893	-	-	-	-	-	-
The Hub Power Company Limited Short Term Sukuks (Face value of Rs 1,000,000 per certificate)	A1+, PACRA	Semi-annually	November 01, 2024	6 months KIBOR plus base rate of 0.25%	250	-	250	-	-	-	-	-	-
Pakistan Telecommunication Company Limited Short Term Sukuks 7 (Face value of Rs 1,000,000 per certificate)	A1+, VIS	Quarterly	March 18, 2025	3 months KIBOR plus base rate of 0.10%	-	50	50	-	-	-	-	-	-
Air Link Communication Limited Short Term Sukuks 3 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Semi-annually	March 24, 2025	6 months KIBOR plus base rate of 1.75%	-	300	300	-	-	-	-	-	-
Pakistan Mobile Communications Limited Short Term Sukuks 2 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Quarterly	April 21, 2025	3 months KIBOR minus base rate of 0.10%	-	250	250	-	-	-	-	-	-
Pakistan Telecommunication Company Limited Short Term Sukuks 8 (Face value of Rs 1,000,000 per certificate)	A1+, VIS	Quarterly	June 19, 2025	3 months KIBOR plus base rate of 0.00%	-	250	250	-	-	-	-	-	-
Pakistan Telecommunication Company Limited Short Term Sukuks 9 (Face value of Rs 1,000,000 per certificate)	A1+, VIS	Quarterly	July 3, 2025	3 months KIBOR plus base rate of 0.00%	-	175	-	175	175,000	175,000	-	4.25	1.15

NBP ISLAMIC DAILY DIVIDEND FUND

Name of the security	Rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 01, 2024	Purchased during the period	Sold / redeemed during the period	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of	
												Total investments	Net assets
					Number of certificates			Rupees in '000			%		
Pakistan Telecommunication Company Limited Short Term Sukuks 10 (Face value of Rs 1,000,000 per certificate)	A1+, VIS	Quarterly	July 14, 2025	3 months KIBOR plus base rate of 0.05%	-	300	-	300	300,000	300,000	-	7.29	1.97
Air Link Communication Limited Short Term Sukuks 4 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Semi-annually	July 21, 2025	6 months KIBOR plus base rate of 1.75%	-	250	-	250	250,000	250,000	-	6.07	1.64
Ismail Industries Limited Short Term Sukuks 4 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Quarterly	August 18, 2025	3 months KIBOR plus base rate of 0.10%	-	98	-	98	98,000	98,000	-	2.38	0.64
Mahmood Textile Mills Limited Short Term Sukuks (Face value of Rs 1,000,000 per certificate)	A2, PACRA	Semi-annually	September 18, 2025	6 months KIBOR plus base rate of 0.75%	-	50	-	50	50,000	50,000	-	1.21	0.33
Air Link Communication Limited Short Term Sukuks 5 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Semi-annually	September 25, 2025	6 months KIBOR plus base rate of 1.75%	-	250	-	250	250,000	250,000	-	6.07	1.64
K-Electric Limited Short Term Sukuks 31 (Face value of Rs 1,000,000 per certificate)	A1+, PACRA	Quarterly	October 16, 2025	3 months KIBOR plus base rate of 0.10%	-	50	-	50	50,000	50,000	-	1.21	0.33
Pakistan Mobile Communications Limited Short Term Sukuks 3 (Face value of Rs 1,000,000 per certificate)	A1, PACRA	Semi-annually	October 28, 2025	6 months KIBOR plus base rate of 0.15%	-	50	-	50	50,000	50,000	-	1.21	0.33
K-Electric Limited Short Term Sukuks 32 (Face value of Rs 1,000,000 per certificate)	A1+, PACRA	Quarterly	December 12, 2025	3 months KIBOR minus base rate of 0.05%	-	125	-	125	125,000	125,000	-	3.04	0.82
Total as at June 30, 2025									1,348,000	1,348,000	-	32.73	8.85
Total as at June 30, 2024									4,718,000	4,718,000	-	25.48	19.08

6.3 Government securities - Ijara sukuks

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate / Yield	As at July 01, 2024	Purchased during the period	Sold / redeemed during the period	As at June 30, 2025	Carrying Value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of		
											Total investments	Net assets	
					Number of certificates			Rupees in '000			%		
GoP Ijara Sukuk VRR XXXV (Face Value of Rs. 100,000 per certificate)	Semi - annually / at maturity	July 12, 2024	Weighted average 6 months T-Bills	10,000	-	10,000	-	-	-	-	-	-	-
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	December 9, 2024	20.00%	596,465	-	596,465	-	-	-	-	-	-	-
GoP Ijara Sukuk FRR XXXII (Face Value of Rs. 100,000 per certificate)	Semi - annually / at maturity	October 9, 2024	22.49%	-	8,050	8,050	-	-	-	-	-	-	-
GoP Ijara Sukuk VRR XXXX (Face Value of Rs. 100,000 per certificate)	Semi - annually / at maturity	December 4, 2024	Weighted average 6 months T-Bills	-	20,000	20,000	-	-	-	-	-	-	-

NBP ISLAMIC DAILY DIVIDEND FUND

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate / Yield	As at July 01, 2024	Purchased during the period	Sold / redeemed during the period	As at June 30, 2025	Carrying Value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of	
				Number of certificates			Rupees in '000			Total investments	Net assets	
GoP Ijara Sukuk VRR XIX (Face Value of Rs. 100,000 per certificate)	Semi - annually / at maturity	May 29, 2025	Weighted average 6 months T-Bills	-	12,000	12,000	-	-	-	-	-	-
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	July 25, 2025	14.70%	-	31,500	-	31,500	155,978	156,539	561	3.80	1.03
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	August 15, 2025	13.79%	-	10,000	-	10,000	49,150	49,420	270	1.20	0.32
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	September 17, 2025	13.05%	-	110,000	-	110,000	534,664	538,230	3,566	13.08	3.53
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	October 20, 2025	10.52%	-	25,000	-	25,000	121,002	121,425	423	2.95	0.80
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	November 6, 2025	9.91%	-	164,000	-	164,000	791,494	792,857	1,363	19.25	5.21
GoP Ijara Sukuk GIS - Listed Sukuk (Face Value of Rs. 5,000 per certificate)	At maturity	December 3, 2025	9.91%	-	100,000	88,400	11,600	55,559	55,570	11	1.35	0.36
GoP Ijara Sukuk VRR XXI (Face Value of Rs. 100,000 per certificate)	Semi - annually / at maturity	July 29, 2025	Weighted average 6 months T-Bills	-	24,150	20,700	3,450	344,759	345,035	276	8.38	2.27
Total as at June 30, 2025								2,052,606	2,059,076	6,470	50.01	13.52
Total as at June 30, 2024								3,766,670	3,761,936	(4,734)	20.33	15.22

6.4 Bai Muajjal certificates

Name of investee company	Rating	Maturity date	Profit rate	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of	
				As at July 1, 2024	Amount placed during the period	Amount redeemed during the period	As at June 30, 2025			Total investments	Net assets
Pak Brunei Investment Company	AA+, VIS	18-Oct-24	20.83%	1,059,835	-	1,059,835	-	-	-	-	
Pak Oman Investment Company	AA+, VIS	23-Dec-24	16.00%	-	443,560	443,560	-	-	-	-	
Zarai Taraqati Bank Limited	AAA, VIS	13-Jan-25	13.25%	-	1,095,360	1,095,360	-	-	-	-	
Askari Bank Limited	AA+, PACRA	27-Mar-25	11.90%	-	611,674	611,674	-	-	-	-	
Pakistan Mortgage Refinance Company Limited	AAA, VIS	10-Mar-25	11.75%	-	614,332	614,332	-	-	-	-	
United Bank Limited	AAA, VIS	26-Jun-25	11.65%	-	352,736	352,736	-	-	-	-	
Pakistan Mortgage Refinance Company Limited	AAA, VIS	26-Jun-25	11.70%	-	353,583	353,583	-	-	-	-	
United Bank Limited	AAA, VIS	26-Jun-25	11.70%	-	353,448	353,448	-	-	-	-	
United Bank Limited	AAA, VIS	26-Jun-25	11.70%	-	353,554	353,554	-	-	-	-	
Zarai Taraqati Bank Limited	AAA, VIS	6-Aug-25	10.70%	-	355,172	-	355,172	355,172	355,172	8.63	2.33
Zarai Taraqati Bank Limited	AAA, VIS	6-Aug-25	10.70%	-	355,519	-	355,519	355,519	355,519	8.63	2.33
Total as at June 30, 2025							710,691	710,691	710,691	17.26	4.66
Total as at June 30, 2024							1,059,835	1,059,835	1,059,835	5.73	4.29

6.4 Bai Muajjal certificates

Name of investee company	Rating	Maturity date	Profit rate	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of	
				As at July 1, 2024	Amount placed during the period	Amount redeemed during the period	As at June 30, 2025			Total investments	Net assets
								(Rupees in '000)		%	
United Bank Limited - Islamic	AAA, VIS	July 4, 2024	19.75%	3,300,000	-	3,300,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	July 11, 2024	19.80%	2,230,000	-	2,230,000	-	-	-	-	-
Faysal Bank Limited	AA, VIS	July 29, 2024	20.10%	3,440,000	-	3,440,000	-	-	-	-	-
Faysal Bank Limited	AA, VIS	August 29, 2024	18.60%	-	1,900,000	1,900,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	September 30, 2024	18.00%	-	1,000,000	1,000,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	October 24, 2024	16.60%	-	500,000	500,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	November 25, 2024	15.60%	-	500,000	500,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	December 26, 2024	13.90%	-	500,000	500,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	December 26, 2024	13.90%	-	1,000,000	1,000,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	January 16, 2025	13.15%	-	100,000	100,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	January 27, 2025	11.90%	-	1,500,000	1,500,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	February 27, 2025	11.15%	-	1,500,000	1,500,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	June 4, 2025	11.20%	-	1,500,000	1,500,000	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	June 30, 2025	10.70%	-	1,500,000	1,500,000	-	-	-	-	-
Total as at June 30, 2025							-	-	-	-	-
Total as at June 30, 2024							8,970,000	8,970,000	8,970,000	48.46	36.29

6.6 Unrealised appreciation / (diminution) on remeasurement of investments classified as financial assets 'at fair value through profit or loss'

	Note	2025 ----- (Rupees in 000) -----	2024
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	4,117,767	18,509,771
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	(4,111,297)	(18,514,505)
		<u>6,470</u>	<u>(4,734)</u>

7 PROFIT RECEIVABLE

Profit receivable on:			
Bank balances		37,585	100,862
Term deposit receipts		-	23,705
Corporate sukuk certificates		59,231	354,195
GoP ijara sukuks		16,204	104,802
Bai muajjal certificates		11,354	44,758
		<u>124,374</u>	<u>628,322</u>

8 PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

Advance tax	8.1	612	612
Prepaid mutual fund rating fee		99	125
Security deposit with Central Depository Company of Pakistan Limited		100	100
		<u>811</u>	<u>837</u>

- 8.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 151. However, withholding taxes on profit on bank balances and profit on debt securities to the Fund were deducted by various withholding agents based on the interpretation issued by FBR vide letter C. No. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced by the withholders. The taxes withheld on profit on bank deposits and profit on debt securities amount to Rs 0.612 million (2024: Rs 0.612 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Fund together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding taxes deducted on profit received by the Fund on bank balances and on debt securities have been shown as other receivable as at June 30, 2025 as, in the opinion of the management, the amount of taxes deducted at source will likely be refunded.

9	PRELIMINARY EXPENSES AND FLOATATION COSTS	Note	2025 ---- (Rupees in 000) ----	2024
	At the beginning of the year		86	320
	Less: Amortisation during the year	9.1	<u>(86)</u>	<u>(234)</u>
	At the end of the year		<u>-</u>	<u>86</u>

- 9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are paid by NBP Fund Management Limited (a related party). These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

10	PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY	Note	2025 ---- (Rupees in 000) ----	2024
	Management remuneration	10.1	7,857	3,240
	Sindh Sales Tax on management remuneration	10.3	1,179	421
	Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.4	3,609	6,389
	Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.5	541	-
	Reimbursement of selling and marketing expenses	10.6	-	74,740
	Sindh Sales Tax on reimbursement of selling and marketing expenses	10.7	-	-
	Sales load and transfer load including Sindh Sales Tax		2,401	9,154
	ADC payable including Sindh Sales Tax		<u>829</u>	<u>1,055</u>
			<u>16,416</u>	<u>94,999</u>

- 10.1 As per regulation 61 of the NBFC Regulations, 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 its remuneration at the following rates:

2025			2024			
Rate applicable from July 01, 2024 to December 08, 2024	Rate applicable from December 09, 2024 to January 12, 2025	Rate applicable from January 13, 2025 to June 30, 2025	Rate applicable from July 1, 2023 to July 12, 2023	Rate applicable from July 13, 2023 to July 20, 2023	Rate applicable from July 21, 2023 to March 24, 2024	Rate applicable from March 25, 2024 to June 30, 2024
0.80% on net income, subject to floor and capping of 0.10% and 1.00% per annum of the average net assets	0.59% of total average daily net assets	0.76% of total average daily net assets	0.5% on net income, subject to floor and capping of 0.1% and 1% per annum of the average net assets	0.7% on net income, subject to floor and capping of 0.1% and 1% per annum of the average net assets	1% on net income, subject to floor and capping of 0.1% and 1% per annum of the average net assets	0.8% on net income, subject to floor and capping of 0.1% and 1% per annum of the average net assets

- 10.2** During the year ended June 30, 2025 the SECP vide S.R.O. 600(I)/2025 dated April 10, 2025 revised the management fee cap to 1.50% to be calculated on a per annum basis of the average daily net assets, applicable to a "Income Scheme". This revision is effective from July 01, 2025.
- 10.3** 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 year, Sindh Sales Tax at the rate of 15% (2024: 13%) was charged on management remuneration and sales load.
- 10.4** 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).

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

2025			2024		
Rate applicable from July 01, 2024 to November 24, 2024	Rate applicable from November 25, 2024 to January 12, 2025	Rate applicable from January 13, 2025 to June 30, 2025	Rate applicable from July 1, 2023 to March 24, 2024	Rate applicable from March 25, 2024 to June 23, 2024	Rate applicable from June 24, 2024 to June 30, 2024
0.07% per annum of average annual net assets	0.17% per annum of average annual net assets	0.00% per annum of average annual net assets	0.125% per annum of average annual net assets	0.1% per annum of average annual net assets	0.07% per annum of average annual net assets

- 10.5** 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 year, Sindh Sales Tax at the rate of 15% (2024: Nil) was charged on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services.
- 10.6** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at the following rates keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations.

2025			2024		
Rate applicable from July 01, 2024 to November 24, 2024	Rate applicable from November 25, 2024 to December 08, 2024	Rate applicable from December 09, 2024 to June 30, 2025	Rate applicable from July 01, 2023 to November 24, 2023	Rate applicable from November 25, 2023 to January 12, 2024	Rate applicable from January 12, 2024 to June 30, 2024
0.57% per annum of average annual net assets	0.47% per annum of average annual net assets	0.00% per annum of average annual net assets	0.07% per annum of average annual net assets	0.17% per annum of average annual net assets	0.57% per annum of average annual net assets

- 10.7 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 year, Sindh Sales Tax at the rate of 15% (2024: Nil) was charged on reimbursement of selling and marketing expenses.

	Note	2025 ----- (Rupees in 000) -----	2024
11 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee remuneration	11.1	563	1,159
Sindh Sales Tax on Trustee remuneration	11.2	85	151
		648	1,310

- 11.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed charged under the following rates:

2025	2024
Rate applicable from July 01, 2024 to June 30, 2025	Rate applicable from July 01, 2023 to June 30, 2024
0.055% per annum of average annual net assets	0.055% per annum of average annual net assets

- 11.2 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 year, Sindh Sales Tax at the rate of 15% (2024: 13%) was charged on trustee remuneration.

	Note	2025 ----- (Rupees in 000) -----	2024
12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Fee payable	12.1	777	1,590

- 12.1 Under the provisions of the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay an annual fee to SECP at an amount equal to 0.075% (2024: 0.075%) per annum of the average net assets of the Fund. The fee is paid monthly in arrears.

	2025 ----- (Rupees in 000) -----	2024
13 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	714	592
Shariah Advisor fee payable	6,939	5,932
Professional charges payable	210	170
Withholding tax payable	12,798	23,631
Printing charges payable	149	91
Settlement and bank charges payable	314	498
	21,124	30,914

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2025 (June 30, 2024: Nil), except as disclosed elsewhere in these condensed interim financial statements.

15	NUMBER OF UNITS IN ISSUE	2025	2024
		----- (Number of units) -----	
	Total units in issue at beginning of the year	2,471,716,652	1,981,975,309
	Add: Units issued during the year	4,707,754,700	6,563,659,407
	Less: Units redeemed during the year	<u>(5,656,763,063)</u>	<u>(6,073,918,064)</u>
	Total units in issue at end of the year	<u>1,522,708,289</u>	<u>2,471,716,652</u>

16	AUDITORS' REMUNERATION	2025	2024
		----- (Rupees in 000) -----	
	Annual audit fee	543	494
	Half yearly review	148	135
	Shari'ah audit fee	311	-
	Other certification	105	-
	Out of pocket expenses including government levy	<u>208</u>	<u>99</u>
		<u>1,315</u>	<u>728</u>

17 TAXATION

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

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

18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025, is 1.06% (2024: 1.07%) which includes 0.20% (2024: 0.11%) representing government levies on the Fund such as sales taxes, annual fees to SECP, etc. The TER excluding government levies is 0.86% (2024: 0.96%) which is within the maximum limit of 2.00% prescribed under the NBFC Regulations for a collective investment scheme categorised as an shariah compliant money market scheme.

19 TOTAL DISTRIBUTION

The Fund makes distribution on daily basis as per clause 12.1 of the Trust Deed and clause 1.4 of the Offering Document and re-invests the distributed dividend as per clause 1.4 of the Offering Document. During the year ended June 30, 2025, the Management Company on behalf of the Fund, has distributed total profit earned during the year amounting to Rs. 1,389.139 million as dividend after deducting applicable taxes.

NBP ISLAMIC DAILY DIVIDEND FUND

Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees
July 02, 2024	0.0001	August 17, 2024	0.0049	October 2, 2024	0.0049
July 03, 2024	0.0001	August 18, 2024	0.0049	October 3, 2024	0.0044
July 04, 2024	0.0001	August 19, 2024	0.007	October 4, 2024	0.0064
July 05, 2024	0.0001	August 20, 2024	0.0046	October 5, 2024	0.0046
July 06, 2024	0.0001	August 21, 2024	0.0046	October 6, 2024	0.0046
July 07, 2024	0.0001	August 22, 2024	0.0047	October 7, 2024	0.0069
July 08, 2024	0.0001	August 23, 2024	0.005	October 8, 2024	0.0086
July 09, 2024	0.0001	August 24, 2024	0.005	October 9, 2024	0.0039
July 10, 2024	0.0001	August 25, 2024	0.005	October 10, 2024	0.0044
July 11, 2024	0.0001	August 26, 2024	0.005	October 11, 2024	0.0048
July 12, 2024	0.0001	August 27, 2024	0.0046	October 12, 2024	0.0045
July 13, 2024	0.0001	August 28, 2024	0.0046	October 13, 2024	0.0046
July 14, 2024	0.0001	August 29, 2024	0.0046	October 14, 2024	0.0041
July 15, 2024	0.0001	August 30, 2024	0.0047	October 15, 2024	0.0043
July 16, 2024	0.0001	August 31, 2024	0.0048	October 16, 2024	0.0041
July 17, 2024	0.0001	September 1, 2024	0.0048	October 17, 2024	0.0043
July 18, 2024	0.0001	September 2, 2024	0.0049	October 18, 2024	0.0091
July 19, 2024	0.0001	September 3, 2024	0.0047	October 19, 2024	0.0044
July 20, 2024	0.0001	September 4, 2024	0.0047	October 20, 2024	0.0045
July 21, 2024	0.0001	September 5, 2024	0.0046	October 21, 2024	0.0038
July 22, 2024	0.0001	September 6, 2024	0.0067	October 22, 2024	0.0041
July 23, 2024	0.0001	September 7, 2024	0.0048	October 23, 2024	0.0048
July 24, 2024	0.1167	September 8, 2024	0.0048	October 24, 2024	0.0028
July 25, 2024	0.0101	September 9, 2024	0.0050	October 25, 2024	0.0060
July 26, 2024	0.0049	September 10, 2024	0.0047	October 26, 2024	0.0041
July 27, 2024	0.005	September 11, 2024	0.0045	October 27, 2024	0.0042
July 28, 2024	0.005	September 12, 2024	0.0047	October 28, 2024	0.0051
July 29, 2024	0.0047	September 13, 2024	0.0066	October 29, 2024	0.0039
July 30, 2024	0.0057	September 14, 2024	0.0047	October 30, 2024	0.0041
July 31, 2024	0.0053	September 15, 2024	0.0048	October 31, 2024	0.0051
August 1, 2024	0.0124	September 16, 2024	0.0050	November 1, 2024	0.0040
August 2, 2024	0.0048	September 17, 2024	0.0047	November 2, 2024	0.0036
August 3, 2024	0.0048	September 18, 2024	0.0057	November 3, 2024	0.0036
August 4, 2024	0.0048	September 19, 2024	0.0054	November 4, 2024	0.0026
August 5, 2024	0.0065	September 20, 2024	0.0053	November 5, 2024	0.0041
August 6, 2024	0.0033	September 21, 2024	0.0046	November 6, 2024	0.0045
August 7, 2024	0.0048	September 22, 2024	0.0046	November 7, 2024	0.0042
August 8, 2024	0.0047	September 23, 2024	0.0035	November 8, 2024	0.0041
August 9, 2024	0.005	September 24, 2024	0.0049	November 9, 2024	0.0037
August 10, 2024	0.0051	September 25, 2024	0.0047	November 10, 2024	0.0035
August 11, 2024	0.005	September 26, 2024	0.0065	November 11, 2024	0.0038
August 12, 2024	0.0052	September 27, 2024	0.0037	November 12, 2024	0.0039
August 13, 2024	0.0048	September 28, 2024	0.0045	November 13, 2024	0.0040
August 14, 2024	0.0049	September 29, 2024	0.0046	November 14, 2024	0.0038

NBP ISLAMIC DAILY DIVIDEND FUND



NBP FUNDS
Managing Your Savings

NBP Fund Management Limited

Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees
August 15, 2024	0.0044	September 30, 2024	0.0061	November 15, 2024	0.0057
August 16, 2024	0.004	October 1, 2024	0.0045	November 16, 2024	0.0037
November 17, 2024	0.0037	January 8, 2025	0.0015		0.0024
November 18, 2024	0.0007	January 9, 2025	0.0039	March 1, 2025	0.0022
November 19, 2024	0.0036	January 10, 2025	0.0028	March 2, 2025	0.0022
November 20, 2024	0.0045	January 11, 2025	0.0024	March 3, 2025	0.0021
November 21, 2024	0.0036	January 12, 2025	0.0023	March 4, 2025	0.0058
November 22, 2024	0.0044	January 13, 2025	0.0025	March 5, 2025	0.0124
November 23, 2024	0.0036	January 14, 2025	0.0027	March 11, 2025	0.0019
November 24, 2024	0.0036	January 15, 2025	0.0037	March 12, 2025	0.0026
November 25, 2024	0.0017	January 16, 2025	0.0022	March 13, 2025	0.0029
November 26, 2024	0.0035	January 17, 2025	0.0038	March 14, 2025	0.0026
November 27, 2024	0.0034	January 18, 2025	0.0022	March 15, 2025	0.0022
November 28, 2024	0.0037	January 19, 2025	0.0022	March 16, 2025	0.0021
November 29, 2024	0.0051	January 20, 2025	0.0040	March 17, 2025	0.0045
November 30, 2024	0.0037	January 21, 2025	0.0022	March 18, 2025	0.0029
December 1, 2024	0.0036	January 23, 2025	0.0053	March 19, 2025	0.0040
December 2, 2024	0.0019	January 24, 2025	0.0029	March 20, 2025	0.0030
December 3, 2024	0.0040	January 25, 2025	0.0023	March 21, 2025	0.0043
December 4, 2024	0.0038	January 26, 2025	0.0023	March 22, 2025	0.0021
December 5, 2024	0.0039	January 27, 2025	0.0025	March 23, 2025	0.0021
December 6, 2024	0.0058	January 28, 2025	0.0023	March 24, 2025	0.0029
December 7, 2024	0.0036	January 29, 2025	0.0034	March 25, 2025	0.0022
December 8, 2024	0.0036	January 30, 2025	0.0027	March 26, 2025	0.0028
December 10, 2024	0.0022	January 31, 2025	0.0021	March 27, 2025	0.0044
December 11, 2024	0.0052	February 1, 2025	0.0022	March 28, 2025	0.0021
December 12, 2024	0.0040	February 2, 2025	0.0022	March 29, 2025	0.0021
December 13, 2024	0.0047	February 3, 2025	0.0024	March 30, 2025	0.0021
December 14, 2024	0.0025	February 4, 2025	0.0024	March 31, 2025	0.0021
December 15, 2024	0.0032	February 5, 2025	0.0022	April 1, 2025	0.0021
December 16, 2024	0.0027	February 6, 2025	0.0030	April 2, 2025	0.0021
December 17, 2024	0.0034	February 7, 2025	0.0034	April 3, 2025	0.0027
December 18, 2024	0.0035	February 8, 2025	0.0022	April 4, 2025	0.0029
December 19, 2024	0.0031	February 9, 2025	0.0022	April 5, 2025	0.0021
December 20, 2024	0.0040	February 10, 2025	0.0013	April 6, 2025	0.0021
December 21, 2024	0.0025	February 11, 2025	0.0030	April 7, 2025	0.0026
December 22, 2024	0.0025	February 12, 2025	0.0032	April 8, 2025	0.0029
December 23, 2024	0.0032	February 13, 2025	0.0028	April 9, 2025	0.0023
December 24, 2024	0.0042	February 14, 2025	0.0022	April 10, 2025	0.0044
December 25, 2024	0.0023	February 15, 2025	0.0022	April 11, 2025	0.0016
December 27, 2024	0.0079	February 16, 2025	0.0021	April 12, 2025	0.0021
December 28, 2024	0.0023	February 17, 2025	0.0038	April 13, 2025	0.0021
December 29, 2024	0.0023	February 18, 2025	0.0022	April 14, 2025	0.0012
December 30, 2024	0.0069	February 19, 2025	0.0025	April 15, 2025	0.0030
December 31, 2024	0.0028	February 20, 2025	0.0028	April 16, 2025	0.0049

Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees	Payout date	Payout per unit Rupees
January 1, 2025	0.0024	February 21, 2025	0.0024	April 17, 2025	0.0021
January 2, 2025	0.0023	February 22, 2025	0.0021	April 18, 2025	0.0041
January 3, 2025	0.0024	February 23, 2025	0.0022	April 19, 2025	0.0021
January 4, 2025	0.0023	February 24, 2025	0.0026	April 20, 2025	0.0021
January 5, 2025	0.0023	February 25, 2025	0.0032	April 21, 2025	0.0031
January 6, 2025	0.0023	February 26, 2025	0.0021	April 22, 2025	0.0020
January 7, 2025	0.0026	February 27, 2025	0.0036	April 23, 2025	0.0029
April 24, 2025	0.0021	May 20, 2025	0.0028	June 15, 2025	0.0022
April 25, 2025	0.0048	May 21, 2025	0.0028	June 16, 2025	0.0028
April 26, 2025	0.0022	May 22, 2025	0.0027	June 17, 2025	0.0027
April 27, 2025	0.0021	May 23, 2025	0.0042	June 18, 2025	0.0026
April 28, 2025	0.0030	May 24, 2025	0.0021	June 19, 2025	0.0026
April 29, 2025	0.0028	May 25, 2025	0.0020	June 20, 2025	0.0039
April 30, 2025	0.0030	May 26, 2025	0.0029	June 21, 2025	0.0022
May 1, 2025	0.0022	May 27, 2025	0.0031	June 22, 2025	0.0022
May 2, 2025	0.0042	May 28, 2025	0.0021	June 23, 2025	0.0027
May 3, 2025	0.0021	May 29, 2025	0.0037	June 24, 2025	0.0024
May 4, 2025	0.0022	May 30, 2025	0.0038	June 25, 2025	0.0026
May 5, 2025	0.0029	May 31, 2025	0.0021	June 26, 2025	0.0023
May 6, 2025	0.0029	June 1, 2025	0.0020	June 27, 2025	0.0032
May 7, 2025	0.0033	June 2, 2025	0.0031	June 28, 2025	0.0021
May 8, 2025	0.0034	June 3, 2025	0.0028	June 29, 2025	0.0021
May 9, 2025	0.0041	June 4, 2025	0.0028	June 30, 2025	0.0027
May 10, 2025	0.0022	June 5, 2025	0.0053		
May 11, 2025	0.0021	June 6, 2025	0.0020		
May 12, 2025	0.0034	June 7, 2025	0.0019		
May 13, 2025	0.0030	June 8, 2025	0.0020		
May 14, 2025	0.0026	June 9, 2025	0.0020		
May 15, 2025	0.0031	June 10, 2025	0.0027		
May 16, 2025	0.0042	June 11, 2025	0.0029		
May 17, 2025	0.0021	June 12, 2025	0.0028		
May 18, 2025	0.0021	June 13, 2025	0.0041		
May 19, 2025	0.0029	June 14, 2025	0.0021		

20 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

20.1 Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan 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 key management personnel of the Management Company and other associated companies. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

20.2 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.

- 20.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 20.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 20.5** Allocated expenses and selling and marketing expenses are reimbursed by the Fund to the Management Company subject to the maximum prescribed Total Expense Ratio.

20.6 Details of the transactions with related parties / connected persons during the year are as follows:	2025	2024
	----- Rupees in '000 -----	
NBP Fund Management Limited - the Management Company		
Management remuneration	49,017	46,367
Sindh Sales Tax on management remuneration	7,353	6,028
Reimbursement of selling and marketing expenses	28,250	146,563
Sindh Sales Tax on reimbursement of selling and marketing expenses	4,238	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	5,763	29,518
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	864	-
Sales and transfer load	2,966	10,010
Sindh sales tax on sales and transfer load	444	1,301
ADC charges including Sindh sales tax	647	1,426
Amount received against issuance to unitholders ***	9,435	-
Central Depository Company of Pakistan Limited - the Trustee		
Trustee remuneration	5,933	13,829
Sindh Sales Tax on Trustee remuneration	890	1,798
National Bank of Pakistan - Parent Company		
Profit on bank balances	520	19,542
K-Electric Limited - Common Directorship		
Short term sukuks purchased: 175 units (2024: 2,550 units)	175,000	2,550,000
Short term sukuks sold / redeemed: 750 units (2024: 3,455 units)	750,000	3,455,060
Profit received on short term sukuks	5,967	349,090
Employees of the Management Company		
Units issued / transferred in: 16,124,712 units (2024: 11,720,157 units)	161,287	117,202
Units redeemed / transferred out: 17,800,613 units (2024: 13,443,381 units)	178,305	134,434
Dividend re-invested: 67,125 units (2024: 665,092 units)	671	6,651
Baltoro Partners (Private) Limited - Common Directorship		
Units redeemed / transferred out: Nil units (2024: 480,000 units)	-	4,800
Dividend re-invested: 735 units (2024: 37,665 units)	7	377
Portfolio managed by the Management Company		
Units issued / transferred in: 129,939,996 units (2024: 103,111,776 units)	1,299,347	1,031,118
Units redeemed / transferred out: 116,874,169 units (2024: 124,317,399 units)	1,169,236	1,243,173
Dividend re-invested: 1,502,886 units (2024: 4,680,210 units)	15,029	46,802

	2025	2024
	----- Rupees in '000 -----	
Lucky Electric Pakistan Company Limited *		
Short term sukuks purchased	-	1,625,000
Profit income on short term sukuks	-	180,418
NBP Islamic Capital Preservation Plan - VI		
Units redeemed / transferred out: Nil units (2024: 625,374 units)	-	6,254
Dividend re-invested: Nil units (2024: 21,700 units)	-	217
Fauji Fertilizer Company Limited - Common Directorship		
Units issued / transferred in: 209 units (2024: 1,093,193,927 units)	-	10,931,939
Units redeemed / transferred out: 414,837,783 units (2024: 926,940,559 units)	4,149,442	9,269,406
Dividend re-invested: 2,410,408 units (2024: 30,951,273 units)	24,116	309,513
Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund		
Qarshi Industries (Private) Limited **		
Units issued / transferred in: 77,788,324 units (2024: Nil units)	779,243	-
Units redeemed / transferred out: 41,772,300 units (2024: Nil units)	417,723	-
Dividend re-invest: 15,247,757 units (2024: Nil units)	152,478	-
20.7 Amounts / balances outstanding as at year end are as follows:		
NBP Fund Management Limited - the Management Company		
Management remuneration payable	7,857	3,240
Sindh Sales Tax on management remuneration payable	1,179	421
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services payable	3,609	6,389
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services payable	541	-
Reimbursement of selling and marketing expenses payable	-	74,740
Sindh Sales Tax on reimbursement of selling and marketing expenses payable	-	-
Sales load and transfer load including Sindh Sales Tax	2,401	9,154
ADC payable including Sindh Sales Tax	829	1,055
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration payable to the Trustee	563	1,159
Sindh sales tax payable on Trustee remuneration	85	151
Security deposit with the Central Depository Company of Pakistan Limited	100	100
National Bank of Pakistan - Parent Company		
Bank balance	203,801	2,899
Profit receivable	413	1
Employees of the Management Company		
Units held: 1,290,268 units (2024: 2,888,926 units)	12,903	28,889
Fauji Fertilizer Company Limited - Common Directorship		
Units held: Nil units (2024: 197,204,641 units)	-	1,972,046
Portfolio managed by the Management Company		
Units held: 32,494,675 units (2024: 18,600,193 units)	324,947	186,002

2025 2024
----- Rupees in '000 -----

K-Electric Limited - Common Directorship

Short term sukuku held: 175 units (2024: 750 units)	175,000	750,000
Profit receivable on short term sukuku	1,991	76,428

Baltoro Partners (Private) Limited - Common Directorship

Units held: 6,705 units (2024: 5,970 units)	67	60
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Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund

Qarshi Industries (Private) Limited **

Units held: 178,734,996 units (2024: Nil units)	1,787,350	-
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* Current year figures have not been presented as the person is not a related party / connected person as at June 30, 2025.

** Previous year figures have not been presented as the person was not a related party / connected person as at June 30, 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).

			2025	2024
			----- Rupees in '000 -----	
21	CASH AND CASH EQUIVALENTS	Note		
	Bank balances	5	11,735,642	5,706,864
	Bai Muajjal certificates	6.4	710,691	-
	Term deposit receipts	6.5	-	8,970,000
			12,446,333	14,676,864

22 FINANCIAL INSTRUMENTS BY CATEGORY

	2025		
	At fair value through profit or loss	At amortised cost	Total
-----Rupees in '000-----			
Financial assets			
Bank balances	-	11,735,642	11,735,642
Investments	4,117,767	-	4,117,767
Profit receivable	-	124,374	124,374
Deposits	-	100	100
	4,117,767	11,860,116	15,977,883
Financial liabilities			
Payable to NBP Fund Management Limited - the Management Company	-	16,416	16,416
Payable to Central Depository Company of Pakistan Limited - the Trustee	-	648	648
Accrued expenses and other liabilities	-	8,326	8,326
	-	25,390	25,390

	2024		Total
	At fair value through profit or loss	At amortised cost	
	-----Rupees in '000-----		
Financial assets			
Bank balances	-	5,706,864	5,706,864
Investments	18,509,771	-	18,509,771
Profit receivable	-	628,322	628,322
Deposits	-	100	100
	<u>18,509,771</u>	<u>6,335,286</u>	<u>24,845,057</u>
Financial liabilities			
Payable to NBP Fund Management Limited - the Management Company	-	94,999	94,999
Payable to Central Depository Company of Pakistan Limited - the Trustee	-	1,310	1,310
Accrued expenses and other liabilities	-	7,283	7,283
	<u>-</u>	<u>103,592</u>	<u>103,592</u>

23 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on the limits established by the Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

23.1 Market risk

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

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

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

(i) Yield / profit rate risk

Yield / profit rate risk is the risk that the future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. As of June 30, 2025, the Fund is exposed to such risk on bank balances, term deposit receipts, corporate sukuk certificates, GoP ijarah sukuku and bai muajjal. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds bank balances, corporate sukuk certificates and term deposit receipts which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been lower / higher by Rs. 158.246 million (2024: Rs. 228.539 million).

b) Sensitivity analysis for fixed rate instruments

The Fund's fixed rate risk arises from investments in bai muajjal. In case of 100 basis points increase / decrease in rates as on June 30, 2025, with all other variables held constant, the net income for the year and net assets of the Fund would have been lower / higher by Nil (2024: Rs. 10.598 million).

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

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2025 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

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

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 can be determined as follows:

----- 2025 -----					
Effective profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		

----- Rupees in '000 -----

Financial assets

Bank balances	0.10% - 10.75%	11,706,079	-	-	29,563	11,735,642
Investments	9.91% - 12.88%	2,922,915	1,194,852	-	-	4,117,767
Profit receivable		-	-	-	124,374	124,374
Deposits		-	-	-	100	100
		14,628,994	1,194,852	-	154,037	15,977,883

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company		-	-	-	16,416	16,416
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	648	648
Accrued expenses and other liabilities		-	-	-	8,326	8,326
		-	-	-	25,390	25,390

On-balance sheet gap

14,628,994 1,194,852 - 128,647

Total profit rate sensitivity gap

14,628,994 1,194,852 -

Cumulative profit rate sensitivity gap

14,628,994 15,823,846 15,823,846

----- 2024 -----					
Effective profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		

----- Rupees in '000 -----

Financial assets

Bank balances	10.00% - 19.10%	5,403,938	-	-	302,926	5,706,864
Investments	19.75% - 23.14%	13,170,900	5,338,871	-	-	18,509,771
Profit receivable		-	-	-	628,322	628,322
Deposits		-	-	-	100	100
		18,574,838	5,338,871	-	931,348	24,845,057

Effective profit rate (%)	2024				Total
	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
	Up to three months	More than three months and up to one year	More than one year		

Financial liabilities

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

----- Rupees in '000 -----

	Up to three months	More than three months and up to one year	More than one year	Not exposed to yield / profit rate risk	Total
Payable to NBP Fund Management Limited - the Management Company	-	-	-	94,999	94,999
Payable to Central Depository Company of Pakistan Limited - the Trustee	-	-	-	1,310	1,310
Accrued expenses and other liabilities	-	-	-	7,283	7,283
	-	-	-	103,592	103,592

On-balance sheet gap

	18,574,838	5,338,871	-	827,756
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Total profit rate sensitivity gap

	18,574,838	5,338,871	-
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Cumulative profit rate sensitivity gap

	18,574,838	23,913,709	23,913,709
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(ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Price risk

Price risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund does not hold any instruments that expose it to price risk as of June 30, 2025 and June 30, 2024.

23.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active or over the counter market and can be readily disposed of and are considered readily realisable.

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement subject to the maximum limit which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. However, no borrowing was required to be obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summaries the maturity profile of the Fund's financial liabilities. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity dates. However, the liabilities that are payable on demand have been included in the maturity grouping of one month:

----- 2025 -----						
Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total
----- Rupees in '000 -----						
Financial liabilities						
Payable to NBP Fund Management Limited - the Management Company	16,416					16,416
Payable to Central Depository Company of Pakistan Limited - the Trustee	648	-	-	-	-	648
Accrued expenses and other liabilities	7,612	714	-	-	-	8,326
	24,676	714	-	-	-	25,390
----- 2024 -----						
Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total
----- Rupees in '000 -----						
Financial liabilities						
Payable to NBP Fund Management Limited - the Management Company	94,999	-	-	-	-	94,999
Payable to Central Depository Company of Pakistan Limited - the Trustee	1,310	-	-	-	-	1,310
Accrued expenses and other liabilities	6,691	592	-	-	-	7,283
	103,000	592	-	-	-	103,592

23.3 Credit risk

23.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	----- 2025 -----		----- 2024 -----	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	----- Rupees in '000 -----		----- Rupees in '000 -----	
Financial assets				
Bank balances	11,735,642	11,735,642	5,706,864	5,706,864
Investments	4,117,767	2,058,691	18,509,771	14,747,835
Profit receivable	124,374	108,170	628,322	523,520
Deposits	100	100	100	100
	15,977,883	13,902,603	24,845,057	20,978,319

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets. Investment in Gop ijarah sukuk and related profit receivable, however, are not exposed to credit risk and have been excluded from the above analysis as these are guaranteed by the Government of Pakistan.

23.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks, profit accrued thereon, investment in corporate sukuk certificates, term deposit receipts and bai muajjal receivable. The credit rating profile of banks, profit accrued thereon, investment in corporate sukuk certificates, term deposit receipts and bai muajjal receivable are as follows:

Rating	2025	2024
	% of financial assets exposed to credit risk	
Bank balances and accrued profit thereon		
AAA	40.81%	8.43%
AA+	9.47%	-
AA	22.35%	14.77%
AA-	1.04%	0.18%
Bai muajjal certificates		
A1+	4.45%	4.27%
Corporate sukuk certificates		
A1+	4.07%	14.16%
A1	4.06%	4.83%
A2	0.31%	-
Certificates of musharakah		
A-1+	-	-
Term deposit receipts		
AAA	4.45%	22.32%
AA	-	13.88%

24 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Financial assets which are tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

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

24.1 Fair value hierarchy

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

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

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

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

As at June 30, 2025 and June 30, 2024, the Fund held the following financial instruments measured at fair values:

	-----2025-----			
	Level 1	Level 2	Level 3	Total
ASSETS	----- Rupees in '000 -----			
Financial assets 'at fair value through profit or loss'				
Investment in:				
Term deposit receipts*	-	-	-	-
Corporate sukuk certificates*	-	1,348,000	-	1,348,000
Government securities - Ijara Sukuks	1,714,041	345,035	-	2,059,076
Bai muajjal**	-	710,691	-	710,691
	<u>1,714,041</u>	<u>2,403,726</u>	<u>-</u>	<u>4,117,767</u>

	2024			
	Level 1	Level 2	Level 3	Total
ASSETS	----- Rupees in '000 -----			
Financial assets 'at fair value through profit or loss'				
Investment in:				
Term deposit receipts *	-	8,970,000	-	8,970,000
Corporate sukuk certificates *	2,761,036	1,000,900	-	3,761,936
Government securities - Ijarah sukuks	-	4,718,000	-	4,718,000
Bai muajjal **	-	1,059,835	-	1,059,835
	<u>-</u>	<u>15,748,735</u>	<u>-</u>	<u>18,509,771</u>

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

** The valuation of Bai Muajjal receivable have been carried out based on amortisation to their face value / sale price as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit ratings.

25 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends and to payment of a proportionate share based on the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

The Fund's objectives when managing unit holders' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to the unit holders and to maintain a strong base of assets to meet unexpected losses or opportunities.

In accordance with the risk management policies as stated in note 22, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

26 UNIT HOLDING PATTERN OF THE FUND

Category	June 30, 2025			June 30, 2024		
	Number of unit holders	Investment amount	Percentage of total	Number of unit holders	Investment amount	Percentage of total
	(Rupees in '000)			(Rupees in '000)		
Individuals	3,528	6,132,274	40.27%	2,289	6,213,662	25.14%
Associated Company & Directors	-	-	-	2	1,972,106	7.98%
Insurance companies	6	115,496	0.76%	5	179,645	0.72%
Banks & DFIs	1	5,778	0.04%	1	5,065	0.02%
NBFCs	2	5,498	0.04%	3	109,637	0.44%
Retirement funds	89	2,213,793	14.54%	71	1,936,457	7.83%
Public limited companies	12	420,847	2.76%	11	6,496,039	26.29%
Others	165	6,333,444	41.59%	140	7,804,456	31.58%
	3,803	15,227,130	100.00%	2,522	24,717,067	100.00%

27 LIST OF BROKERS BY PERCENTAGE OF COMMISSION PAID

----- 2025 -----		----- 2024 -----	
Name of Brokers	Percentage of commission paid	Name of Brokers	Percentage of commission paid
BMA Capital Management Limited	28.02%	J.S. Global Capital Limited	23.31%
Bright Capital (Private) Limited	18.82%	AKD Securities Limited	22.29%
C & M Management (Private) Limited	15.27%	Pearl Securities Limited	21.11%
Magenta Capital (Private) Limited	14.03%	Magenta Capital (Private) Limited	20.52%
AKD Securities Limited	11.13%	Bright Capital (Private) Limited	6.38%
Alfalah Securities (Private) Limited	7.11%	Invest One Markets Limited	3.53%
First Credit & Investment Bank	4.27%	Alfalah CLSA Securities (Private) Limited	1.54%
Arif Habib Securities Limited	1.35%	Paramount Capital (Private) Limited	1.32%
	100.00%		100.00%

27.1 The Fund has traded with only the above mentioned eight brokers during 2025 and 2024.

28 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Name	Designation	Qualification	Overall experience in years
Dr. Amjad Waheed	Chief Executive Officer	MBA / Doctorate in Business Administration / CFA	37
Asim Wahab Khan	Chief Investment Officer	CFA	19
Salman Ahmed (note 27.1)	Head of Fixed Income	CFA	20
Hassan Raza	Head of Research	ACCA / BSC / CFA	14
Usama Bin Razi	Senior Manager - Fixed Income	BE, MBA	21

28.1 The name of the Fund Manager is Salman Ahmed. Other funds being managed by the Fund Manager are as follows:

- NBP Money Market Fund
- NBP Riba Free Savings Fund
- NBP Islamic Mahana Amdani Fund
- NBP Islamic Savings Fund
- NBP Islamic Income Fund
- NBP Islamic Money Market Fund
- NBP Islamic Mustahkam Fund
- NBP Government Securities Liquid Fund
- NBP Government Securities Savings Fund
- NBP Mahana Amdani Fund
- NBP Financial Sector Income Fund
- NBP Income Opportunity Fund
- NBP Savings Fund
- NBP Mustahkam Fund
- NBP Mustahkam Fund - II
- NBP Income Fund of Fund
- NBP Government Securities Fund - I
- NBP Islamic Government Securities Fund - I

29 ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

The 98th, 99th, 100th, 101st, 102nd, 103rd, 104th, and 105th Board Meetings were held on July 26, 2024, August 23, 2024, September 25, 2024, October 24, 2024, October 30, 2024, November 06, 2024, February 26, 2025, and April 30, 2025, respectively. Information in respect of attendance by directors in the meetings is given below:

Name of Director	Number of Meetings			Meetings not attended
	Held during tenure of directorship	Attended	Leave granted	
Shaikh Muhammad Abdul Wahid Sethi	8	8	-	
Tauqeer Mazhar *	1	1	-	
Faisal Ahmed **	2	2	-	
Mehnaz Salar	8	8	-	
Ali Saigol	8	7	1	100th Meeting
Imran Zaffar	8	7	1	98th Meeting
Khalid Mansoor	8	8	-	
Saad Amanullah Khan	8	8	-	
Ruhail Muhammad ***	6	6	-	
Umar Ahsan Khan ****	-	-	-	
Amjad Waheed	8	8	-	

* Mr. Tauqeer Mazhar resigned from the Board on August 21, 2024.

** Mr. Faisal Ahmed was appointed on the Board on August 23, 2024 and his approval was granted by SECP on November 21, 2024.

*** Mr. Ruhail Muhammad resigned from the Board on December 16, 2024.

**** Mr. Umar Ahsan Khan was appointed on the Board on March 03, 2025 and his approval was granted by SECP on May 16, 2025.

30 GENERAL

30.1 Figures have been rounded off to the nearest thousand Rupees, unless otherwise specified.

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on **August 21, 2025**.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

PERFORMANCE TABLE

Particulars	For the Period ended June 30, 2025	For the Period ended June 30, 2024	For the Period ended June 30, 2023	For the Period ended June 30, 2022	For the Period ended June 30, 2021	For the Period ended June 30, 2020
Net assets (Rs. '000')	15,227,130	24,717,067	19,819,699	11,192,294	13,292,072	8,243,147
Net Income (Rs. '000')	1,444,255	4,943,470	2,915,284	1,105,534	869,643	228,167
Net Asset Value per units (Rs.)	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000
Offer price per unit	10.1150	10.1130	10.1130	10.1130	10.1130	10.0565
Redemption price per unit	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000
Ex - Highest offer price per unit (Rs.)	10.11288	10.1130	10.1130	10.11	10.1111	10.0565
Ex - Lowest offer price per unit (Rs.)	8.86363	8.3105	8.6588	9.23	9.4377	9.3548
Ex - Highest redemption price per unit (Rs.)	9.99790	10.0000	10.0000	10.00	9.9981	10.0000
Ex - Lowest redemption price per unit (Rs.)	8.76932	8.2176	8.5620	9.12	9.3847	9.3023
Opening Nav of Fiscal Year	8.75986	8.2133	8.5586	9.12	9.3828	9.3023
Total return of the fund	14.06%	21.69%	16.86%	9.61%	6.55%	7.50%
Capital growth	14.00%	2.00%	1.29%	0.43%	0.20%	0.27%
Income distribution as a % of e x nav	0.06%	19.69%	15.57%	9.18%	6.35%	7.23%
Income distribution as a % of par value	0.12%	19.69%	15.57%	9.18%	6.35%	7.23%
Interim distribution per unit	1.3250	1.9688	1.5568	0.9181	0.6351	0.7234
Final distribution per unit						-
Distribution dates						
Interim	Daily	Daily	Daily	Daily	Daily	Daily
Final						
Average annual return (launch date 01-11-19) (Since inception to June 30, 2024)	13.39%	13.24%	11.03%	8.92%	8.51%	11.31%
Portfolio Composition (Please see Fund Manager Report)						
Weighted average portfolio duration	28 days	36 Days	15 Days	6 Days	11 Days	
<i>"Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up."</i>						

Head Office

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

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpffunds.com

Website: www.nbpffunds.com

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