



Managing Your Savings

NBP Fund Management Limited



NBP 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 Pakistan Limited	MCB Bank Limited
Allied Bank Limited	Meezan Bank Limited
Askari Bank Limited	Mobilink Microfinance Bank Limited
Bank Al Habib Limited	National Bank of Pakistan
Bank Alfalah Limited	Samba Bank Limited
Bank Islami Pakistan Limited	Silk Bank Limited
Faysal Bank Limited	Soneri Bank Limited
Habib Bank Limited	Telenor Microfinance Bank Limited
Habib Metropolitan Bank Limited	The Bank of Khyber
HLB Microfinance Bank Limited	United Bank Limited
JS Bank Limited	U Microfinance 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



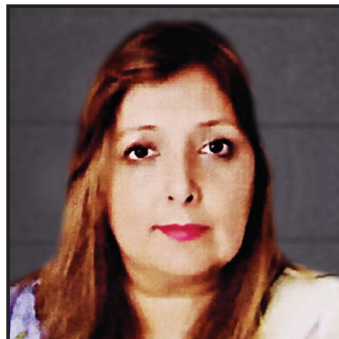
Mr. Faisal Ahmed
Director



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 16th Annual Report of **NBP Mahana Amdani Fund (NMAF)** for the year ended June 30, 2025.

Fund's Performance

During FY25, Pakistan's Monetary Policy Committee (MPC) reduced the Policy Rate significantly from 20.5% to 11%, responding to a sustained decline in inflation, and considerable improvement on the external front. This easing cycle was underpinned by stable global commodity prices, moderation in food and energy inflation, softening market yields, and strong remittance inflows. The country's FX reserves increased from \$9.39 billion in July 2024 to \$14.31 billion by the end of FY25. This surge was driven by multilateral inflows and disciplined macroeconomic management particularly on the external front.

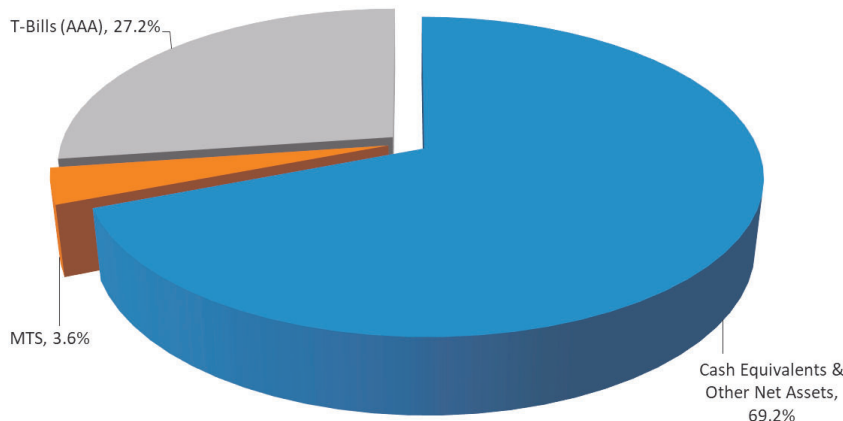
Real GDP grew by 2.7% in FY25, falling short of the government's target of 3.6%. Inflation averaged 4.5%, significantly below the budgeted target of 12%, driven by declining food and fuel prices, prudent monetary policy, and favorable base effect. Despite notable gains, the MPC maintained a cautious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

The State Bank of Pakistan (SBP) conducted twenty-seven (27) T-Bill auctions, targeting approximately Rs. 15,335 billion against maturities totaling around Rs. 18,636 billion. Accepted bids amounted to a cumulative realization of roughly Rs. 16,000 billion, across 1-month to 12-months tenures. The yield trend showed a steady decline throughout the fiscal year, with short-term T-Bill cut-off rates falling from over 20% early in the year to around 11% by the latest auctions. The liquidity management strategy reflected market demand, maturity pressures, and policy alignment - acceptance patterns favored shorter tenures.

The Fund is rated 'AA- (f)' by PACRA, which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks. Weighted average maturity of the Fund cannot exceed one year. The Fund is allowed to invest in MTS. However, NBP Funds' internal guidelines permit financing in only fundamentally strong companies. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rate of return with no direct exposure to the stock market.

The size of NBP Mahana Amdani Fund has increased from Rs. 7,187 million to Rs. 7,306 million during the period (an increase of 2%). During the period, the unit price of the Fund has increased from Rs. 8.9816 (Ex-Div) on June 30, 2024 to Rs. 10.2971 on June 30, 2025, thus showing a return of 14.6% as compared to the benchmark return of 13.8% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 1,400.38 million during the year. After deducting total expenses of Rs. 160.49 million, the net income is Rs. 1,239.89 million. The asset allocation of NMAF as on June 30, 2025 is as follows:



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 14.43% of the opening ex-NAV (14.83% 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 & Co., 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 27 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 24 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 18 to these financial statements.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2025, the Board included:

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

Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive Officer

Director

Date: August 21, 2025
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP ماہانہ آمدنی فنڈ (NMAF) کی سولہویں سالانہ رپورٹ برائے ختم شدہ سال 30 جون 2025 پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

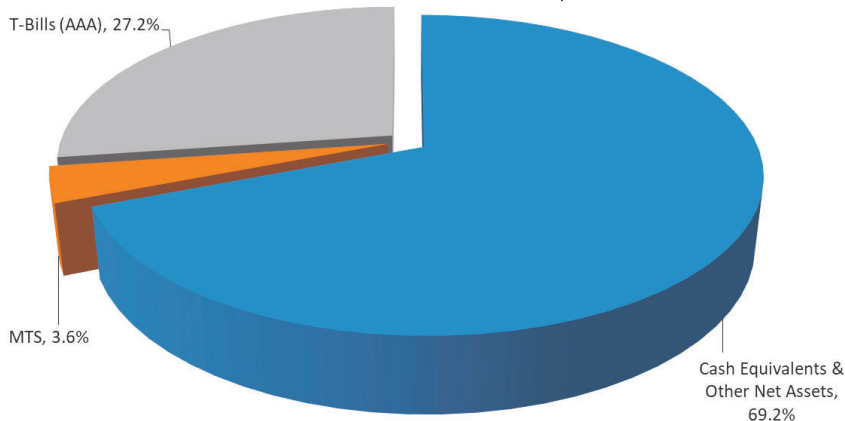
مالی سال 2025 کے دوران، پاکستان کی موٹیوٹی پالیسی کمیٹی (MPC) نے پالیسی ریٹ میں نمایاں کمی کرتے ہوئے اسے 20.5% سے کم کر کے 11% کر دیا۔ یہ اقدام مہنگائی میں مسلسل کمی اور بیرونی شعبے میں خاطر خواہ بہتری کے رد عمل کے طور پر کیا گیا۔ اس نرمی کے سلسلے کو عالمی کموڈٹی قیمتوں میں استحکام، خوراک اور توانائی کی مہنگائی میں کمی، مارکیٹ شرح منافع کے نرم ہونے اور ترسیلات زر میں مضبوط اضافے نے سہارا دیا۔ ملک کے زرمبادلہ کے ذخائر جولائی 2024 میں 9.39 ارب ڈالر سے بڑھ کر مالی سال کے اختتام تک 14.31 ارب ڈالر ہو گئے۔ یہ اضافہ کثیر الجہتی رقوم کی آمد اور خصوصاً بیرونی شعبے میں مؤثر میکرو اکنامک نظم و ضبط کے باعث ممکن ہوا۔

مالی سال 2025 میں حقیقی جی ڈی پی میں 2.7% اضافہ ہوا، جو حکومت کے مقررہ ہدف 3.6% سے کم رہا۔ مہنگائی اوسطاً 4.5% رہی، جو بجٹ کے ہدف 12% سے نمایاں طور پر کم تھی۔ اس کمی کی بنیادی وجوہات خوراک اور ایندھن کی قیمتوں میں کمی جتنا موٹیوٹی پالیسی اور گزشتہ سال کے موافق اثرات (Base Effect) تھے۔ اگرچہ نمایاں بہتری ریکارڈ ہوئی، مگر ایم پی سی نے مختلط رویہ برقرار رکھا اور اس بات پر زور دیا کہ ٹیرف ایڈجسٹمنٹس، عالمی معاشی غیر یقینی صورتحال، مالیاتی کمزوریاں اور محصولات بڑھانے میں درپیش چیلنجز ممکنہ خطرات کا باعث بن سکتے ہیں۔ اسٹیٹ بینک نے اس بات پر زور دیا کہ مالی سال 2026 میں استحکام اور بحالی کے تسلسل کے لیے ساختی اصلاحات، مالیاتی نظم و ضبط اور مربوط پالیسی عملدرآمد کلیدی اہمیت رکھتے ہیں۔

فنڈ کو PACRA کی طرف سے AA-(f) کی ریٹنگ دی گئی ہے جو منافع جات میں متعلقہ استحکام برقرار رکھنے کی زبردست اہلیت اور خطرات کی زد میں آنے کے بہت معمولی امکانات کی نشاندہی کرتی ہے۔ فنڈ کی اوسط میچورٹی ایک سال سے زائد نہیں ہو سکتی ہے۔ فنڈ کو MTS میں سرمایہ کاری کی اجازت ہے۔ تاہم NBP فنڈز کی داخلی ہدایات صرف بنیادی طور پر مستحکم کمپنیوں میں سرمایہ کاری کی اجازت دیتی ہیں۔ یہ یہاں ذکر مناسب ہے کہ اس ایسٹ کلاس میں فنڈ منافع کی پہلے سے طے شدہ شرح منافع پر فنانسنگ فراہم کرتا ہے اور اسٹاک مارکیٹ میں براہ راست سرمایہ کاری نہیں کرتا۔

اس مدت کے دوران NBP ماہانہ آمدنی فنڈ کا سائز 7,187 ملین روپے سے بڑھ کر 7,306 ملین روپے یعنی 2% کا اضافہ ہوا۔ اس مدت کے دوران فنڈ کے یونٹ کی قیمت 30 جون 2024 کو (Ex-Div) 8.9816 روپے سے بڑھ کر 30 جون 2025 کو 10.2971 روپے تک پہنچ چکی ہے، لہذا اسی مدت کے لئے اپنے بیچ مارک منافع 13.8% کے مقابلے میں 14.6% منافع درج کر لیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ کو اس مدت کے دوران 1,400.38 ملین روپے کی مجموعی آمدنی ہوئی۔ 160.49 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 1,239.89 ملین روپے ہے۔ 30 جون 2025 کے مطابق NMAF 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 14.43% (بنیادی قدر کا 14.83%) عبوری فنڈ یوٹیڈ منظور کیا ہے۔

ٹیکسیشن

چونکہ مذکورہ بالا نفع 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 آگم ٹیکس آرڈیننس 2001 کے دوسرے شیڈول کے حصہ اول کی شق 99 کے تحت ٹیکس لاگو نہیں ہوتا ہے۔

آڈیٹرز

موجودہ آڈیٹرز، میسرز ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے ہیں اور اہل ہونے کی بنا پر، 30 جون 2026 کو ختم ہونے والے سال کے لیے دوبارہ تقرری کے لیے خود کو پیش کرتے ہیں۔

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

- 1 مینجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلواور 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۔ شماریاتی تخمینے مناسب اور معقول نظریات پر مبنی ہیں۔
- 4 ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی، معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
- 5 انٹرنل کنٹرول کا نظام مستحکم اور موثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
- 6 فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
- 7 کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
- 8 پرفارمنس ٹیمبل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
- 9 ٹیکسوں، ڈیویڈنڈ، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
- 10 اس مدت کے دوران مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے آٹھ اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 26 میں ظاہر کی گئی ہے۔
- 11 پونٹ ہولڈنگ کا تفصیلی پیرن مالیاتی گوشواروں کے نوٹ 23 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 17 میں ظاہر کی گئی ہے۔
- 13 کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فرسٹ شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریسٹ نہیں رکھتی۔ 30 جون 2025 کو بورڈ آف ڈائریکٹرز درج ذیل ارکان پر مشتمل ہیں:

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

اظہار تشکر

بورڈ اس موقع سے فائدہ اٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ انویسٹمنٹ کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

بورڈ اپنے اسٹاف اور ٹرسٹی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز
NBP فنڈ مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 21 اگست 2025ء

مقام: کراچی

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of NBP 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 Mahana Amdani Fund

NBP Mahana Amdani Fund (NMAF) is an Open-End Income Scheme.

Investment Objective of the Fund

The objective of NBP Mahana Amdani Fund is to minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.

Benchmark

75% six (6) months KIBOR + 25% six (6) months average of the highest rates on savings accounts of three (3) AA rated scheduled Banks as selected by MUFAP.*effective from Jan 01, 2025; Previously 6-Month KIBOR

Fund Performance Review

This is the 16th Annual report since the launch of the Fund on November 21, 2009 and is rated AA- (f)" by PACRA. The Fund size increased by 2% during the year and stands at Rs. 7.3 billion as of June 30, 2025. Since its inception, the Fund has generated 10.6% p.a. return against the benchmark return of 9.9% p.a. This translates into outperformance of 0.7% p.a. During FY25, the Fund posted a 14.6% return versus the benchmark return of 13.8%. The return of the Fund is net of management fee and all other expenses.

During FY25, Pakistan's Monetary Policy Committee (MPC) reduced the Policy Rate significantly from 20.5% to 11%, responding to a sustained decline in inflation, and considerable improvement on the external front. This easing cycle was underpinned by stable global commodity prices, moderation in food and energy inflation, softening market yields, and strong remittance inflows. The country's FX reserves increased from \$9.39 billion in July 2024 to \$14.31 billion by the end of FY25. This surge was driven by multilateral inflows and disciplined macroeconomic management particularly on the external front.

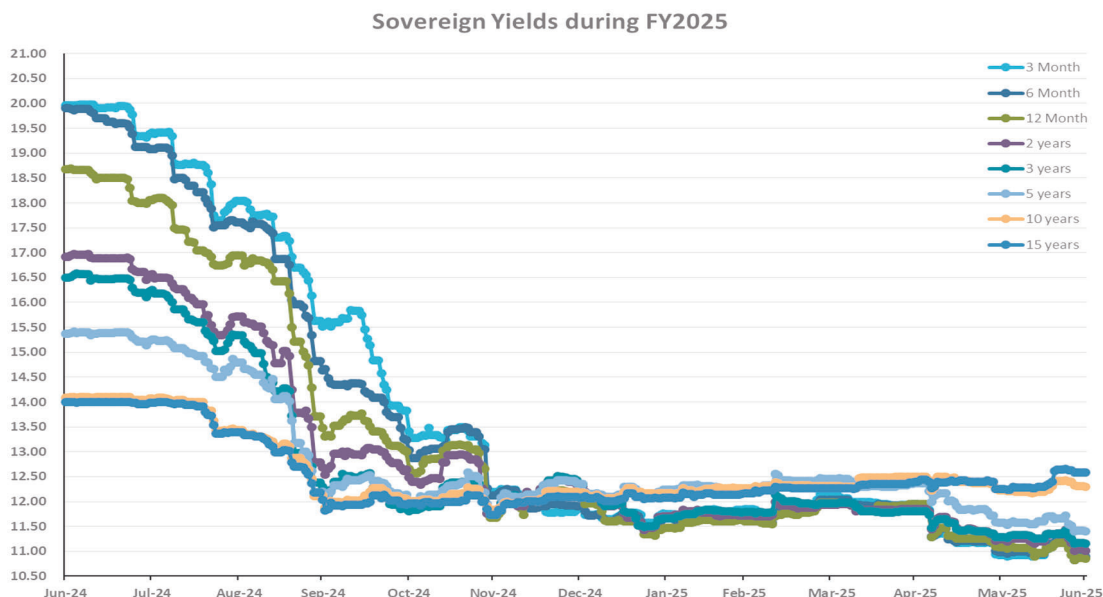
Real GDP grew by 2.7% in FY25, falling short of the government's target of 3.6%. Inflation averaged 4.5%, significantly below the budgeted target of 12%, driven by declining food and fuel prices, prudent monetary policy, and favorable base effect. Despite notable gains, the MPC maintained a cautious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

The State Bank of Pakistan (SBP) conducted twenty-seven (27) T-Bill auctions, targeting approximately Rs. 15,335 billion against maturities totaling around Rs. 18,636 billion. Accepted bids amounted to a cumulative realization of roughly Rs. 16,000 billion, across 1-month to 12-months tenures. The yield trend showed a steady decline throughout the fiscal year, with short-term T-Bill cut-off rates falling from over 20% early in the year to around 11% by the latest auctions. The liquidity management strategy reflected market demand, maturity pressures, and policy alignment - acceptance patterns favored shorter tenures.

Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-25	30-Jun-24
T-Bills	27.20%	8.60%
MTS	3.60%	6.40%
Cash, Bank Placements & Other Assets	69.20%	85.00%
Total	100.00%	100.00%

Sovereign Yields during the year are shown in the below graph:



Distribution for the Financial Year 2025

Interim Period/Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
June-2025	14.825%	11.7597	10.2772

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

Size of Unit Holding (Units)	# of Unit Holders
0-1	2,880
1-1000	7,629
1001-5000	851
5001-10000	316
10001-50000	859
50001-100000	419
100001-500000	619
500001-1000000	103
1000001-5000000	81
5000001-10000000	7
10000001-100000000	6
Total	13,770

During the period under question

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

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

To the unit holders of NBP Mahana Amdani Fund

Report on the audit of the financial statements

Opinion

We have audited the financial statements of **NBP 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>Valuation and existence of investment (Refer note 2.4 of the Financial Statements)</p> <p>Investments held at fair value through profit or loss are disclosed in note 6 to the financial statements and represent 27.23% of the net assets of the Fund.</p> <p>The Fund's primary activity is, inter alia, to invest in Government Securities (Market Treasury Bills), which is the main driver of the Fund's performance.</p> <p>Considering the above factors, the valuation and existence are significant areas during our audit due to which we have considered this as a key audit matter.</p>	<p>In this respect, we performed the following procedures:</p> <ul style="list-style-type: none"> Reviewed the processes and key controls relating to existence and valuation and evaluated the design and implementation of such controls; Independently verified the existence of investments from Investor Portfolio Services (IPS) account statement; Tested valuation of investments by verifying the average rates quoted on a widely used electronic quotation system (PKRV) rates; and Differences, if any, identified during our testing that were over our acceptable threshold were investigated further.

Other matter

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

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

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

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

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

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

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

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

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

Auditor's responsibilities for the audit of the financial statements

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

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

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

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

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

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

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

Report on other legal and regulatory requirements

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

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

Yousuf Adil
Chartered Accountants

Place: Karachi
Date: September 04, 2025
UDIN: AR202510091FjL9chNty

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2025

ASSETS	Note	2025 ----- (Rupees in 000) -----	2024 ----- (Rupees in 000) -----
Bank balances	5	5,202,600	6,113,386
Investments	6	1,989,542	617,646
Receivable against Margin Trading System (MTS)		266,269	457,930
Profit receivable	7	12,158	127,652
Receivable against issuance of units		457,660	292,472
Deposits and prepayments	8	781	735
Total assets		7,929,010	7,609,821
LIABILITIES			
Payable to NBP Fund Management Limited - the Management Company	9	19,821	40,455
Payable to Central Depository Company of Pakistan Limited - the Trustee	10	1,654	611
Payable to the Securities and Exchange Commission of Pakistan	11	683	540
Payable against conversion and redemption of units		399,760	179,373
Accrued expenses and other liabilities	12	201,296	202,336
Total liabilities		623,214	423,315
NET ASSETS		7,305,796	7,186,506
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		7,305,796	7,186,506
CONTINGENCIES AND COMMITMENTS			
	13	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	14	709,501,467	699,270,138
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT	4.6	10.2971	10.2772

The annexed notes 1 to 29 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) -----	
INCOME		
Profit on bank balances	452,690	1,374,826
Income on corporate sukuk certificates	2,872	-
Income on government securities	508,265	64,703
Income on term deposit receipts	-	5,733
Income on letters of placement	170,451	102,251
Income from Margin Trading System (MTS)	263,776	61,806
	1,398,054	1,609,319
Gain on sale of investments - net	1,193	1,211
Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' (FVTPL)	1,135	57
6.4	2,328	1,268
Total income	1,400,382	1,610,587
EXPENSES		
Remuneration of NBP Fund Management Limited - Management Company	9.1 89,688	48,080
Sindh Sales Tax on remuneration of Management Company	9.2 13,453	6,250
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	9.3 5,586	10,875
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	9.5 838	-
Reimbursement of selling and marketing expenses	10.1 15,016	47,219
Sindh Sales Tax on reimbursement of selling and marketing expenses	2,252	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1 7,068	5,479
Sindh Sales Tax on remuneration of Trustee	10.2 1,060	712
Annual fee - Securities and Exchange Commission of Pakistan	7,068	5,479
Settlement and bank charges	16,277	3,619
Annual Listing fee	31	31
Auditors' remuneration	15 1,137	888
Professional charges	175	147
Fund rating fee	817	736
Printing charges	25	49
Total expenses	160,491	129,564
Net income for the year before taxation	1,239,891	1,481,023
Taxation	16 -	-
Net income for the year after taxation	1,239,891	1,481,023
Earnings per unit	4.13	
Allocation of net income for the year:		
Net income for the year after taxation	1,239,891	1,481,023
Income already paid on units redeemed	(966,996)	(823,237)
	272,895	657,786
Accounting income available for distribution:		
- Relating to capital gains	2,328	1,268
- Excluding capital gains	270,567	656,518
	272,895	657,786

The annexed notes 1 to 29 form an integral part of these financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

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

	2025	2024
	----- (Rupees in 000) -----	-----
Net income for the year after taxation	1,239,891	1,481,023
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>1,239,891</u>	<u>1,481,023</u>

The annexed notes 1 to 29 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) -----					
Net assets at the beginning of the year	7,125,520	60,986	7,186,506	4,309,087	45,674	4,354,761
Issuance of 2,871,457,066 units (2024: 3,525,617,770 units)						
- Capital value (at ex - net asset value per unit)	29,510,539	-	29,510,539	36,151,685	-	36,151,685
- Element of income	2,798,321	-	2,798,321	4,449,818	-	4,449,818
Total proceeds on issuance of units	32,308,860	-	32,308,860	40,601,503	-	40,601,503
Redemption of 2,861,225,737 units (2024: 3,251,038,372 units)						
- Capital value (at ex - net asset value per unit)	(29,405,389)	-	(29,405,389)	(33,336,147)	-	(33,336,147)
- Element of loss	(2,316,503)	(966,996)	(3,283,499)	(3,757,308)	(823,237)	(4,580,545)
Total payments on redemption of units	(31,721,892)	(966,996)	(32,688,888)	(37,093,455)	(823,237)	(37,916,692)
Total comprehensive income for the year	-	1,239,891	1,239,891	-	1,481,023	1,481,023
Interim distribution for the year ended June 30, 2025 @ Rs.1.4825 per unit declared on June 26, 2025 (2024: Rs. 2.882 per unit declared on June 27, 2024)	(479,644)	(260,929)	(740,573)	(691,615)	(642,474)	(1,334,089)
	-	-	-			
Net assets at the end of the year	7,232,844	72,952	7,305,796	7,125,520	60,986	7,186,506
Undistributed income brought forward						
- Realised income		60,929			45,674	
- Unrealised income		57			-	
		<u>60,986</u>			<u>45,674</u>	
Accounting income available for distribution:						
- Relating to capital gains		2,328			1,268	
- Excluding capital gains		270,567			656,518	
		<u>272,895</u>			<u>657,786</u>	
Distributions during the year		(260,929)			(642,474)	
Undistributed income carried forward		<u>72,952</u>			<u>60,986</u>	
Undistributed income carried forward						
- Realised income		71,817			60,929	
- Unrealised income		1,135			57	
		<u>72,952</u>			<u>60,986</u>	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the year			<u>10.2772</u>			<u>10.2540</u>
Net asset value per unit at the end of the year			<u>10.2971</u>			<u>10.2772</u>

The annexed notes 1 to 29 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

	2025	2024
	----- (Rupees in 000) -----	-----
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	1,239,891	1,481,023
Adjustments:		
Net unrealised appreciation on re-measurement of investments at 'fair value through profit or loss'	(1,135)	(57)
	1,238,756	1,480,966
(Increase) / decrease in assets		
Investments - net	(1,373,774)	(123,031)
Receivable against Margin Trading System (MTS)	191,661	(457,930)
Profit receivable	115,494	(40,402)
Advance, deposit and prepayment	(46)	(34)
	(1,066,665)	(621,397)
Increase / (decrease) in liabilities		
Payable to NBP Fund Management Limited - the Management Company	(20,634)	20,298
Payable to the Central Depository Company of Pakistan Limited - the Trustee	1,043	262
Payable to the Securities and Exchange Commission of Pakistan	143	(324)
Payable against purchase of investment	-	(7)
Accrued expenses and other liabilities	(1,040)	91,349
	(20,488)	111,578
Net cash generated from / (used in) operating activities	151,603	971,147
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issuance of units	31,664,028	39,730,007
Payment against redemption of units	(32,468,501)	(37,751,551)
Dividend paid	(260,929)	(642,474)
Net cash used in financing activities	(1,065,402)	1,335,982
Net increase / (decrease) in cash and cash equivalents	(913,799)	2,307,129
Cash and cash equivalents at the beginning of the year	6,606,733	4,299,604
Cash and cash equivalents at the end of the year	5,692,934	6,606,733

The annexed notes 1 to 29 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 Mahana Amdani Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and the 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 October 7, 2009, in accordance with the Non-Banking and Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund was registered under the Sindh Trust Act, 2020 on October 18, 2022.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company by the SECP under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 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 Securities and Exchange Commission of Pakistan and is listed on the Pakistan Stock Exchange Limited.
- 1.4 The objectives of the Fund are to minimise risk, preserve capital and to provide reasonable return to investors along with a high degree of liquidity from a portfolio primarily constituting of bank deposits and money market investments.
- 1.5 The Pakistan Credit Rating Agency (PACRA) has reaffirmed an asset manager rating of the Management Company of AM1 on May 5, 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, the Pakistan Credit Rating Agency Limited (PACRA) has maintained the stability rating of the Fund to AA-(f) on April 17, 2025 (2024: AA-(f) on April 09, 2024).
- 1.6 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

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

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

There are certain other amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these are not considered to be relevant or do not have any material effect on the Fund's financial statements and are, therefore, not disclosed in these financial statements.

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

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2024. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements and have not been disclosed in the financial statements.

2.4 Critical accounting estimates and judgments

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

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5) and federal excise duty (note 8.5).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values.

2.6 Functional and presentation currency

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

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

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

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

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

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

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

	Effective from accounting periods beginning on or after:
- Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability	January 01, 2025
- IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)	January 01, 2026
- IFRS 7 - Financial Instruments: Disclosures	July 1, 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 principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all the years presented.

4.1 Cash and cash equivalents

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

4.2 Financial assets

4.2.1 Initial recognition and measurement

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

4.2.2 Classification and subsequent measurement

Debt instruments

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

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

based on the business model of the entity.

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

4.2.3 Subsequent measurement

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

Financial assets 'at fair value through profit or loss'

Basis of valuation of Government securities

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

Basis of valuation of debt securities

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

4.2.4 Impairment (other than debt securities)

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

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

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

4.2.5 Impairment loss on debt securities

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

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

4.2.6 Regular way contracts

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

4.2.7 Derecognition

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

4.3 Financial liabilities

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

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

4.4 Offsetting of financial assets and financial liabilities

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

4.5 Provisions

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

4.6 Net asset value per unit

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

4.7 Issuance and redemption of units

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

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

4.8 Distributions to unit holders

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

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

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

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

4.10 Revenue recognition

- Gains / (losses) arising on sale of investments are included in income statement and are recognised on the date when the transaction takes place;
- Unrealised gains / (losses) 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 year in which these arise;
- Income on debt securities and income from Margin Trading System (MTS) are recognised on a time proportionate basis using the effective yield method, except for the securities which are classified as non-performing asset under Circular No. 33 of 2012 issued by the SECP for which the profits are recorded on cash basis; and
- Profit on balances with banks is recognised on an accrual basis.

4.11 Expenses

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

4.12 Taxation

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

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

4.13 Earnings / (loss) per unit

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

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

4.14 Foreign currency translation

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

5	BANK BALANCES	Note	2025 ----- (Rupees in '000) -----	2024
	Balances with banks in:			
	Current account	5.1	10,181	1,751
	Savings account	5.2	5,192,419	6,111,635
			<u>5,202,600</u>	<u>6,113,386</u>

- 5.1 This represents a balance of Rs 1.751 million (2024: Rs 1.751 million) maintained with National Bank of Pakistan (a related party).
- 5.2 These include balances amounting to Rs 36.105 million and Rs 0.001 million (2024: Rs 3.545 million and Rs 0.001 million respectively) maintained with National Bank of Pakistan and Telenor Microfinance Bank Limited respectively, that carry profit at the rate 10.6%% per annum (2024: 19.50% per annum) for both. Other savings accounts of the Fund carry profits at the rates ranging from 10.6% to 22.00.% per annum (2024: 10.00% to 24.00% per annum).

6	INVESTMENTS	Note	2025	2024
			------(Rupees in '000)-----	
Financial assets 'at fair value through profit or loss'				
	Government securities - Market Treasury Bills	6.1	1,989,542	617,646
	Investment in Corporate Sukuks		-	-
	Term deposit receipts	6.2	-	-
	Letters of placement	6.3	-	-
			<u>1,989,542</u>	<u>617,646</u>

6.1 Government securities - Market Treasury Bills

Issue date	Maturity date	Tenor in months	Face value				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution)	Market value as a percentage of	
			As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025				net assets of the Fund	total investments of the Fund
------(Rupees in '000)-----											
------(%)-----											
May 2, 2024	July 25, 2024	3	500,000		500,000	-	-	-	-	-	
January 11, 2024	July 11, 2024	6	125,000		125,000	-	-	-	-	-	
May 2, 2025	July 24, 2025	3	-	500,000	500,000	-	-	-	-	-	
May 2, 2025	May 29, 2025	1	-	250,000	250,000	-	-	-	-	-	
May 2, 2025	October 30, 2025	6	-	500,000	500,000	481,273	482,455	1,182	6.60%	24.25%	
November 2, 2023	October 31, 2024	12	-	2,000,000	2,000,000	-	-	-	-	-	
October 3, 2024	April 3, 2025	6	-	500,000	500,000	-	-	-	-	-	
September 5, 2024	March 6, 2025	6	-	500,000	500,000	-	-	-	-	-	
September 5, 2024	November 28, 2024	3	-	500,000	500,000	-	-	-	-	-	
February 6, 2025	May 2, 2025	3	-	250,000	250,000	-	-	-	-	-	
March 6, 2025	September 4, 2025	6	-	500,000	-	500,000	490,186	490,334	148	6.71%	24.65%
March 6, 2025	May 29, 2025	3	-	1,200,000	1,200,000	-	-	-	-	-	
January 9, 2025	July 10, 2025	6	-	500,000	500,000	-	-	-	-	-	
July 11, 2024	October 3, 2024	3	-	250,000	250,000	-	-	-	-	-	
December 12, 2024	March 6, 2025	3	-	1,200,000	1,200,000	-	-	-	-	-	
December 12, 2024	June 12, 2025	6	-	500,000	500,000	-	-	-	-	-	
June 12, 2025	September 4, 2025	3	-	500,000	-	500,000	490,491	490,334	(157)	6.71%	24.65%
June 12, 2025	December 11, 2025	6	-	500,000	-	500,000	476,811	476,771	(40)	6.53%	23.96%
December 14, 2023	December 12, 2024	12	-	1,200,000	1,200,000	-	-	-	-	-	
November 14, 2024	February 6, 2025	3	-	250,000	250,000	-	-	-	-	-	
May 15, 2025	June 12, 2025	1	-	500,000	500,000	-	-	-	-	-	
April 17, 2025	July 10, 2025	3	-	500,000	500,000	-	-	-	-	-	
April 17, 2025	May 15, 2025	1	-	500,000	500,000	-	-	-	-	-	
October 17, 2024	January 9, 2025	3	-	250,000	250,000	-	-	-	-	-	

NBP MAHANA AMDANI FUND

Name of investee company	Rating	Maturity date	Profit rate	As at July 1, 2024	Amount placed		As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution)	Market value as a percentage of			
					Purchased during the year	Matured during the year					net assets of the Fund	total investments of the Fund		
											(Rupees in '000)		(%)	
Pak Brunei Investment Company	AA+, VIS	October 23, 2024	17.85%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak Brunei Investment Company	AA+, VIS	October 24, 2024	17.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak Brunei Investment Company	AA+, VIS	November 1, 2024	18.00%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak-Oman Inv. Co. Ltd.	AA+, VIS	November 6, 2024	15.50%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak-Oman Inv. Co. Ltd.	AA+, VIS	November 7, 2024	15.50%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak Brunei Investment Company	AA+, VIS	November 15, 2024	15.25%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak Brunei Investment Company	AA+, VIS	November 22, 2024	15.25%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	December 6, 2024	15.00%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	December 20, 2024	14.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	December 27, 2024	13.15%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	January 3, 2025	13.10%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	January 10, 2025	13.00%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	January 24, 2025	12.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	January 31, 2025	12.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	February 7, 2025	11.95%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	February 14, 2025	11.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	March 14, 2025	11.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak Kuwait Investment	AAA, PACRA	March 17, 2025	12.00%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	April 4, 2025	11.90%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	April 18, 2025	12.10%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak-Libya Holding Co.	AA, PACRA	May 14, 2025	12.50%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	May 7, 2025	12.10%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Pak-Oman Inv. Co. Ltd.	AA+, VIS	April 22, 2025	12.30%	-	500,000,000	500,000,000	-	-	-	-	-	-		
Pak Kuwait Investment	AAA, PACRA	April 24, 2025	12.25%	-	500,000,000	500,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	May 22, 2025	11.10%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	June 11, 2025	11.10%	-	700,000,000	700,000,000	-	-	-	-	-	-		
PAIR Investment Company	AA, PACRA	June 23, 2025	11.10%	-	700,000,000	700,000,000	-	-	-	-	-	-		
COMMERCIAL BANKS														
Zarai Taraqati Bank Ltd	AAA, VIS	July 19, 2024	20.45%	-	500,000,000	500,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	August 9, 2024	19.40%	-	750,000,000	750,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	August 16, 2024	19.35%	-	750,000,000	750,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	August 12, 2024	19.50%	-	750,000,000	750,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	August 15, 2024	19.60%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	August 16, 2024	19.50%	-	700,000,000	700,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	August 23, 2024	19.35%	-	750,000,000	750,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	August 22, 2024	19.60%	-	750,000,000	750,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	August 30, 2024	19.50%	-	750,000,000	750,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	August 30, 2024	19.35%	-	750,000,000	750,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	September 6, 2024	19.45%	-	750,000,000	750,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	September 9, 2024	19.75%	-	750,000,000	750,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	September 23, 2024	18.00%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	October 25, 2024	17.40%	-	700,000,000	700,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	October 28, 2024	17.40%	-	700,000,000	700,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	October 29, 2024	17.60%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	October 30, 2024	17.50%	-	700,000,000	700,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	October 31, 2024	17.50%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	November 5, 2024	17.56%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	November 8, 2024	15.50%	-	700,000,000	700,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	December 6, 2024	15.00%	-	800,000,000	800,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	January 30, 2025	12.75%	-	800,000,000	800,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	February 21, 2025	12.25%	-	600,000,000	600,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	April 21, 2025	12.20%	-	500,000,000	500,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	April 23, 2025	12.20%	-	500,000,000	500,000,000	-	-	-	-	-	-		
Zarai Taraqati Bank Ltd	AAA, VIS	April 25, 2025	12.20%	-	500,000,000	500,000,000	-	-	-	-	-	-		
JS Bank Limited	AA+, PACRA	June 23, 2025	11.10%	-	1,000,000,000	1,000,000,000	-	-	-	-	-	-		
Total as at June 30, 2025											-	-	-	-
Total as at June 30, 2024											-	-	-	-

	Note	2025 ------(Rupees in '000)-----	2024
6.4 Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'			
Market value of investments	5.1, 5.2 & 5.3	1,989,542	617,646
Less: carrying value of investments	5.1, 5.2 & 5.3	(1,988,407)	(617,589)
		<u>1,135</u>	<u>57</u>
7 PROFIT RECEIVABLE			
Profit receivable on:			
Bank balances		7,729	124,552
Corporate sukuk certificates		-	3,100
Margin Trading System (MTS)		4,429	
		<u>12,158</u>	<u>127,652</u>
8 DEPOSITS AND PREPAYMENTS			
Security deposit with the Central Depository Company of Pakistan Limited *		100	100
Security deposit with National Clearing Company of Pakistan Limited		250	250
Prepaid rating fee		431	385
		<u>781</u>	<u>735</u>
* related party balance			
9 PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY - RELATED PARTY			
Management remuneration	9.1	9,542	5,928
Sindh Sales Tax payable on management remuneration	9.2	1,432	771
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	9.3	3,603	3,221
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	9.4	540	-
Reimbursement of selling and marketing expenses payable	9.5	-	18,393
Sindh Sales Tax Expense on selling and marketing	9.6	-	-
Federal excise duty on remuneration of the Management Company	8.7	-	-
Sales load and transfer load payable		-	8,646
Sindh Sales Tax payable on sales load and transfer load		-	1,124
ADC charges payable including Sindh Sales Tax		4,416	2,084
Other payable to the Management Company		288	288
		<u>19,821</u>	<u>40,455</u>

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

Rate applicable from July 1, 2024 to December 08, 2024	Rate applicable from December 9, 2024 to January 12, 2024	Rate applicable from January 13, 2025 to June 30, 2025	Rate applicable from July 1, 2023 to November 09, 2023	Rate applicable from November 10, 2023 to June 30, 2024
4% of Net Income	0.93% per anum basis of the average daily net assets	1.13% per anum basis of the average daily net assets	1% of Net Income	4% of Net Income

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

9.3 In accordance with Regulation 60 of the NBFC Regulations, an asset management company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

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

Rate applicable from July 1, 2024 to November 24, 2024	Rate applicable from November 24, 2024 to January 12, 2025	Rate applicable from January 13, 2025 to June 30, 2025	Rate applicable from July 1, 2023 to June 30, 2024
0.1% 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

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

9.5 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at the following rates keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008.

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

Rate applicable from July 1, 2024 to November 24, 2024	Rate applicable from November 25, 2024 to December 8, 2024	Rate applicable from December 9, 2024 to December 31, 2024	Rate applicable from January 13, 2025 to June 30, 2025	Rate applicable from July 1, 2023 to November 9, 2023	Rate applicable from November 10, 2023 to June 30, 2024
0.44% per annum of average daily net assets	0.34% of average annual net assets	0.00% per average daily net assets	0.00% per average daily net assets	1.15% per annum of average daily net assets	0.44% per annum of average daily net assets

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

- 9.7** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 10.912 million (2024: Rs 10.912 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at June 30, 2024 would have been higher by Rs 0.0154 per unit (2024:0.0156 Rs per unit).

- 9.8** During the year, the Securities and Exchange Commission of Pakistan (SECP) carried out onsite inspection of the Management Company and inspected, among other matters, the mechanism of chargeability of selling & marketing expenses and allocated expenses to the funds under its management. As a result of this inspection, SECP raised certain observations relating to the chargeability of such expenses by the Management Company to the funds under its management. The Board of Directors of the Management Company has responded to the observations highlighted by the SECP and the management is engaged with SECP in this regard. Accordingly, the impact of the SECP's observations, if any, is not determinable as at the reporting date.

	Note	2025 -----(Rupees in '000)----	2024
10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE - RELATED PARTY		
	Trustee remuneration	10.1	1,438
	Sindh sales tax payable on Trustee remuneration	10.2	216
	Settlement charges payable		541
			70
			<u>611</u>
			<u>1,654</u>

- 10.1** The Trustee is entitled to monthly remuneration of 0.075% (June 30, 2024: 0.075%) per annum of net assets for services rendered to the Fund under the provisions of the Trust Deed.

- 10.2** 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% (June 30, 2024: 13%) was charged on trustee remuneration.

	Note	2025 -----(Rupees in '000)----	2024
11	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Fee payable	11.1	683
			540

- 11.1** Under the provisions of the NBFC Regulations, a collective investment 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 Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

12 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2025 ----- (Rupees in '000)-----	2024
Auditors' remuneration payable		851	651
Printing charges payable		62	66
Withholding tax payable		187,921	188,303
Professional charges payable		215	150
Federal excise duty on remuneration of Management Company	12.1	10,912	10,912
Dividend Payable		-	1,056
Brokerage Payable		34	-
Settlement And Bank Charges Payable		296	193
Other payable		1,005	1,005
		<u>201,296</u>	<u>202,336</u>

- 12.1** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 10.912 million (2024: Rs 10.912 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at June 30, 2024 would have been higher by Rs 0.015 per unit (2024:0.0156 Rs per unit).

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2025 and June 30, 2024.

14 NUMBER OF UNITS IN ISSUE	2025 ----- (Number of units)-----	2024
Total units in issue at the beginning of the year	699,270,138	424,690,740
Units issued during the year	2,871,457,065	3,525,617,770
Less: units redeemed during the year	<u>(2,861,225,736)</u>	<u>(3,251,038,372)</u>
Total units in issue at the end of the year	<u>709,501,467</u>	<u>699,270,138</u>

	2025	2024
	------(Rupees in '000)-----	
15 AUDITORS' REMUNERATION		
Annual audit fee	576	524
Half yearly review	231	210
Other certification	135	-
Out of pocket expenses	195	154
	<u>1,137</u>	<u>888</u>

16 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 capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. 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, 2024 to the unit holders in cash, no provision for taxation has been made in these financial statements during the year.

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.

17 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund for the year ended June 30, 2025 is 1.70% (2024: 1.77%) which includes 0.26% (2024: 0.17%) representing government levies on the Fund such as provision against sales taxes, annual fee payable to the SECP etc. The TER excluding government levies is 1.44% (2024: 1.60%) which is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 18.1** Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, directors and key management personnel of the Management Company and other associated companies. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 18.2** Transactions with related parties / connected persons 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 related parties / connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 18.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 18.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 18.5** Allocated expenses and selling and marketing expenses are reimbursed by the Fund to the Management Company subject to the maximum prescribed Total Expense Ratio.

18.6 The details of transactions with related parties / connected persons during the year are as follows:

	2025	2024
	---- (Rupees in '000) ----	
NBP Fund Management Limited - the Management Company		
Remuneration of the Management Company	89,688	48,080
Sindh Sales Tax on remuneration of the Management Company	13,453	6,250
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	-	-
Reimbursement of selling and marketing expenses	5,586	10,875
Sindh Sales Tax on reimbursement of selling and marketing expenses	15,016	47,219
Sales load and Sindh sales tax on sales load	2,252	-
ADC charges including Sindh sales tax	18,194	27,408
	800	3,498
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of the Trustee	7,068	5,479
Sindh sales tax on remuneration of the Trustee	1,060	712
Settlement charges	760	166
National Bank of Pakistan - Parent company		
Profit on bank balance	1,675	1,173
Purchase of Market Treasury Bills	-	-
Telenor Microfinance Bank Limited - Common Directorship		
Profit on bank balance	-	15
Employees of the Management Company		
Units issued: 29,934,487 units (2024: 79,061,043 units)	334,657	874,245
Dividend reinvestment: 17,291 units (2024: 91,857 units)	181	942
Units redeemed: 31,951,851 units (2024: 78,260,307 units)	360,380	887,188
Portfolio managed by the Management Company		
Units issued: 274,440,926 units (2024: Nil units)	3,100,000	-
Dividend reinvestment: 409 units (2024: 599 units)	4	6
Units redeemed: 274,440,926 units (2024: Nil units)	3,120,663	
Haider Amjad - Shareholder of the Management Company		
Units issued: Nil units (2024: 91,953 units)	-	1,005
Dividend reinvestment: 9 units (2024: Nil units)	-	-
Units redeemed: Nil units (2024: 242,859 units)	-	2,587
Muhammad Murtaza Ali - Company Secretary / COO		
Units issued: 5 units (2024: 1,065 units)	-	11
Dividend reinvestment: 74 units (2024: 68 units)	1	1
Units redeemed: 965 units (2024: 937 units)	11	11
Ali Saigol - Director		
Dividend reinvestment: 2 units (2024: Nil units)	-	-
Units redeemed: 2 units (2024: 1,284 units)	-	15

	2025	2024
	---- (Rupees in '000) ----	
Imran Zaffar - Director		
Units issued: Nil units (2024:373 units)	-	4
Dividend reinvestment: 44 units (2023:33 units)	-	-
Dr Amjad Waheed - Chief Executive - CEO		
Dividend reinvestment: 4 units (2024:Nil units)	-	-
Saad Amanullah Khan - Directors		
Dividend reinvestment: 2,254units (2024:Nil units)	23	-
Units redeemed: 251 units (2024:Nil units)	3	-
Indus Motor Company Ltd - 10% Holding		
Units issued: 97,302,767.2903 units (2024:Nil units)	1,000,000	-
Cash Dividend (2024:Nil units)	35,695	-
K-Electric Limited - Common Directorship		
Purchase of short term sukuk	28,000	-
Income on short term sukuk	2,872	-
18.7 Amounts / balances outstanding as at year end:		
NBP Fund Management Limited - the Management Company		
Remuneration payable to the Management Company	9,542	5,928
Sindh sales tax on remuneration of the Management Company	1,432	771
Reimbursement of allocated expenses payable	3,603	3,221
Sindh Sales Tax on reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	540	-
Reimbursement of selling and marketing expenses payable	-	18,393
Sales and transfer load payable	-	8,646
Sindh sales tax on sales load	-	1,124
ADC charges payable including Sindh Sales tax	4,416	2,084
Other payable to the Management Company	288	288
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration payable to the Trustee	1,438	541
Sindh sales tax payable on Trustee remuneration	216	70
Settlement charges payable	27	27
Security deposit	100	100
National Bank of Pakistan - Parent company		
Current account	1,751	1,751
Savings accounts	36,015	3,545
Profit receivable on bank balance	411	384

	2025	2024
	---- (Rupees in '000) ----	
Telenor Microfinance Bank Limited - Common Directorship		
Bank balance	1	1
Profit receivable on bank balance	1	1
Employees of the Management Company		
Units held:998,009 units (2024:2,958,019 units)	10,277	30,400
Portfolio managed by the Management Company		
Units held:4,171 units (2024: 3,762 units)	43	39
Muhammad Murtaza Ali - Company Secretary / COO		
Units held: 1,059 units (2024:1,132 units)	3	12
Imran Zaffar - Director		
Units held:450 units (2024:1,690 units)	5	17
Haider Amjad - Shareholder of the Management Company		
Units held: Nil units (2024:Nil units)	-	-
Saad Amanullah Khan - Directors		
Units held:23,103 units (2024:Nil units)	238	-
Dr Amjad Waheed - Cheif Executive - CEO		
Units held: 5 units (2024:Nil units)	-	-
Indus Motor Company Ltd- 10% Holding		
Units held: 97,302,767 units (2024:Nil units)	1,001,936	-
* Nil due to rounding off		

		2025	2024
		----- (Rupees in '000) -----	
19 CASH AND CASH EQUIVALENTS	Note		
Bank balances	5	5,202,600	6,113,386
Government securities:			
Market Treasury Bills (original maturity of 3 months or less)	6.1	<u>490,334</u>	<u>493,347</u>
		<u>5,692,934</u>	<u>6,606,733</u>

20 FINANCIAL INSTRUMENTS BY CATEGORY

2025		
At amortised cost	At fair value through profit or loss	Total

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

Financial assets

Bank balances	5,202,600	-	5,202,600
Investments	-	1,989,542	1,989,542
Receivable against Margin Trading System (MTS)	-	266,269	266,269
Profit receivable	12,158	-	12,158
Receivable against issuance of units	457,660	-	457,660
Deposits	350	-	350
	<u>5,672,768</u>	<u>2,255,811</u>	<u>7,928,579</u>

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company	19,821	-	19,821
Payable to Central Depository Company of Pakistan Limited - the Trustee	1,654	-	1,654
Payable against redemption of units	399,760	-	399,760
Accrued expenses and other liabilities	13,313	-	13,313
	<u>434,548</u>	<u>-</u>	<u>434,548</u>

2024		
At amortised cost	At fair value through profit or loss	Total

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

Financial assets

Bank balances	6,113,386	-	6,113,386
Investments	-	617,646	617,646
Receivable against Margin Trading System (MTS)	-	457,930	457,930
Profit receivable	127,652	-	127,652
Receivable against issuance of units	292,472	-	292,472
Deposits	350	-	350
	<u>6,533,860</u>	<u>1,075,576</u>	<u>7,609,436</u>

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company	51,367	-	51,367
Payable to Central Depository Company of Pakistan Limited - the Trustee	611	-	611
Payable against redemption of units	179,373	-	179,373
Accrued expenses and other liabilities	3,121	-	3,121
	<u>234,472</u>	<u>-</u>	<u>234,472</u>

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The risk management policy of the Fund aims to maximise the return attributable to the unit holders and seeks to minimise potential adverse effects on the Fund's financial performance. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund, the NBFC Regulations and the directives issued by the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

21.1 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 the 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 of June 30, 2024, the Fund is exposed to such risk on its balances held with banks. 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 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 51.9242 million (2024: Rs 61.116 million).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund holds government securities 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. 19.9 million (2024: Rs. 6.18).

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

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

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

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

On balance sheet financial instruments

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

Financial assets

Bank balances	9.6% to 22.6%	5,192,419	-	-	10,181	5,202,600
Investments		1,989,542	-	-	-	1,989,542
Receivable against Margin Trading System		-	-	-	266,269	266,269
Profit receivable		-	-	-	12,158	12,158
Receivable against issuance of units		-	-	-	457,660	457,660
Deposits		-	-	-	350	350
		7,181,961	-	-	746,618	7,928,579

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company		-	-	-	19,821	19,821
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	1,654	1,654
Payable against redemption of units		-	-	-	399,760	399,760
Accrued expenses and other liabilities		-	-	-	13,313	13,313
		-	-	-	434,548	434,548
		7,181,961	-	-	312,070	7,494,031

On-balance sheet gap (a)

Off-balance sheet financial instruments

Off-balance sheet gap (b)

Total profit rate sensitivity gap (a+b)

Cumulative profit rate sensitivity gap

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

On balance sheet financial instruments

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

Financial assets

Bank balances	10% - 24.0%	6,111,635	-	-	1,751	6,113,386
Investments		617,646	-	-	-	617,646
Receivable against Margin Trading System		-	-	-	457,930	457,930
Profit receivable		-	-	-	127,652	127,652
Deposits		-	-	-	292,472	292,472
Receivable against issuance of units		-	-	-	350	350
		6,729,281	-	-	880,155	7,609,436

Financial liabilities

Payable to NBP Fund Management Limited - the Management Company		-	-	-	51,367	51,367
Payable to Central Depository Company of Pakistan Limited - the Trustee		-	-	-	611	611
Payable against redemption of units		-	-	-	179,373	179,373
Payable against purchase of investment		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	3,121	3,121
		-	-	-	234,472	234,472

On-balance sheet gap (a)

Off-balance sheet financial instruments

Off-balance sheet gap (b)

Total profit rate sensitivity gap (a+b)

Cumulative profit rate sensitivity gap

(ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund is not exposed to currency risk as all the 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 instruments traded in the market respectively.

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not hold any instruments that expose it to price risk (other than those arising from profit rate risk or currency risk) as of June 30, 2025.

21.2 Liquidity risk

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

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

As per the NBFC Regulations, the Fund can borrow in the short-term to ensure settlement subject to the maximum limit which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund.

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

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

----- 2025 -----						
Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total

Financial liabilities

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

Payable to NBP Fund Management Limited - the Management Company	19,821	-	-	-	-	-	19,821
Payable to Central Depository Company of Pakistan Limited - the Trustee	1,654	-	-	-	-	-	1,654
Payable against redemption of units	399,760	-	-	-	-	-	399,760
Accrued expenses and other liabilities	12,462	851	-	-	-	-	13,313
	433,697	851	-	-	-	-	434,548

----- 2024 -----						
Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total

Financial liabilities

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

Payable to NBP Fund Management Limited - the Management Company	51,367	-	-	-	-	-	51,367
Payable to Central Depository Company of Pakistan Limited - the Trustee	611	-	-	-	-	-	611
Payable against redemption of units	179,373	-	-	-	-	-	179,373
Accrued expenses and other liabilities	3,121	-	-	-	-	-	3,121
	234,472	-	-	-	-	-	234,472

21.3 Credit risk

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

	2025		2024	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
Bank balances	5,202,600	5,202,600	6,113,386	6,113,386
Investments	1,989,542	-	617,646	-
Receivable against Margin Trading System	266,269	266,269	457,930	457,930
Profit receivable	12,158	12,158	127,652	127,652
Receivable against issuance of units	457,660	457,660	292,472	292,472
Deposits	781	781	350	350
	7,929,010	5,939,468	7,609,436	6,991,790

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets. Investment in government securities, however, is not exposed to credit risk and has been excluded from the above analysis as investment in government securities is guaranteed by the Government of Pakistan.

21.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and profit accrued thereon. The credit rating profile of balances with banks are as follows:

Rating	% of financial assets exposed to credit risk	
	2025	2024
Bank balances and accrued profit thereon		
AAA	42.62%	1.12%
AA+	0.12%	0.02%
AA-	1.02%	80.82%
AA*	0.00%	-
A+	10.16%	0.01%
A*	0.00%	-
A	7.28%	-
	61.21%	81.97%

* Nil figure due to rounding off.

21.3.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic and industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. As transactions are entered with credit worthy parties and are within the regulatory limits, therefore any significant concentration of credit risk is mitigated.

All financial assets of the Fund as at June 30, 2025 and June 30, 2024 are unsecured and are not impaired.

22 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

Fair value hierarchy

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

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

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

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

As at June 30, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair values:

ASSETS	2025			
	Level 1	Level 2	Level 3	Total
Financial assets - at fair value through profit or loss	----- (Rupees in '000) -----			
Market Treasury Bills	-	1,989,542	-	1,989,542

ASSETS	2024			
	Level 1	Level 2	Level 3	Total
Financial assets - at fair value through profit or loss	----- (Rupees in '000) -----			
Market Treasury Bills	-	617,646	-	617,646

23 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. They are entitled to distributions 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 20, 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.

24 UNIT HOLDING PATTERN OF THE FUND

Category	2025			2024		
	Number of unit holders	Investment amount	Percentage of total	Number of unit holders	Investment amount	Percentage of total
	(Rupees in '000)			(Rupees in '000)		
Individuals	13,699	5,622,526	76.96%	9,778	7,007,236	97.51%
Associated companies and Insurance	6	244	0.00%	2	6	-
Retirement funds	-	-	0.00%	2	78,555	0.01
Public Limited Companies *	19	42,438	0.58%	11	69,425	0.97%
Others	3	1,001,958	13.71%	1	29	0.00
	43	638,630	8.74%	24	31,255	0.43%
	13,770	7,305,796	100.00%	9,818	7,186,506	100.00%

25 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

----- 2025 -----		----- 2024 -----	
Name of brokers	Percentage of commission paid	Name of brokers	Percentage of commission paid
Summit Capital Pvt Limited	3.85%	Summit Capital Pvt Limited	41.63%
ALFALAH SECURITIES (PVT) LIMITED	7.03%	Invest One Market Limited	34.42%
Continental Exchange (Pvt.) Limited	8.50%	Alfalah CLSA Securities Pvt Ltd	15.07%
Invest One Markets Limited	16.59%	Bright Capital (Private) Limited	6.39%
C & M Management Pvt. Limited	26.08%	BMA Capital Management Limited	2.49%
Currency Market Associates Pvt. Ltd	0.47%		
Magenta Capital (Pvt.) Ltd.	14.64%		<u>100.00%</u>
Optimus Markets (Pvt) Limited	2.75%		
Bright Capital (Private) Limited	5.46%		
Paramount Capital (Pvt) Ltd	0.47%		
Alfalah Securities Pvt Ltd	3.01%		
First Credit & Investment Bank Brokerage Division	6.15%		
AKD Securities Limited	2.70%		
BMA CAPITAL MANAGEMENT LIMITED	2.31%		
	<u>100.00%</u>		

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

26. DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience in years
Dr. Amjad Waheed	Chief Executive Officer	MBA / Doctorate in Business Administration / CFA	37
Asim Wahab Khan	Chief Investment Officer	CFA	19
Salman Ahmed (note 26.1)	Head of Fixed Income	CFA	20
Hassan Raza	Head of Research	ACCA / BSC / CFA	14
Usama Bin Razi	Senior Manager - Fixed Income	BE, MBA	21

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

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

- NBP Islamic Savings Fund
- NBP Income Opportunity Fund
- NBP Islamic Daily Dividend Fund
- NBP Islamic Money Market Fund
- NBP Islamic Government Securities Fund - I

27 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

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 Directors	Number of meetings			Meetings not attended
	Held / applicable	Attended	Leave granted	
Shaikh Muhammad Abdul Wahid Sethi	8	8	-	
Tauqeer Mazhar*	1	1	-	
Faisal Ahmed**	2	2	-	
Mehnaz Salar	8	8	-	100th Meeting
Ali Saigol	8	7	1	98th Meeting
Imran Zaffar	8	7	1	
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.

28 GENERAL

28.1 Figures have been rounded off to the nearest thousand rupees unless otherwise specified.

29 DATE OF AUTHORISATION FOR ISSUE

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

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
Net assets at the year / period ended (Rs '000)	7,305,796	7,186,506	4,354,761	4,054,296	5,287,322	2,927,911
Net income for the year / period ended (Rs '000)	1,239,891	1,481,023	704,475	433,263	417,625	221,074
Net Asset Value per unit at the year / period ended (Rs)	10.2971	10.2772	10.2540	10.2006	10.1883	10.1765
Offer Price per unit at year end	10.4155	10.3933	10.3699	10.3159	10.3034	10.2915
Redemption Price per unit at year end	10.2971	10.2772	10.2540	10.2006	10.1883	10.1765
Ex - Highest offer price per unit (Rs.)	10.4155	10.3933	10.3699	10.3159	10.3034	10.2915
Ex - Lowest offer price per unit (Rs.)	8.9238	8.4827	8.8151	9.4270	9.6133	9.0129
Ex - Highest redemption price per unit (Rs.)	10.2971	10.2772	10.2540	10.2006	10.1883	10.1765
Ex - Lowest redemption price per unit (Rs.)	8.8223	8.3879	8.7166	9.3217	9.5059	9.0129
Fiscal Year Opening EX Nav	8.9816	8.3833	8.7133	9.3200	9.5037	9.0102
Total return of the fund	14.65%	22.52%	17.68%	9.45%	7.20%	12.91%
Capital growth	0.22%	0.21%	0.61%	0.13%	0.25%	0.11%
Income distribution as a % of ex nav	14.43%	22.32%	17.07%	9.32%	6.96%	12.79%
Income distribution as a % of par value	14.83%	22.88%	17.41%	9.49%	7.08%	13.00%
Distribution						
Interim distribution per unit	1.4825	2.2882	1.7412	0.9492	0.3620	1.3002
Final distribution per unit	-	-	-	-	0.3461	
Distribution Dates						
Interim	26-Jun-25	27-Jun-24	23-Jun-23	28-Jun-22	24-Dec-20	26-Jun-20
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Interim						
Final					25-Jun-21	
Average annual return of the fund (launch date Nov 21, 2009)						
(Since inception to June 30, 2025)	10.58%					
(Since inception to June 30, 2024)		10.31%				
(Since inception to June 30, 2023)			9.46%			
(Since inception to June 30, 2022)				8.84%		
(Since inception to June 30, 2021)					8.78%	
(Since inception to June 30, 2020)						8.93%
(Since inception to June 30, 2019)						
(Since inception to June 30, 2018)						
(Since inception to June 30, 2017)						
(Since inception to June 30, 2016)						
(Since inception to June 30, 2015)						
(Since inception to June 30, 2014)						
(Since inception to June 30, 2013)						
(Since inception to June 30, 2012)						
(Since inception to June 30, 2011)						
(Since inception to June 30, 2010)						
Portfolio Composition (Please see Fund Manager Report)						
Weighted average portfolio duration	30 Days	6 Days	1 Day	2 Days	12 Days	9 Days

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

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