



Managing Your Savings

Aitemaad اعتماد



Islamic Savings

اسلامک سیونگز

NBP Fund Management Limited



# NBP ISLAMIC MAHANA AMDANI 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 Shakra-e-Faisal, Karachi.

### Bankers to the Fund

Al Baraka Bank Limited  
Allied Bank Limited  
Bank Al Habib Limited  
Bank Islami Pakistan Limited  
Bank Alfalah Limited  
Dubai Islamic Bank Pakistan Limited  
Faysal Bank Limited  
Habib Metropolitan Bank Limited  
Habib Bank Limited  
JS Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Silk Bank Limited  
Soneri 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



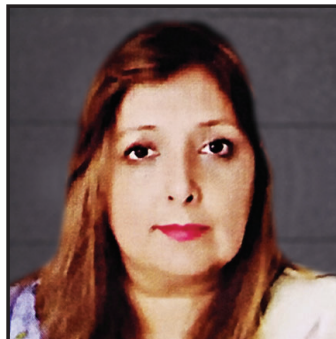
**Mr. Faisal Ahmed**  
Director



**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 7th Annual Report of **NBP Islamic Mahana Amdani Fund (NIMAF)** for the year ended June 30, 2025.

### Fund's Performance

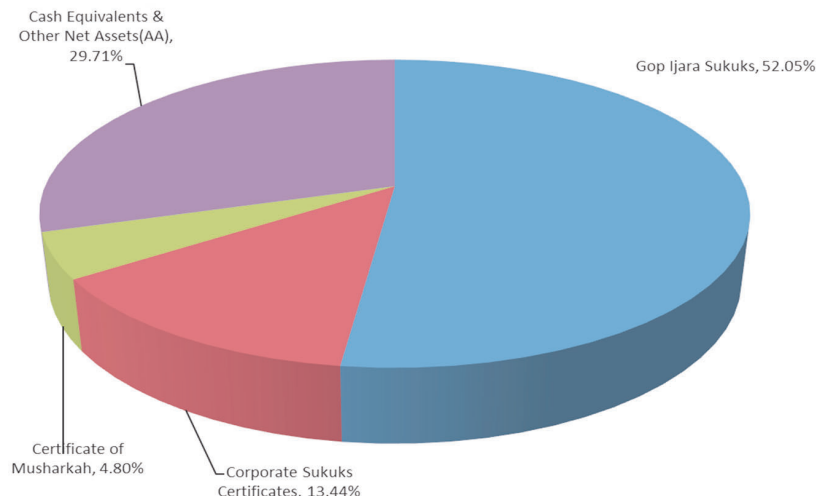
The market witnessed some fresh issuance of shariah compliant corporate sukuks, which helped the undersupplied market for the shariah compliant debt securities. During FY25, Pakistan's Monetary Policy Committee (MPC) reduced the Policy Rate significantly from 20.5% to 11%, responding to a sustained decline 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.

NIMAF is categorized as a Shariah Compliant Income Fund and has been awarded stability rating of 'A+ (f)' by PACRA. The Fund aims to provide monthly income to investors by investing in Shariah Compliant money market and debt avenues. Minimum eligible rating is A-, while the Fund is allowed to invest with Islamic Banks, Islamic branches / windows of conventional banks providing easy liquidity. The Fund is allowed to invest in Shariah Compliant Money Market instruments & debt securities rated A- or better. The Fund is not authorized to invest in Equities. The weighted average time to maturity of the Fund cannot exceed 4 years excluding government securities.

The size of NBP Islamic Mahana Amdani Fund has decreased from Rs. 11,131 million to Rs. 10,711 million during the period (a decline of 4%). During the period, the unit price of the Fund has increased from Rs. 8.8902 (Ex-Div) on June 30, 2024 to Rs. 10.1208 on June 30, 2025, thus showing a return of 13.8% as compared to the benchmark return of 10.4% for the same period. The performance of the Fund is net of management fee and other expenses.

The Fund has earned a total income of Rs. 2,239.83 million during the year. After deducting total expenses of Rs. 233.08 million, the net income is Rs. 2,006.75 million. The asset allocation of NIMAF as on June 30, 2025 is as follows:



## Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 13.92% of the opening ex-NAV (14.10% 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, as reduced by accumulated losses and capital gains, whether realized or unrealized, 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 28 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
<b>Independent Directors</b>	1. Mr. Khalid Mansoor 2. Mr. Saad Amanullah Khan 3. Mr. Umar Ahsan Khan
<b>Executive Director</b>	Dr. Amjad Waheed - Chief Executive Officer
<b>Non-Executive Directors</b>	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 ماہانہ آمدنی فنڈ (NIMAF) کی ساتویں سالانہ رپورٹ برائے مختتمہ سال 30 جون 2025 پیش کرتے ہوئے مختصر محسوس کر رہے ہیں۔

### فنڈ کی کارکردگی

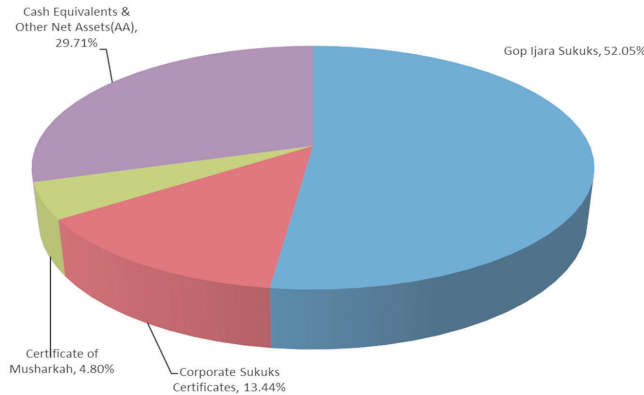
مارکیٹ میں چند نئے شریعہ کیپٹلائٹ کارپوریٹ سٹاک کا اجراء دیکھا گیا، جس نے شریعہ کیپٹلائٹ ڈیٹ سیکورٹیز کے لئے سست مارکیٹ کی مدد کی۔ مالی سال 2025 کے دوران، پاکستان کی مونیٹری پالیسی کمیٹی (MPC) نے پالیسی ریٹ کو نمایاں طور پر 20.5% سے کم کر کے 11% کر دیا۔ اس اقدام کی بنیادی وجہ مہنگائی میں مسلسل کمی اور بیرونی محاذ پر قابل ذکر بہتری تھی۔ ریٹ میں اس نرمی کے پیچھے عالمی کموڈٹی قیمتوں کا استحکام، خوراک اور توانائی کی مہنگائی میں کمی، مارکیٹ بیلڈز 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، مہنگائی کی کمی اور بیٹریس انفلیکشن کے مثبت اثرات شامل تھے۔ اگرچہ نمایاں بہتری ریکارڈ کی گئی، مگر مونیٹری پالیسی کمیٹی (MPC) نے محتاط رویہ برقرار رکھا اور ٹیفر ایڈجسٹمنٹس، 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۔

NIMAF شریعت کے مطابق اہل فنڈ کے طور پر درجہ بندی کیا جاتا ہے اور اسے PACRA کی طرف سے 'A+(f)' کی اسٹیبلٹی ریٹنگ دی گئی ہے۔ فنڈ کا مقصد شریعتی مطابقت پذیر منی مارکیٹ اور ڈیٹ ایویٹیز میں سرمایہ کاری کر کے سرمایہ کاروں کو ماہانہ آمدنی فراہم کرنا ہے۔ کم از کم اہل درجہ بندی-A، جبکہ فنڈ اسلامی بینکوں، اسلامی شاخوں/روایتی بینکوں کی وڈو آسان فراہمی کرنے کے ساتھ سرمایہ کاری کرنے کی اجازت دی جاتی ہے۔ فنڈ شریعت کے مطابق Money Market Instruments اور Debt Securities میں سرمایہ کاری کرنے کی اجازت دیتا ہے جو-A یا اس سے بہتر ہو۔ فنڈ ایکویٹیز میں سرمایہ کاری کرنے کا اختیار نہیں رکھتا۔ فنڈ کی اوسط میچورٹی گورنمنٹ سیکورٹیز کے علاوہ 4 سال سے زائد نہیں ہے۔

موجودہ مدت کے دوران NBP اسلامک ماہانہ آمدنی فنڈ کا سائز 11,131 ملین روپے سے کم ہو کر 10,711 ملین روپے ہو گیا ہے (4% کمی کی)۔ اس مدت کے دوران، فنڈ کے پونٹ کی قیمت 30 جون 2024 کو (Ex-Div) 8.8902 روپے سے بڑھ کر 30 جون 2025 کو 10.1208 روپے ہو گئی، لہذا اس مدت کے دوران فنڈ نے اپنے بیچ مارک 10.4% کے مقابلے میں 13.8% کا منافع درج کیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ نے موجودہ مدت کے دوران 2,239.83 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 233.08 ملین روپے کے اخراجات متہا کرنے کے بعد خالص آمدنی 2,006.75 ملین روپے ہے۔ 30 جون 2025 کو این بی پی اسلامک ماہانہ آمدنی فنڈ کی ایسٹ ایلوکیشن حسب ذیل ہے:



### آمدنی کی تقسیم

مینجمنٹ کمیٹی کے بورڈ آف ڈائریکٹرز نے 30 جون 2025 کو ختم ہونے والی مدت کے لئے اوپننگ ex-NAV کا 13.92% (بنیادی قدر کا 14.10%) عبوری نقد ڈیویڈنڈ منظور کیا ہے۔

## یکیشین

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 آڈیٹرز میسرز یوسف عادل چارٹرڈ اکاؤنٹنٹس، ریٹائرڈ اور اہل ہونے کی بنا پر 30 جون 2026 کو ختم ہونے والے سال کے لئے دوبارہ تقرری کے لئے 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، کمپنی فلو اور پونٹ 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۔ شہریاتی 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. کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
8. پرفارمنس ٹیبل / 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. پونٹ ہولڈنگ کا تفصیلی پیرن مالیاتی گوشواروں کے نوٹ 28 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 فہرست 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 سعدا مان 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 Mahana Amdani 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 Mahana Amdani Fund

NBP Islamic Mahana Amdani Fund (NIMAF) is an Open-End Shariah Compliant Income Fund.

### Investment Objective of the Fund

To provide monthly income to investors by investing in Shariah Compliant money market and debt avenues.

### Benchmark

75% six (6) months PKISRV rates + 25% six (6) 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 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP

### Fund Performance Review

This is the 7th Annual report since the launch of the Fund on October 06, 2018. The Fund size decreased by 4% during the year and stands at Rs. 10.7 billion as of June 30, 2025. Since its inception, the Fund has earned an annualized return of 12.4% versus the benchmark return of 6.3%, thus registering an outperformance of 6.1% p.a. During FY25, the Fund posted a return of 13.8% as compared to the benchmark return of 10.4%; translating into an outperformance of 3.4% p.a. This outperformance is net of management fee and all other expenses.

NIMAF is awarded the stability rating of "A+ (f)" by PACRA. The Fund aims to provide monthly income to investors by investing in Shariah Compliant money market and debt avenues. Minimum eligible rating is A-, while the Fund is allowed to invest with Islamic Banks, Islamic branches/windows of conventional banks providing easy liquidity. The Fund is allowed to invest in Shariah Compliant Money Market instruments & debt securities rated A- or better. The Fund is not authorized to invest in Equities. The weighted average time to maturity of the Fund cannot exceed 4 years excluding government securities.

The market witnessed some fresh issuance of shariah compliant corporate sukuks, which helped the undersupplied market for the shariah compliant debt securities. 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
Islamic Commercial Papers	-	-
Corporate Sukuk certificates	13.87%	13.87%
GOP Ijarah Sukuks	57.00%	57.00%
Term Deposit Receipts	-	-
Certificate of Musharakah	8.24%	8.24%
Cash Equivalent & Other Assets	20.89%	20.89%
<b>Total</b>	<b>100%</b>	<b>100%</b>

## Distribution for the Financial Year 2025

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
June - 25	14.10%	11.5382	10.1280

## Unit Holding Pattern of NBP Islamic Mahana Amdani Fund as on June 30, 2025

Size of Unit Holding (Units)	# of Unit Holders
0-1	3,619
1-1000	13,835
1001-5000	1,933
5001-10000	739
10001-50000	1,870
50001-100000	880
100001-500000	1,275
500001-1000000	238
1000001-5000000	134
5000001-10000000	10
10000001-100000000	7
<b>Total</b>	<b>24,540</b>

## 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 Mahana Amdani Fund does not have any soft commission arrangement with any broker in the industry.

## STATEMENT OF COMPLIANCE WITH THE SHARI'AH PRINCIPLES

**NBP Islamic Mahana Amdani 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 SHARI'AH SUPERVISORY BOARD

September 23, 2025/ Rabi ul Awal 29, 1447

**Alhamdulillah**, the period from July 01, 2024 to June 30, 2025 marks the Seventh year of the operations of NBP Islamic Mahana Amdani Fund (the "NIMAF" 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**

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**Mufti Muhammad Naveed Alam**  
Member  
Shariah Supervisory Board

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**Mufti Ehsan Waqar**  
Shariah Advisor & Member  
Shariah Supervisory Board

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**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 Mahana Amdani 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 AUDITOR'S REPORT

To the unit holders of NBP Islamic Mahana Amdani Fund

### Report on the audit of the financial statements

#### Opinion

We have audited the financial statements of NBP Islamic Mahana Amdani 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><b>Valuation and existence of investment (Refer note 2.4 of the Financial Statements)</b></p> <p>Investments held at fair value through profit or loss are disclosed in note 6 to the financial statements and represent 70.29% 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><b>In this respect, we performed the following procedures:</b></p> <ul style="list-style-type: none"> <li>Reviewed the processes and key controls relating to existence and valuation and evaluated the design and implementation of such controls;</li> <li>Independently verified the existence of investments from the Central Depository Company (CDC) account statement, Investor Portfolio Services (IPS) account statement and other relevant document;</li> <li>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</li> <li>Differences, if any, identified during our testing that were over our acceptable threshold were investigated further.</li> </ul>

## 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: AR2025100910d13zP2Mw

## STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2025

<b>ASSETS</b>	<b>Note</b>	<b>2025</b> ----- (Rupees in '000) -----	<b>2024</b> ----- (Rupees in '000) -----
Bank balances	5	4,794,828	1,960,052
Investments	6	7,529,051	8,805,587
Profit receivable	7	152,933	378,331
Advances, deposits, and prepayments	8	3,053	3,020
Receivable from funds under management by Management Company against conversion of units		<b>2,511,277</b>	366,415
<b>Total assets</b>		<b>14,991,142</b>	11,513,405
 <b>LIABILITIES</b>			
Payable to NBP Fund Management Limited - Management Company	10	28,825	85,403
Payable to Central Depository Company of Pakistan Limited - Trustee	11	1,072	912
Payable to Securities and Exchange Commission of Pakistan	12	932	807
Payable against conversion and redemption of units		<b>3,976,835</b>	23,226
Accrued expenses and other liabilities	13	272,606	272,534
<b>Total liabilities</b>		<b>4,280,270</b>	382,882
 <b>NET ASSETS</b>		 <b>10,710,872</b>	 11,130,523
 <b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		 <b>10,710,872</b>	 11,130,523
 <b>CONTINGENCIES AND COMMITMENTS</b>	14		
		----- (Number of units) -----	
 <b>NUMBER OF UNITS IN ISSUE</b>	15	 <b>1,058,302,080</b>	1,098,987,189
		----- (Rupees) -----	
 <b>NET ASSET VALUE PER UNIT</b>		 <b>10.1208</b>	10.1280

The annexed notes from 1 to 32 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

		2025	2024
	Note	----- (Rupees in '000) -----	
<b>INCOME</b>			
Profit on bank balances		629,030	778,277
Income on term deposit receipts		72,131	54,848
Income on corporate sukuk certificates and government securities		1,159,458	1,407,376
Income on bai muajjal certificate		225,551	-
Income on certificates of musharakah		152,991	182,766
(Loss) / gain on sale of investments 'at fair value through profit or loss' (FVTPL) - net		(14,385)	3,073
Net unrealised appreciation / (diminution) on re-measurement of investments at FVTPL	6.6	15,056	(12,078)
		671	(9,005)
<b>Total income</b>		<b>2,239,832</b>	<b>2,414,262</b>
<b>EXPENSES</b>			
Remuneration of NBP Fund Management Limited - Management Company	10.1	123,148	56,037
Sindh Sales Tax on remuneration of Management Company	10.3	18,472	7,285
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	11,807	8,777
Sindh Sales Tax on remuneration of Trustee	11.2	1,771	1,141
Reimbursement of selling and marketing expenses	10.4	42,755	106,236
Sindh Sales Tax on reimbursement of selling and marketing expenses	10.5	6,413	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.6	10,335	17,438
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.7	1,550	-
Annual fee - Securities and Exchange Commission of Pakistan	12.1	11,807	8,777
Amortisation of preliminary expenses and floatation costs	9.1	-	53
Brokerage, settlement and bank charges		1,550	1,009
Auditors' remuneration	16	1,427	780
Fund rating fee		275	278
Shariah advisory fee		1,478	1,550
Annual Listing fee		31	31
Printing charges		80	100
Professional charges		183	323
<b>Total expenses</b>		<b>233,082</b>	<b>209,815</b>
<b>Net income from operating activities</b>		<b>2,006,750</b>	<b>2,204,447</b>
<b>Net income for the year before taxation</b>		<b>2,006,750</b>	<b>2,204,447</b>
Taxation	17	-	-
<b>Net income for the year after taxation</b>		<b>2,006,750</b>	<b>2,204,447</b>
<b>Earnings per unit</b>	18		
<b>Allocation of net income for the year</b>			
Net income for the year after taxation		2,006,750	2,204,447
Income already paid on units redeemed		(1,489,813)	(976,982)
		<b>516,937</b>	<b>1,227,465</b>
<b>Accounting income available for distribution</b>			
- Relating to capital gains		671	-
- Excluding capital gains		516,266	1,227,465
		<b>516,937</b>	<b>1,227,465</b>

The annexed notes from 1 to 32 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	2,006,750	2,204,447
Other comprehensive income for the year	-	-
<b>Total comprehensive income for the year</b>	<b><u>2,006,750</u></b>	<b><u>2,204,447</u></b>

The annexed notes from 1 to 32 form an integral part of these financial statements.

For NBP Fund Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND FOR THE YEAR ENDED JUNE 30, 2025

	2025			2024		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
<b>Net assets at the beginning of the year</b>	10,990,511	140,012	11,130,523	8,499,708	116,546	8,616,254
Issuance of 3,692,795,159 units (2024: 2,059,829,275 units)						
- Capital value (at ex-net asset value per unit)	37,400,629	-	37,400,629	20,816,017	-	20,816,017
- Element of income	3,099,577	-	3,099,577	2,251,470	-	2,251,470
Total proceeds on issuance of units	40,500,206	-	40,500,206	23,067,487	-	23,067,487
Redemption of 3,733,480,268 units (2024: 1,813,456,765 units)						
- Capital value (at ex-net asset value per unit)	(37,812,688)	-	(37,812,688)	(18,326,250)	-	(18,326,250)
- Element of loss	(2,622,389)	(1,489,813)	(4,112,202)	(1,584,635)	(976,982)	(2,561,617)
Total payments on redemption of units	(40,435,077)	(1,489,813)	(41,924,890)	(19,910,885)	(976,982)	(20,887,867)
Total comprehensive income for the year	-	2,006,750	2,006,750	-	2,204,447	2,204,447
Distribution for the year ended June 30, 2025 (Cash distribution @ Rs. 1.4102 per unit declared on June 26, 2025)	(476,993)	(524,724)	(1,001,717)	-	-	-
Distribution for the year ended June 30, 2024 (Cash distribution @ Rs. 2.0835 per unit declared on June 27, 2024)	-	-	-	(665,799)	(1,203,999)	(1,869,798)
<b>Net assets at the end of the year</b>	<b>10,578,647</b>	<b>132,225</b>	<b>10,710,872</b>	<b>10,990,511</b>	<b>140,012</b>	<b>11,130,523</b>
Undistributed income brought forward						
- Realised income		152,090			139,480	
- Unrealised loss		(12,078)			(22,934)	
		140,012			116,546	
Accounting income available for distribution:						
- Relating to capital gains		671			-	
- Excluding capital gains		516,266			1,227,465	
		516,937			1,227,465	
Total distribution during the year		(524,724)			(1,203,999)	
Undistributed income carried forward		132,225			140,012	
Undistributed income carried forward						
- Realised income		117,169			152,090	
- Unrealised gain / (loss)		15,056			(12,078)	
		132,225			140,012	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the year			10.1280			10.1057
Net assets value per unit at the end of the year			10.1208			10.1280

The annexed notes from 1 to 32 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) -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net profit for the year before taxation		2,006,750	2,204,447
<b>Adjustments for non-cash items:</b>			
Net unrealised (appreciation) / diminution on re-measurement of investments at FVTPL	6.6	(15,056)	12,078
Amortisation of preliminary expenses and floatation costs	9	-	53
		(15,056)	12,131
<b>Decrease / (increase) in assets</b>			
Investments - net		889,223	(4,728,606)
Profit receivable		225,398	(174,806)
Advances, deposits, and prepayments		(33)	3
		1,114,588	(4,903,409)
<b>(Decrease) / increase in liabilities</b>			
Payable to NBP Fund Management Limited - Management Company		(56,578)	51,091
Payable to Central Depository Company of Pakistan Limited - Trustee		160	271
Payable to Securities and Exchange Commission of Pakistan		125	(1,203)
Accrued expenses and other liabilities		72	90,886
		(56,221)	141,045
<b>Net cash generated from / (used in) operating activities</b>		<b>3,050,061</b>	<b>(2,545,786)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Amount received against issuance of units		37,878,351	22,123,975
Amount paid on redemption of units		(37,971,281)	(20,875,209)
Cash dividend paid		(524,724)	(1,203,999)
<b>Net cash (used in) / generated from financing activities</b>		<b>(617,654)</b>	<b>44,767</b>
<b>Net decrease in cash and cash equivalents</b>		<b>2,432,407</b>	<b>(2,501,019)</b>
Cash and cash equivalents at the beginning of the year		2,876,907	5,377,926
<b>Cash and cash equivalents at the end of the year</b>	21	<b>5,309,314</b>	<b>2,876,907</b>

The annexed notes from 1 to 32 form an integral part of these 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 Mahana Amdani Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on August 09, 2018 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 August 07, 2018, in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2 During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on October 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 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 Mutual Funds Association of Pakistan (MUFAP).
- 1.4 The Fund has been categorised as an open ended 'Shariah compliant income scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the 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 under pre - IPO at a par value of Rs. 10 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from October 07, 2018 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 The objective of the Fund is to earn a reasonable rate of return along with a high degree of liquidity by investing in Shariah compliant money market and debt securities.
- 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 A+(f) on April 17, 2025 (2024: A+(f) on April 09, 2024).
- 1.7 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - provisions of and directives issued under the Companies Act, 2017 along with the requirements of Part VIIIA of the repealed Companies Ordinance, 1984; and
  - the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2** The SECP vide SRO 800 (I)/2021 dated June 22, 2021 modified the effective date for applicability of International Financial Reporting Standard 9 (IFRS 9) - Financial Instruments in place of International Accounting Standard 39 (Financial Instruments: Recognition and Measurement) for Non-Banking Finance Companies and Modarabas, as "Reporting period / year ending on or after June 30, 2022 (earlier application permitted)". As permitted, the Fund had already applied IFRS-9 during the year ended June 30, 2019 with the exception of below mentioned impairment requirements as referred in note 2.1.3 of these financial statements.
- 2.1.3** The SECP vide letter ref SCD / AMCW / RS / MUFAP / 2017-148 dated November 21, 2017 has deferred the applicability of impairment requirements of International Financial Reporting Standard 9 (IFRS 9) "Financial Instruments" in relation to debt securities for mutual funds. Accordingly, the impairment requirements of IFRS 9 have not been considered for debt securities and requirements of SECP Circular 33 of 2012 have continued to be followed.

## **2.2 Accounting convention**

These financial statements are prepared under the historical cost convention except for investments which are carried at fair value.

## **2.3 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 Pakistan Rupees, which is the Fund's functional and presentation currency.

## **2.4 Use of judgments and estimates**

In preparing these financial statements, management has made judgement, estimates and assumptions that affect the application of the Fund's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognized prospectively.

Information about judgements made in applying accounting policies that have the most significant effects on the amount recognized in the financial statements and assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities in the subsequent year is included in the following notes:

- (a) Valuation of investment (4.2.5);
- (b) Provisions (Note 4.5); and
- (c) Classification and impairment of financial assets (Note 4.2.2.1 and 4.2.3).

## **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 accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

During the year, the Fund adopted Disclosure of Accounting Policies (Amendment to IAS 01) effective for annual reporting periods beginning on or after January 1, 2024. The amendment required the disclosure of 'material', rather than 'significant' accounting policies. The amendments did not result in any changes to the accounting policies themselves.

## 4.1 Cash and cash equivalents

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less from the date of acquisition that are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

## 4.2 Financial instruments

The Fund applied IFRS 9 (refer note 2.1.2) except for impairment requirements for which the Fund has continued to follow the requirements of SECP (refer note 2.1.3).

### 4.2.1 Initial recognition and measurement

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, as appropriate, on initial recognition. Transaction costs pertaining to financial assets or financial liabilities at fair value through profit or loss are recognised in the income statement.

### 4.2.2 Classification and subsequent measurement

#### 4.2.2.1 Financial assets

There are three principal classification categories for financial assets:

- Amortised cost (AC);
- At fair value through other comprehensive income (FVTOCI); and
- At fair value through profit or loss (FVTPL).

#### Financial asset at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL;

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset classified at amortised cost is subsequently carried at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Profit / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

#### Financial asset at FVTOCI

A financial asset is classified at FVTOCI only if it meets both of the following conditions and is not designated as FVTPL;

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in Other Comprehensive Income (OCI), and only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI, except for the recognition of impairment losses. In case of debt instrument, when the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to income statement. In case of equity instrument, when the financial asset is derecognised, there is no subsequent reclassification of fair value gains and losses to income statement.

### **Financial asset at FVTPL**

All other financial assets are classified as FVTPL (for example: equity held for trading and debt securities not classified either as AC or FVTOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset, that otherwise meets the requirements to be measured at amortised cost or at FVTOCI, as at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets designated at fair value through profit or loss are subsequently carried at fair value. Net gains and losses, including any profit / markup or dividend income, are recognised in income statement.

### **Business model assessment**

The Fund makes an assessment of the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Fund's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and its strategy for how those risks are managed;
- how managers of the business are compensated (e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected); and
- the frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Fund's stated objective for managing the financial assets is achieved and how cash flows are realised.

Financial assets that are held for trading or managed and whose performance is evaluated on a fair value basis are measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets.

The Fund has determined that it has two business models.

- Held-to-collect business model: This includes cash and cash equivalents and receivables, if any. These financial assets are held to collect contractual cash flow.

- Other business model: This includes equity securities. These financial assets are held for trading and managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

#### **Assessment of whether contractual cash flows are solely payments of principal and interest (SPPI)**

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are SPPI, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Fund considers:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Fund's claim to cash flows from specified assets (e.g. non-recourse loans); and
- features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

#### **Reclassifications**

Financial assets are not reclassified subsequent to their initial recognition unless the Fund were to change its business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

#### **4.2.2.2 Financial liabilities**

The Fund classifies its financial liabilities in the following categories:

- Amortised Cost (AC), or
- At fair value through profit or loss (FVTPL).

Financial liabilities are measured at amortised cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Fund has opted to measure them at FVTPL, and also subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in income statement. Any gain or loss on derecognition is also recognised in income statement.

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in income statement.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to income statement

#### **4.2.3 Impairment of financial assets**

The Fund at each reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds the recoverable amount.

The SECP through its letter SCD / AMCW / RS / MUFAP / 2017-148 dated November 21, 2017 has deferred the applicability of impairment requirements of IFRS 9 in relation to debt securities for mutual funds and has instructed to continue to follow the requirements of Circular No. 33 of 2012 dated October 24, 2012.

#### 4.2.4 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. On derecognition of a financial asset, the difference between the carrying amount of the asset and the consideration received is recognised in income statement.

The Fund derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid is recognised in income statement.

The Fund derecognises a derivative only when it meets the derecognition criteria for both financial assets and financial liabilities. Where the payment or receipt of variation margin represents settlement of a derivative, the derivative, or the settled portion, is derecognised.

#### 4.2.5 Fair value measurement principles and provision

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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial instruments is determined as follows:

##### **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 (PKRV, PKISRV and PKFRV rates) which are based on the remaining tenor of the securities.

The government securities listed on a stock exchange (for example Listed GOP Ijara) are valued on their prices quoted on the Pakistan Stock Exchange Limited at the reporting date.

#### 4.2.6 Regular way contracts

All purchases and sales of securities that require delivery within the timeframe established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

#### 4.2.7 Offsetting of financial assets and 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.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

#### 4.3 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement, each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

#### 4.4 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs (formation cost) represent expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, commission to the bankers to the issue, brokerage paid to the members of the stock exchanges and other expenses. These costs are being amortised over a period of five years starting from the end of the initial offering period as per the requirements set out in the Trust Deed of the Fund and NBFC regulations.

#### 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.

#### 4.7 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 accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

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

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, to its unit holders.

#### 4.8 Distributions to unit holders

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on MUFAP's guidelines (duly consented upon by the SECP), distribution for the year is deemed to comprise of the portion of amount 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 period in which such distributions are declared and approved by the Board of Directors of the Management Company. Based on MUFAP's guidelines (duly consented upon by SECP) distributions for the year/period is deemed to comprise of the portion of amount of income already paid on units redeemed and the amount of cash distribution for the year / period.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted with effect of refund of capital, if any, based on the period of investment made during the year / period. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

#### **4.9 Issuance and redemption of units**

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors / Management Company during business hours on that day. The offer price represents the net assets value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. The sales load, if applicable, is payable to the investment facilitators and 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 represents the net assets value per unit as of the close of the business day less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

#### **4.10 Element of Income**

Element of income represents the difference between net assets value on the issuance or redemption date, as the case may be, of units and the Net Assets Value (NAV) at the beginning of the relevant accounting period.

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 same ex-dividend net asset value of all units outstanding on accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units (refund of capital) in the same proportion as dividend bears to accounting income available for distribution. As per guideline provided by MUFAP (MUFAP Guidelines consented upon by SECP) the refund of capital is made in the form of additional units at zero price.

MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the period under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the period. The income already paid (Element of Income) on redemption of units during the period are taken separately in statement of movement in unit holders' fund.

#### **4.11 Net assets value per unit**

The Net Assets Value (NAV) per unit, as disclosed on 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.

#### **4.12 Revenue Recognition**

- Realised gains / (losses) arising on sale of investments are included in the income statement on the date at which transactions takes place.
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Income on bank balances and term deposit receipts is recognised on time proportionate basis.

- Mark-up / return on investments in government securities, corporate sukuk certificates, and certificate of musharka are recognised using effective interest method.

## 4.13 Expenses

All expenses including Management fee, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

5	BANK BALANCES	Note	2025	2024
			----- (Rupees in '000) -----	
	Savings accounts	5.1	4,767,437	1,932,349
	Current accounts		27,391	27,703
			<u>4,794,828</u>	<u>1,960,052</u>

- 5.1 These include a balance of Rs 1.647 million (2024: Rs 4.766 million) with National Bank of Pakistan (a related party) that carries profit at the rate of 6.00% (2024: 10.00%) per annum. Other savings accounts of the Fund carry profit at rates ranging from 0.10% to 10.60% (2024: 10.00% to 19.85%) per annum.

6	INVESTMENTS	Note	2025	2024
			----- (Rupees in '000) -----	
	<b>Financial asset at fair value through profit or loss</b>			
	- Government securities	6.1	5,574,865	6,345,084
	- Corporate sukuk certificates	6.2	1,439,700	1,543,648
			<u>7,014,565</u>	<u>7,888,732</u>

### Financial asset at amortised cost

	- Term deposit receipts	6.3	-	-
	- Certificates of musharakah	6.4	514,486	916,855
	- Bai Muajjal certificates	6.5	-	-
			<u>7,529,051</u>	<u>8,805,587</u>

## 6.1 Government securities

Name of security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / matured during the year	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) -----		----- % -----					
GoP Ijarah Sukuks - VRR - XIX	Semi-annually	May 29, 2025	Weighted average 6 months T-Bills	6,003	6,000	12,003	-	-	-	-	-	-
GoP Ijarah Sukuk - Listed	At maturity	December 9, 2024	19.52%	303,804	88	303,892	-	-	-	-	-	-
Govt. Ijarah Sukuks - FRR - XXXIII	Semi-annually	December 4, 2026	16.19%	750	-	-	750	75,083	80,693	5,610	0.75	1.07
Govt. Ijarah Sukuks - VRR - XLII	Semi-annually	December 4, 2028	Weighted average 6 months T-Bills	2,000	10,010	4,000	8,010	809,977	812,054	2,077	7.58	10.79
Govt. Ijarah Sukuks - VRR - XLI	Semi-annually	December 4, 2026	Weighted average 6 months T-Bills	1,500	2,200	-	3,700	370,302	372,294	1,992	3.48	4.94
Govt. Ijarah Sukuks - VRR - XL	Semi-annually	December 4, 2024	Weighted average 6 months T-Bills	500	-	500	-	-	-	-	-	-
Govt. Ijarah Sukuks - FRR - XXXII	Semi-annually	October 9, 2024	22.49%	7,250	-	7,250	-	-	-	-	-	-
Govt. Ijarah Sukuks - VRR - XXXVIII	Semi-annually	September 20, 2024	Weighted average 6 months T-Bills	1,335	-	1,335	-	-	-	-	-	-

Name of security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / redeemed during the year	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) -----			----- % -----		
Govt. Ijarah Sukuks - VRR - XXXIX	Semi-annually	October 9, 2024	Weighted average 6 months T-Bills	20,200	12,500	32,700	-	-	-	-	-	-
Govt. Ijarah Sukuks - VRR - XXXVII	Semi-annually	August 7, 2024	Weighted average 6 months T-Bills	9,750	-	9,750	-	-	-	-	-	-
GoP Ijarah Sukuk - Listed	At Maturity	December 3, 2025	11.00%	-	140,001	80,000	60,001	287,181	287,435	254	2.68	3.82
GoP Ijarah Sukuk - Listed	At Maturity	November 6, 2025	11.00%	-	1,001	-	1,001	4,845	4,839	(6)	0.05	0.06
GoP Ijarah Sukuk - Listed	At Maturity	August 15, 2025	15.99%	-	10,003	-	10,003	49,165	49,435	270	0.46	0.66
GoP Ijarah Sukuk - Listed	At Maturity	September 17, 2025	15.00%	-	370,000	-	370,000	1,803,514	1,810,410	6,896	16.91	24.05
GoP Ijarah Sukuk - Listed	At Maturity	October 20, 2025	11.75%	-	25,001	-	25,001	121,007	121,430	423	1.13	1.61
GoP Ijarah Sukuk - Listed	At Maturity	May 23, 2025	19.89%	-	2	2	-	-	-	-	-	-
GoP Ijarah Sukuk - Listed	At Maturity	April 25, 2025	20.00%	-	2	2	-	-	-	-	-	-
GoP Ijarah Sukuk - Listed	At Maturity	July 25, 2025	17.22%	-	42,504	-	42,504	210,466	211,224	758	1.97	2.81
GoP Ijarah Sukuk - Listed	Semi-annually	September 18, 2027	Weighted average 6 months T-Bills	-	92,500	-	92,500	462,500	466,246	3,746	4.36	6.19
GoP Ijarah Sukuk - Listed	Semi-annually	October 21, 2027	Weighted average 6 months T-Bills	-	37,500	-	37,500	188,441	189,056	615	1.77	2.51
GoP Ijarah Sukuk - Listed	Semi-annually	June 28, 2027	Weighted average 6 months T-Bills	-	5,000	-	5,000	25,449	25,243	(206)	0.24	0.34
GoP Ijarah Sukuk - Listed	Semi-annually	September 18, 2029	Weighted average 6 months T-Bills	-	12,500	-	12,500	62,500	63,644	1,144	0.59	0.85
GoP Ijarah Sukuk - Listed	Semi-annually	October 21, 2029	Weighted average 6 months T-Bills	-	12,500	-	12,500	62,500	63,656	1,156	0.59	0.85
GoP Ijarah Sukuk - Listed	Semi-annually	June 28, 2029	Weighted average 6 months T-Bills	-	5,000	-	5,000	25,565	25,265	(300)	0.24	0.34
GoP Ijarah Sukuk - VRR - XXIII	Semi-annually	October 6, 2026	Weighted average 6 months T-Bills	-	27,000	23,000	4,000	408,080	404,320	(3,760)	3.77	5.37
GoP Ijarah Sukuk - Listed	At Maturity	January 8, 2026	10.42%	-	3	-	3	14	14	-	-	-
GoP Ijarah Sukuk - VRR - XXV	Semi-annually	April 27, 2027	Weighted average 6 months T-Bills	-	9,400	3,609	5,791	591,886	587,207	(4,679)	5.48	7.80
GoP Ijarah Sukuk - VRR - XXI	Semi-annually	July 29, 2025	Weighted average 6 months T-Bills	-	18,004	18,000	4	401	400	(1)	-	0.01
<b>Total as at June 30, 2025</b>								<b>5,558,876</b>	<b>5,574,865</b>	<b>15,989</b>	<b>52.05</b>	<b>74.07</b>
Total as at June 30, 2024								6,354,481	6,345,084	(9,397)	57.00	72.06

**6.1.1** The nominal value of these sukuk certificates is Rs 100,000 each, except for listed GoP Ijara Sukuk whose face value is Rs. 5,000 per certificate.

## 6.2 Corporate sukuk certificates

Name of security	Rating	Profit payments/ principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / redeemed during the year	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) -----			----- % -----		

### COMMERCIAL BANKS

Meezan Bank Limited Sukuk IV (traded) (Face value of Rs 1,000,000 per certificate)	AAA, VISC15:O26 C15:O28F6 C15:O24	Semi-annually	December 16, 2031	6 months KIBOR plus base rate of 0.35%	170	-	-	170	168,783	170,313	1,530	1.59	2.23
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### POWER GENERATION AND DISTRIBUTION

Hub Power Holdings Limited Sukuk (non-traded) (Face value of Rs. 25,000 per certificate)	AA+, PACRA	Semi-annually	November 12, 2025	6 months KIBOR plus base rate of 2.50%	2,625	-	2,625	-	-	-	-	-	-
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# NBP ISLAMIC MAHANA AMDANI FUND

Name of security	Rating	Profit payments/ principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the year	Sold / redeemed during the year	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	
												Net Assets	Total Investment
					----- Number of certificates -----			----- (Rupees in '000) -----			----- % -----		
Pakistan Energy Sukuk-II - (traded) - Listed (Face value of Rs 5,000 per certificate)	Unrated	Semi-annually / At maturity	May 21, 2030	6 months KIBOR plus minus rate of 0.10%	200,000	-	-	200,000	1,001,200	1,000,000	(1,200)	9.34	13.29
K-Electric Limited - Sukuk - (traded) (Face value of Rs 2,250 per certificate)	AA+, VIS	Quarterly	August 03, 2027	3 months KIBOR plus base rate of 1.7%	52,300	-	-	52,300	120,650	119,387	(1,263)	1.11	1.59
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>													
Ismail Industries Limited - STS	A1, PACRA	Semi-annually	February 20, 2025	6 months KIBOR plus base rate of 0.15%	-	100	100	-	-	-	-	-	-
<b>TECHNOLOGY &amp; COMMUNICATION</b>													
Air Link Communication Limited - STS	A1, PACRA	Semi-annually	March 24, 2025	6 months KIBOR plus base rate of 1.75%	-	300	300	-	-	-	-	-	-
Air Link Communication Limited - STS	A1, PACRA	Semi-annually	September 25, 2025	6 months KIBOR plus base rate of 1.75%	-	150	-	150	150,000	150,000	-	1.40	1.99
<b>Total as at June 30, 2025</b>									<b>1,440,633</b>	<b>1,439,700</b>	<b>(933)</b>	<b>13.44</b>	<b>19.10</b>
<b>Total as at June 30, 2024</b>									<b>1,546,329</b>	<b>1,543,648</b>	<b>(2,681)</b>	<b>13.87</b>	<b>17.53</b>

## 6.3 Term deposit receipts

Name of investee company	Rating	Maturity date	Profit rate	As at July 1, 2024	Placed during the year	Matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of			
										Net Assets	Total Investment		
									----- (Rupees in '000) -----			----- % -----	
<b>COMMERCIAL BANKS</b>													
Bank Alfalah Limited - Islamic	AAA, PACRA	December 26, 2024	13.90%	-	1,050,000	1,050,000	-	-	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	January 27, 2025	11.90%	-	1,200,000	1,200,000	-	-	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	February 27, 2025	11.15%	-	1,200,000	1,200,000	-	-	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	June 4, 2025	11.20%	-	1,000,000	1,000,000	-	-	-	-	-	-	-
Bank Alfalah Limited - Islamic	AAA, PACRA	June 30, 2025	10.70%	-	1,000,000	1,000,000	-	-	-	-	-	-	-
<b>Total as at June 30, 2025</b>									<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total as at June 30, 2024</b>									<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 6.4 Certificates of musharakah

Name of investee company	Rating	Maturity date	Profit rate	As at July 1, 2024	Placed during the year	Matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of			
										Net Assets	Total Investment		
									----- (Rupees in '000) -----			----- % -----	
<b>MODARABA</b>													
First Habib Modaraba	AA+, PACRA	August 02, 2024	21.90%	780,658	-	780,658	-	-	-	-	-	-	-
First Habib Modaraba	AA+, PACRA	September 20, 2024	20.40%	136,197	-	136,197	-	-	-	-	-	-	-
First Habib Modaraba	AA+, PACRA	November 6, 2024	19.60%	-	823,750	823,750	-	-	-	-	-	-	-
First Habib Modaraba	AA+, PACRA	December 20, 2024	17.45%	-	143,200	143,200	-	-	-	-	-	-	-
First Habib Modaraba	AA+, PACRA	March 20, 2025	12.25%	-	149,430	149,430	-	-	-	-	-	-	-

# NBP ISLAMIC MAHANA AMDANI FUND

Name of investee company	Rating	Maturity date	Profit rate	As at July 1, 2024	Placed during the year	Matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of		
										Net Assets	Total Investment	
----- (Rupees in '000) -----										----- % -----		
First Habib Modaraba	AA+, PACRA	March 24, 2025	12.25%	-	100,000	100,000	-	-	-	-	-	
First Habib Modaraba	AA+, PACRA	April 29, 2025	11.75%	-	500,000	500,000	-	-	-	-	-	
First Habib Modaraba	AA+, PACRA	July 29, 2025	12.00%	-	514,486	-	514,486	514,486	514,486	4.80	6.83	
<b>COMMERCIAL BANKS</b>												
Allied Bank Limited - Islamic	AAA, PACRA	October 18, 2024	14.85%	-	1,000,000	1,000,000	-	-	-	-	-	
Allied Bank Limited - Islamic	AAA, PACRA	October 21, 2024	14.85%	-	1,000,000	1,000,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	October 24, 2024	14.90%	-	1,000,000	1,000,000	-	-	-	-	-	
Faysal Bank Limited	AA, PACRA	October 25, 2024	15.50%	-	1,500,000	1,500,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	October 30, 2024	13.00%	-	1,700,000	1,700,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	October 31, 2024	13.50%	-	1,700,000	1,700,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	November 1, 2024	13.00%	-	1,700,000	1,700,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	November 5, 2024	12.00%	-	1,700,000	1,700,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	November 8, 2024	11.00%	-	1,700,000	1,700,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	November 18, 2024	13.00%	-	1,000,000	1,000,000	-	-	-	-	-	
Faysal Bank Limited	AA, PACRA	November 22, 2024	13.10%	-	1,000,000	1,000,000	-	-	-	-	-	
Faysal Bank Limited	AA, PACRA	November 25, 2024	13.00%	-	2,000,000	2,000,000	-	-	-	-	-	
Faysal Bank Limited	AA, PACRA	November 29, 2024	13.25%	-	1,000,000	1,000,000	-	-	-	-	-	
Meezan Bank Limited	AAA/A-1+ VIS	December 9, 2024	13.30%	-	1,000,000	1,000,000	-	-	-	-	-	
Allied Bank Limited - Islamic	AAA, PACRA	December 17, 2024	12.60%	-	1,000,000	1,000,000	-	-	-	-	-	
Faysal Bank Limited	AA, PACRA	December 27, 2024	11.25%	-	1,500,000	1,500,000	-	-	-	-	-	
Habib Bank Limited - Islamic	AAA / A1+, VIS	January 29, 2025	11.35%	-	1,200,000	1,200,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	January 10, 2025	11.25%	-	900,000	900,000	-	-	-	-	-	
Faysal Bank Limited	AA, PACRA	January 17, 2025	11.40%	-	900,000	900,000	-	-	-	-	-	
Bank Al-Habib Limited - Islamic	AAA / A1+, PACRA	January 20, 2025	11.00%	-	1,000,000	1,000,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	March 5, 2025	11.30%	-	1,000,000	1,000,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	March 4, 2025	11.25%	-	500,000	500,000	-	-	-	-	-	
Meezan Bank Limited	AAA / A1+, VIS	March 4, 2025	11.25%	-	700,000	700,000	-	-	-	-	-	
<b>Total as at June 30, 2025</b>								<b>514,486</b>	<b>514,486</b>	<b>514,486</b>	<b>4.80</b>	<b>6.83</b>
<b>Total as at June 30, 2024</b>								<b>916,855</b>	<b>916,855</b>	<b>916,855</b>	<b>8.24</b>	<b>10.42</b>

## 6.5 Bai Muajjal Certificates

Name of investee company	Rating	Maturity date	Profit rate	As at July 1, 2024	Placed during the year	Matured during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Market value as a percentage of		
										Net Assets	Total Investment	
----- (Rupees in '000) -----										----- % -----		
<b>DEVELOPMENT FINANCE INSTITUTIONS</b>												
Pak Libya Holding Company (Private) Limited	AA-, PACRA	February 21, 2025	17.75%	-	1,352,045	1,352,045	-	-	-	-	-	
Pak Oman Investment Company Limited	AA+, PACRA	February 6, 2025	13.00%	-	928,893	928,893	-	-	-	-	-	
Pak Libya Holding Company (Private) Limited	AA-, PACRA	May 26, 2025	11.65%	-	605,933	605,933	-	-	-	-	-	
<b>COMMERCIAL BANKS</b>												
Askari Bank Limited	AA+, PACRA	April 7, 2025	13.75%	-	661,598	661,598	-	-	-	-	-	
Zarai Taraqati Bank Limited	AAA, VIS	January 6, 2025	13.25%	-	929,590	929,590	-	-	-	-	-	
<b>Total as at June 30, 2025</b>												
<b>Total as at June 30, 2024</b>												

## 6.6 Net unrealised appreciation / (diminution) on re-measurement at fair value through profit or loss' (FVTPL)

	Note	2025 ----- (Rupees in '000) -----	2024
Market value of investments	6.1 & 6.2	<b>7,014,565</b>	7,888,732
Carrying value of investments	6.1 & 6.2	<b>(6,999,509)</b>	(7,900,810)
		<b>15,056</b>	(12,078)

7	<b>PROFIT RECEIVABLE</b>	Note	2025 ----(Rupees in '000)----	2024
	Profit receivable on:			
	Bank balances		63,145	67,270
	Corporate sukuk certificates		22,458	39,755
	Government securities		56,674	242,365
	Certificates of musharakah		10,656	28,941
			<u>152,933</u>	<u>378,331</u>

## 8 ADVANCES, DEPOSITS, AND PREPAYMENTS

	Advance tax	8.1	2,787	2,787
	Prepaid mutual fund rating fee		163	130
	Security deposit with the Central Depository Company of Pakistan Limited		103	103
			<u>3,053</u>	<u>3,020</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 debt securities paid to the Fund have been deducted by various withholding agents based on the interpretation issued by the 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 withholder. The taxes withheld on profit on bank balances and debt securities as at June 30, 2025 amount to Rs. 2.787 million (June 30, 2024: Rs. 2.787 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 (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of SHC. Pending resolution of the matter, the amount of withholding taxes deducted on profit on bank balances and debt securities have been shown as advance tax as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.

9	<b>PRELIMINARY EXPENSES AND FLOATATION COSTS</b>	Note	2025 ----(Rupees in '000)----	2024
	At the beginning of the year		-	53
	Less: amortisation during the year	9.1	-	(53)
	At the end of the year		<u>-</u>	<u>-</u>

9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. 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 - MANAGEMENT COMPANY	Note	2025	2024
			----(Rupees in '000)----	
	Management remuneration	10.1	13,167	5,322
	Sindh Sales Tax on management remuneration	10.3	1,975	692
	Reimbursement of selling and marketing expenses	10.4	-	59,949
	Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.6	6,762	4,901
	Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10.7	1,014	-
	Sales load and transfer load payable		3,891	10,032
	Sindh Sales Tax on sales load and transfer load		584	1,312
	ADC charges payable including Sindh Sales Tax		1,352	3,115
	Other payable to the Management Company		80	80
			<b>28,825</b>	<b>85,403</b>

- 10.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged following rates subject to floor and capping of 0.20% (2024: 0.20%) and 1.50% (2024: 1.50%) per annum of average annual net assets respectively.

2025			2024	
Rate applicable from July 1, 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 20, 2023	Rate applicable from July 21, 2023 to June 30, 2024
2.50% of net income	Upto 0.86% of total average daily net assets	Upto 1.06% of total average daily net assets	1.50% of net income	2.50% of net income

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

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

During the year ended June 30, 2020, the SECP through its circular 11 dated July 05, 2019 had revised the conditions for charging of selling and marketing expenses to a Fund. As per the revised guidelines, the maximum cap of 0.4% had been removed and an asset management company was required to set a maximum limit for charging of such expenses to the Fund and the same has to be approved by the Board of Directors of the Management Company as part of an annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

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

2025				2024	
Rate applicable from July 1, 2024 to August 04, 2024	Rate applicable from August 05, 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 1, 2023 to July 20, 2023	Rate applicable from July 21, 2023 to June 30, 2024
0.90% of average annual net assets	0.60% of average annual net assets	0.50% of average annual net assets	0.00% of average annual net assets	1.09% of average annual net assets	0.90% of average annual net assets

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

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

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

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 June 23, 2024	Rate applicable from June 24, 2024 to June 30, 2024
0.10% of average annual net assets	0.20% of average annual net assets	0.00% of average annual net assets	0.15% of average annual net assets	0.10% of average annual net assets

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

11	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2025	2024
			-----(Rupees in '000)----	
	Trustee remuneration	11.1	932	807
	Sindh Sales Tax on Trustee remuneration	11.2	140	105
			<u>1,072</u>	<u>912</u>

**11.1** The Trustee is entitled to monthly remuneration of 0.075% (2024: 0.075%) per annum of net assets for services rendered to the Fund under the provisions of the Trust Deed.

**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.

		2025	2024
	Note	------(Rupees in '000)-----	
<b>12</b>	<b>PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>		
	Fee payable	12.1 <u>932</u>	<u>807</u>

**12.1** Under the provisions of the NBFC Regulations, a collective investment scheme categorized as an ""Shariah compliant income scheme"" is required to pay as annual fee to the SECP, an amount equal to 0.075% (2024: 0.075%) of the average annual net assets of the Fund.

The fee is payable to the Securities and Exchange Commission of Pakistan monthly in arrears.

		2025	2024
	Note	------(Rupees in '000)-----	
<b>13</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
	Brokerage payable	38	98
	Auditors' remuneration payable	971	553
	Professional charges payable	194	171
	Settlement and bank charges payable	63	82
	Printing charges payable	36	171
	Shariah advisory fee payable	4,566	3,088
	Withholding tax payable	259,250	260,883
	Other payable	7,488	7,488
		<u>272,606</u>	<u>272,534</u>

## 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 financial statements.

		2025	2024
		-----Number of units-----	
<b>15</b>	<b>NUMBER OF UNITS IN ISSUE</b>		
	Total units in issue at the beginning of the year	1,098,987,189	852,614,679
	Add: Units issued during the year	3,692,795,159	2,059,829,275
	Less: units redeemed during the year	(3,733,480,268)	(1,813,456,765)
	Total units in issue at the end of the year	<u>1,058,302,080</u>	<u>1,098,987,189</u>

		2025	2024
		------(Rupees in '000)-----	
<b>16</b>	<b>AUDITORS' REMUNERATION</b>		
	Annual audit fee	517	470
	Half yearly review	205	186
	Shari'ah audit fee	311	-
	Other certification	105	-
	Out of pocket expenses including government levy	289	124
		<u>1,427</u>	<u>780</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 cash dividend. Provided that for the purpose of determining 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 EARNINGS PER UNIT

Earnings Per Unit (EPU) 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.

## 19 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2025 is 1.48% (2024: 1.79%) which includes 0.25% (2024: 0.14%) representing government levies on the Fund such as sales taxes and annual fee to the SECP. The TER excluding government levies is 1.23% (2024: 1.65%) which is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as Shariah compliant income scheme.

## 20 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

**20.1** Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee, National Bank of Pakistan (NBP) and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, directors and officers of the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

**20.2** Transactions with connected persons / related parties 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. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, Trust deed and the NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

**20.3** Remuneration to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.

**20.4** Reimbursement of allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

**20.5 Details of the transactions with related parties / connected persons during the year are as follows:**

	2025	2024
	----- (Rupees in '000) -----	
<b>NBP Fund Management Limited - Management Company</b>		
Remuneration of NBP Fund Management Limited - Management Company	123,148	56,037
Sindh Sales Tax on remuneration of Management Company	18,472	7,285
Reimbursement of selling and marketing expenses	42,755	106,236
Sindh Sales Tax on reimbursement of selling and marketing expenses	6,413	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	10,335	17,438
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	1,550	-
Amortisation of preliminary expenses and floatation costs	-	53
Sales load and transfer load including Sindh Sales Tax	28,159	34,970
ADC charges including Sindh Sales Tax	7,625	5,635
Amount received against issuance to unitholders ****	17,030	-
<b>K-Electric Limited - Common Directorship</b>		
Income on corporate sukuks certificates	24,647	71,909
<b>Employees of the Management Company</b>		
Units issued / transferred in: 62,805,747 units (2024: 28,514,915 units)	696,378	313,736
Units redeemed / transferred out: 64,594,466 units (2024: 30,344,686 units)	721,742	341,756
Dividend re-invested: 114,848 units (2024: 341,745 units)	1,171	3,456
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of Trustee	11,807	8,777
Sindh Sales Tax on remuneration of Trustee	1,771	1,141
Settlement charges	330	7
<b>Muhammad Murtaza Ali - Chief Operating Officer And Company Secretary</b>		
Units issued / transferred in: 2 units (2024: 659 units) *	-	7
Units redeemed / transferred out: Nil units (2024: 583 units)	-	7
Dividend re-invested: 106 units (2024: 38 units) *	1	-
<b>Imran Zaffar - Director</b>		
Units redeemed / transferred out: 2,854 units (2024: Nil units)	31	-
Dividend re-invested: 20 units (2024: 449 units) *	-	5
<b>Fauji Fertilizer Company Limited - Common Directorship</b>		
Units issued / transferred in: 98,753,630 units (2024: Nil units)	1,000,103	-
Units redeemed / transferred out: 997 units (2024: Nil units)	11	-
<b>NBP Islamic Government Securities Plan - III</b>		
Purchase of GoP Ijarah sukuks	2,375,606	-
Sale of GoP Ijarah sukuks	270,839	-

	2025	2024
	-----(Rupees in '000)----	
<b>NBP Riba Free Savings Fund</b>		
Sale of GoP Ijarah sukuks	663,688	-
<b>Khalid Mehmood - Former Chief Financial Officer **</b>		
Dividend re-invested: Nil units (2024: 6 units) *	-	-
<b>Zaheer Iqbal - Chief Financial Officer ***</b>		
Units issued / transferred in: 573 units (2024: Nil units)	6	-
Units redeemed / transferred out: 185 units (2024: Nil units)	2	-
Dividend re-invested: 192 units (2024: Nil units)	2	-
<b>National Bank of Pakistan - Parent company</b>		
Profit on bank balances	360	719
<b>Portfolio managed by the Management Company</b>		
Units issued / transferred in: 2,218,472 units (2024: 2,363,098 units)	25,583	24,979
Units redeemed / transferred out: 2,218,282 units (2024: 834,909 units)	25,588	10,004
Dividend re-invested: 231,193 units (2024: 115,371 units)	2,344	1,166
Purchase of GoP Ijarah sukuks	369,929	-
<b>20.6 Amounts / balances outstanding as at year end</b>		
<b>NBP Fund Management Limited - Management Company</b>		
Management remuneration	13,167	5,322
Sindh Sales Tax on management remuneration	1,975	692
Reimbursement of selling and marketing expenses	-	59,949
Sindh Sales Tax on reimbursement of selling and marketing expenses	-	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	6,762	4,901
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	1,014	-
Sales load and transfer load payable	3,891	10,032
Sindh Sales Tax on sales load and transfer load	584	1,312
ADC charges payable including Sindh Sales Tax	1,352	3,115
Other payable to the Management Company	80	80
<b>K-Electric Limited - Common Directorship</b>		
Corporate sukuks certificates	119,387	172,950
Accrued profit on corporate sukuks certificates	2,625	6,476
<b>Employees of the Management Company</b>		
Units held: 2,776,801 units (2024: 4,429,959 units)	28,103	44,867

	2025	2024
	------(Rupees in '000)-----	
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee remuneration	932	807
Sindh Sales Tax on Trustee remuneration	140	105
Security deposit	103	103
Settlement charges	22	32
<b>Muhammad Murtaza Ali - Chief Operating Officer And Company Secretary</b>		
Units held: 806 units (2024: 697 units)	8	7
<b>Imran Zaffar - Director</b>		
Units held: 176 units (2024: 3,009 units)	2	30
<b>Fauji Fertilizer Company Limited - Common Directorship</b>		
Units held: 98,752,633 units (2024: Nil units)	999,456	-
<b>Khalid Mehmood - Former Chief Financial Officer **</b>		
Units held: Nil units (2024: 38 units) *	-	-
<b>Zaheer Iqbal - Chief Financial Officer ***</b>		
Units held: 580 units (2024: Nil units)	6	-
<b>National Bank of Pakistan - Parent company</b>		
Bank balances	1,647	4,766
Profit receivable on bank balances	83	204
<b>Portfolio managed by the Management Company</b>		
Units held: 1,875,673 units (2024: 1,644,289 units)	18,984	16,654

\* Nil due to rounding off

\*\* 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).

**20.7** Other balances due to / from related parties / connected persons are included in the respective notes to these financial statements.

		2025	2024
		------(Rupees in '000)-----	
<b>21 CASH AND CASH EQUIVALENTS</b>	<b>Note</b>		
Bank balances	5	4,794,828	1,960,052
Certificates of musharakah	6.4	514,486	916,855
		<u>5,309,314</u>	<u>2,876,907</u>

## 22 FINANCIAL INSTRUMENTS BY CATEGORY

### Financial assets

Bank balances	-	4,794,828	4,794,828
Investments	7,014,565	514,486	7,529,051
Profit receivable	-	152,933	152,933
Deposits	-	103	103
Receivable from funds under management by Management Company against conversion of units	-	2,511,277	2,511,277

----- June 30, 2025 -----		
At fair value through profit or loss	At amortised cost	Total

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

<b>7,014,565</b>	<b>7,973,627</b>	<b>14,988,192</b>
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### Financial liabilities

Payable to NBP Fund Management Limited - Management Company	-	28,825	28,825
Payable to Central Depository Company of Pakistan Limited - Trustee	-	1,072	1,072
Payable against conversion and redemption of units	-	3,976,835	3,976,835
Accrued expenses and other liabilities	-	13,356	13,356

<b>-</b>	<b>4,020,088</b>	<b>4,020,088</b>
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Net assets attributable to unitholders

<b>-</b>	<b>10,710,872</b>	<b>10,710,872</b>
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----- June 30, 2024 -----		
At fair value through profit or loss	At amortised cost	Total

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

### Financial assets

Bank balances	-	1,960,052	1,960,052
Investments	7,888,732	916,855	8,805,587
Profit receivable	-	378,331	378,331
Deposits	-	103	103
Receivable from funds under management by Management Company against conversion of units	-	366,415	366,415

<b>7,888,732</b>	<b>3,621,756</b>	<b>11,510,488</b>
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### Financial liabilities

Payable to NBP Fund Management Limited - Management Company	-	85,403	85,403
Payable to Central Depository Company of Pakistan Limited - Trustee	-	912	912
Payable against conversion and redemption of units	-	23,226	23,226
Accrued expenses and other liabilities	-	11,651	11,651

<b>-</b>	<b>121,192</b>	<b>121,192</b>
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Net assets attributable to unitholders

<b>-</b>	<b>11,130,523</b>	<b>11,130,523</b>
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## 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 based on limits established by the Management Company, Fund's constitutive documents 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 Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund.

The Fund's risk management policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed by Board of Directors and Audit Committee regularly to reflect changes in market conditions and the Fund's activities.

The management of these risks is carried out by the Investment Committee (IC) under policies approved by the Board of Directors of the Management Company. The IC is constituted and approved by the Board of Directors of the Management Company. IC is responsible to devise the investment strategy and manage the investment portfolio of the Fund in accordance with limits prescribed in the Non Banking Finance Companies and Notified Entities Regulations, 2008, Offering document of the Fund in addition to Fund's internal risk management policies.

The Fund primarily invests in a portfolio of listed equity securities. Such investments are subject to varying degrees of risk. These risks emanate from various factors that include, but are not limited to market risk, credit risk and liquidity risk.

### 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 / interest rate risk, currency risk, and price risk.

#### (i) Yield / interest rate risk

Yield / interest rate 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 interest rates. As at June 30, 2025, the Fund is exposed to such risk on its bank balances, investment in corporate sukuk certificates, government securities and certificate of musharaka. 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, government securities, corporate sukuk certificates and certificates of musharakah which expose the Fund to cash flow interest 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 higher / lower by Rs. 92.151 million (2024 : Rs. 85.268 million).

#### b) Sensitivity analysis for fixed rate instruments

Presently, the Fund holds government securities 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 higher \ lower by Rs. 5.952 million (2024: Rs. 22.112 million).

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 profit rates.

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

----- June 30, 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% - 10.60%	4,767,437	-	-	27,391	4,794,828
Investments	10.42% - 17.25%	2,735,955	413,718	4,379,378	-	7,529,051
Profit receivable		-	-	-	152,933	152,933
Deposits		-	-	-	103	103
Receivable from funds under management by Management Company against conversion of units		-	-	-	2,511,277	2,511,277
		<b>7,503,392</b>	<b>413,718</b>	<b>4,379,378</b>	<b>2,691,704</b>	<b>14,988,192</b>

### Financial liabilities

Payable to NBP Fund Management Limited - Management Company		-	-	-	28,825	28,825
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	1,072	1,072
Payable against conversion and redemption of units		-	-	-	3,976,835	3,976,835
Accrued expenses and other liabilities		-	-	-	13,356	13,356
Net assets attributable to unitholders		-	-	-	10,710,872	10,710,872
		-	-	-	14,730,960	14,730,960

### On-balance sheet gap

**7,503,392      413,718      4,379,378      (12,039,256)**

### Total profit rate sensitivity gap

**7,503,392      413,718      4,379,378**

### Cumulative profit rate sensitivity gap

**7,503,392      7,917,110      12,296,488**

----- June 30, 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% - 19.85%	1,932,349	-	-	27,703	1,960,052
Investments	16.19% - 24.08%	916,855	5,919,951	1,968,781	-	8,805,587
Profit receivable		-	-	-	378,331	378,331
Deposits		-	-	-	103	103
Receivable from funds under management by Management Company against conversion of units		-	-	-	366,415	366,415
		<b>2,849,204</b>	<b>5,919,951</b>	<b>1,968,781</b>	<b>772,552</b>	<b>11,510,488</b>

June 30, 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 liabilities

Payable to NBP Fund Management Limited - Management Company	-	-	-	85,403	85,403
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	912	912
Payable against conversion and redemption of units	-	-	-	23,226	23,226
Accrued expenses and other liabilities	-	-	-	11,651	11,651
Net assets attributable to unitholders	-	-	-	11,130,523	11,130,523
	-	-	-	11,251,715	11,251,715

## On-balance sheet gap

2,849,204	5,919,951	1,968,781	(10,479,163)
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## Total profit rate sensitivity gap

2,849,204	5,919,951	1,968,781
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## Cumulative profit rate sensitivity gap

2,849,204	8,769,155	10,737,936
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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 because of changes in foreign exchange rates. The Fund, at present is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pakistani Rupees.

## (iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest 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 instrument traded in the market.

The Fund does not have any instruments that expose it to price risk as at June 30, 2025.

## 23.2 Credit risk

Credit risk represents the risk of a loss if counter parties fail to perform as contracted. The Fund's credit risk is primarily attributable to its bank balances. Risks attributable to bank balances are managed by maintaining balances in banks with a reasonably high credit rating.

The analysis below summarises the credit quality of the Fund's bank balances. The bank ratings are based on The Pakistan Credit Rating Agency Limited (PACRA) and VIS Credit Rating Company Limited.

Rating	% of financial assets exposed to credit risk	
	2025	2024
<b>Bank balances and accrued profit thereon</b>		
AAA	14.43%	14.19%
AA+	16.86%	0.00%
AA	0.00%	0.39%
AA-	1.13%	1.83%
A+	0.00%	1.18%
A-	0.00%	0.02%

	% of financial assets exposed to credit risk	
	2025	2024
<b>Corporate sukuk certificates</b>		
AAA	1.14%	1.47%
AA+	0.80%	3.25%
Unrated	7.67%	8.70%
<b>Term deposit receipts</b>		
AA	0.00% *	0.00% *
<b>Certificates of musharakah</b>		
AA+	3.43%	7.97%
	<b>45.46%</b>	<b>38.99%</b>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets.

### Concentration of the credit risk

Concentration of credit risk arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities, in the same geographic region or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. The Fund's transactions are entered into with credit worthy counterparties thereby mitigating any significant concentration of credit risk

### 23.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Fund.

#### Management of liquidity risk

The Fund is exposed to daily cash 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, without incurring unacceptable losses or risking damages to the Fund's reputation. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

The Fund has the ability to borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, during the current year, no borrowing was obtained by the Fund.

In order to manage the Fund's overall liquidity, the Fund also has the ability to 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 significant redemptions during the year.

#### Maturity analysis for financial liabilities

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, liabilities that are payable on demand have been included in the maturity grouping of one month:

June 30, 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 5 years	Financial instruments with no fixed maturity	Total

**Financial liabilities**

Payable to NBP Fund Management Limited - the Management Company

Payable to the Central Depository Company of Pakistan Limited - the Trustee

Payable against conversion and redemption of units

Accrued expenses and other liabilities

28,825	-	-	-	-	-	28,825
1,072	-	-	-	-	-	1,072
3,976,835	-	-	-	-	-	3,976,835
12,385	971	-	-	-	-	13,356
<b>4,019,117</b>	<b>971</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,020,088</b>

Net assets attributable to unitholders

<b>10,710,872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,710,872</b>
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June 30, 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 5 years	Financial instruments with no fixed maturity	Total

**Financial liabilities**

Payable to NBP Fund Management Limited - Management Company

Payable to the Central Depository Company of Pakistan Limited - Trustee

Payable against conversion and redemption of units

Accrued expenses and other liabilities

85,403	-	-	-	-	-	85,403
912	-	-	-	-	-	912
23,226	-	-	-	-	-	23,226
11,098	553	-	-	-	-	11,651
<b>120,639</b>	<b>553</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>121,192</b>

Net assets attributable to unitholders

<b>11,130,523</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,130,523</b>
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## 24 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 23, 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.

## 25 FAIR VALUE MEASUREMENT

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

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

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

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

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

	June 30, 2025						
	Carrying value			Fair value			
	At fair value through profit and loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Note	----- (Rupees in '000) -----						
<b>On-balance sheet financial instruments</b>							
<b>Financial assets measured at fair value</b>							
<b>Investment</b>							
Government securities	5,574,865	-	5,574,865	812,054	4,762,811	-	5,574,865
Corporate sukuk certificates	1,439,700	-	1,439,700	-	1,439,700	-	1,439,700
	<u>7,014,565</u>	<u>-</u>	<u>7,014,565</u>	<u>812,054</u>	<u>6,202,511</u>	<u>-</u>	<u>7,014,565</u>
<b>Financial assets not measured at fair value</b>	25.1						
<b>Investment</b>							
Certificates of musharakah	-	514,486	514,486				
Bank balances	-	4,794,828	4,794,828				
Profit receivable	-	152,933	152,933				
Deposits	-	103	103				
Receivable from funds under management by Management Company against conversion of units	-	2,511,277	2,511,277				
	-	<u>7,973,627</u>	<u>7,973,627</u>				
<b>Financial liabilities not measured at fair value</b>	25.1						
Payable to NBP Fund Management Limited - Management Company	-	28,825	28,825				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	1,072	1,072				
Accrued expenses and other liabilities	-	13,356	13,356				
Payable against conversion and redemption of units	-	3,976,835	3,976,835				
Net assets attributable to unitholders	25.2	-	10,710,872	10,710,872			
	-	<u>14,730,960</u>	<u>14,730,960</u>				

June 30, 2024

At fair value through profit and loss	Carrying value		Fair value			
	Amortised cost	Total	Level 1	Level 2	Level 3	Total

(Rupees in '000)

## On-balance sheet financial instruments

### Financial assets measured at fair value

#### Investment

Government securities	6,345,084	-	6,345,084	1,406,309	4,938,775	-	6,345,084
Corporate sukuk certificates	1,543,648	-	1,543,648	-	1,543,648	-	1,543,648
	<u>7,888,732</u>	<u>-</u>	<u>7,888,732</u>	<u>1,406,309</u>	<u>6,482,423</u>	<u>-</u>	<u>7,888,732</u>

### Financial assets not measured at fair value 25.1

#### Investment

Certificates of musharakah	-	916,855	916,855
Bank balances	-	1,960,052	1,960,052
Profit receivable	-	378,331	378,331
Deposits	-	103	103
Receivable from funds under management by Management Company against conversion of units	-	366,415	366,415
	<u>-</u>	<u>3,621,756</u>	<u>3,621,756</u>

### Financial liabilities not measured at fair value 25.1

Payable to NBP Fund Management Limited - Management Company	-	85,403	85,403
Payable to Central Depository Company of Pakistan Limited - Trustee	-	912	912
Accrued expenses and other liabilities	-	11,651	11,651
Payable against conversion and redemption of units	-	23,226	23,226
Net assets attributable to unitholders 25.2	-	11,130,523	11,130,523
	<u>-</u>	<u>11,251,715</u>	<u>11,251,715</u>

**25.1** The Fund has not disclosed the fair values for these financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

**25.2** Financial instruments not measured at FVTPL include net assets attributable to unitholders. The Fund routinely redeems and issues the units at the amount equal to the proportionate share of net assets of the Fund at the time of redemption, calculated on a basis consistent with that used in these financial statements. Accordingly, the carrying amount of net assets attributable to unitholders approximates their fair value.

## 26 TOP TEN BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID/ PAYABLE

Name of broker	2025	Name of broker	2024
	% of commission paid		% of commission paid
J.S. Global Capital Limited	44.01%	Summit Capital (Private) Limited	21.54%
Bright Capital (Private) Limited	21.42%	JS Global Capital Limited	17.69%
C & M Management (Private) Limited	9.37%	C&M Management (Private) Limited	2.14%
Icon Securities (Private) Limited	8.88%	AKD Securities Limited	25.45%
AKD Securities Limited	4.62%	Next Capital Limited	33.18%
Continental Exchange (Private) Limited	3.48%		
Paramount Capital (Private) Limited	3.46%		
Magenta Capital (Private) Limited	3.05%		
Alfalah Securities (Private) Limited	1.22%		
Arif Habib Securities Limited	0.49%		

26.1 The Fund has traded with only the above mentioned ten brokers / dealers during the year ended June 30, 2025 (2024: five brokers / dealers).

## 27 PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER

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

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

- NBP Islamic Daily Dividend Fund
- NBP Riba Free Savings Fund
- NBP Islamic Savings Fund
- NBP Islamic Income Fund
- NBP Islamic Money Market Fund
- NBP Islamic Mustahkam Fund
- NBP Government Securities Liquid Fund
- NBP Money Market 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 Income Fund of Fund
- NBP Government Securities Fund - I
- NBP Mustahkam Fund - II
- NBP Islamic Government Securities Fund - I

## 28 PATTERN OF UNIT HOLDING

Category	----- June 30, 2025 -----			----- June 30, 2024 -----		
	Number of unit holders	Investment amount (Rupees in '000)	Percentage of total %	Number of unit holders	Investment amount (Rupees in '000)	Percentage of total %
Associated companies and directors*	2	2	0.00% *	1	30	0.00% *
Individuals	24,383	8,569,458	80.01%	17,046	9,960,003	89.48%
Insurance companies	6	122,304	1.14%	4	232,226	2.09%
Public limited companies	2	1,001,930	9.35%	1	2,243	0.02%
Retirement funds	52	754,951	7.05%	35	680,676	6.12%
Banks and DFI*	1	44	0.00% *	-	-	-
Others	94	262,183	2.45%	54	255,345	2.29%
	<b>24,540</b>	<b>10,710,872</b>	<b>100.00%</b>	<b>17,141</b>	<b>11,130,523</b>	<b>100.00%</b>

## 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			
	Held during tenure of directorship	Attended	Leave granted	Meetings not attended
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.

\*\*\* 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

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

## 31 CORRESPONDING FIGURES

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

## 32 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 year ended June 30, 2025	For the year ended June 30, 2024	For the year ended June 30, 2023	For the year ended June 30, 2022	For the year ended June 30, 2021	For the year ended June 30, 2020
	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')	(Rs. In '000')
Net assets at the year ended (Rs. '000')	10,710,872	11,130,523	8,616,254	10,364,976	15,084,806	20,313,274
Net Income at the year ended (Rs. '000')	2,006,750	2,204,447	1,448,829	1,087,787	1,168,891	1,933,225
Net Asset Value per unit at the year ended (Rs.)	10.1208	10.1280	10.1057	10.0598	10.0493	10.0403
Offer price per unit	10.2372	10.2424	10.2199	10.1735	10.1629	10.1538
Redemption price per unit	10.1208	10.1280	10.1057	10.0598	10.0493	10.0403
Ex - Highest offer price per unit (Rs.)	10.2538	10.2424	10.2199	10.1735	10.1629	10.1538
Ex - Lowest offer price per unit (Rs.)	8.9757	8.4775	8.8410	9.3425	9.5444	9.0172
Ex - Highest redemption price per unit (Rs.)	10.1372	10.1280	10.1057	10.0598	10.0493	10.0403
Ex - Lowest redemption price per unit (Rs.)	8.8736	8.3827	8.7422	9.2381	9.4377	9.0172
Fiscal Year Opening Ex Nav	8.8902	8.3783	8.7392	9.2365	9.4359	9.0143
Total return of the fund	13.84%	20.82%	15.64%	8.91%	6.50%	11.35%
Capital growth	-0.08%	0.20%	0.53%	0.11%	0.10%	0.27%
Income distribution as a % of ex nav	13.92%	20.62%	15.11%	8.80%	6.41%	11.08%
Income distribution as a % of par value	14.10%	20.84%	15.20%	8.84%	6.43%	11.11%
<b>Distribution</b>						
Interim distribution per unit	1.4102	2.0835	1.5202	0.8843	0.6431	1.1107
Final distribution per unit	-	-	-	-	-	-
<b>Distribution dates</b>						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						30-Jul-19
Interim	26-Jun-25	27-Jun-24	23-Jun-23	28-Jun-22	25-Jun-21	26-Jun-20
<b>Average annual return of the fund (launch date October 06, 2018)</b>						
(Since inception to June 30, 2025)	12.43%					
(Since inception to June 30, 2024)		12.19%				
(Since inception to June 30, 2023)			10.44%			
(Since inception to June 30, 2022)				9.09%		
(Since inception to June 30, 2021)					9.15%	
(Since inception to June 30, 2020)						10.71%
Weighted average portfolio duration	75 Days	84 Days	56 Days	54 Days	49 Days	46 Days

"Past performance is not necessarily indicative of future performance and that unit prices and investment return returns may go down, as well as up."

## Head Office

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