



*Managing Your Savings*

**NBP Fund Management Limited**



# NBP FINANCIAL SECTOR FUND

**HALF YEARLY** REPORT  
DECEMBER 31, 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
Mr. Faisal Ahmed	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Umar Ahsan Khan	Director
Mr. Tahir Jawaid	Director
Mr. Saad Muzaffar Waraich	Director

#### Chief Financial Officer & Company Secretary

Mr. Muhammad Murtaza Ali

#### Audit & Risk Committee

Mr. Umar Ahsan Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Saad Muzaffar Waraich	Member

#### Human Resource & Remuneration Committee

Mr. Tahir Jawaid	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Ali Saigol	Member
Mr. Faisal Ahmed	Member
Mr. Umar Ahsan Khan	Member

#### Business Strategy & IT Committee

Mr. Saad Muzaffar Waraich	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Mr. Faisal Ahmed	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Tahir Jawaid	Member

#### Trustee

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

#### Bankers to the Fund

MCB Bank Limited  
JS Bank Limited  
Meezan Bank Limited  
Habib Bank Limited  
United Bank Limited  
Bank Al Habib Limited  
Allied Bank Limited  
Bankislami Pakistan Limited  
National Bank of Pakistan

## **Auditors**

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

## **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](http://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

## DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the reviewed condensed financial statements of **NBP Financial Sector Fund (NFSF)** for the half year ended December 31, 2025.

### Fund's Performance

The equity market delivered strong performance during 1HFY26, supported by continued macroeconomic stabilization, easing interest rates, and improving investor sentiment. The benchmark KSE-100 Index continued to make new highs during the period, and at period end settled at a record level of 174,000 points, with 1H return of 38.5%, reflecting broad-based participation and sustained local investor interest.

Inflationary pressures remained contained during the period, with headline CPI easing to 5.6% YoY in Dec-25 and average inflation for 1HFY26 moderating to 5.1% versus 7.2% in the same period last year. This allowed SBP to further cut the Policy Rate by 50 bps in December-25 to 10.5%, after few months of pause. This supported risk appetite and encouraged a continued liquidity rotation from fixed income into equities. On the external front, the current account remained manageable but reflected pressure from higher imports and a wider trade deficit, with 1HFY26 current account deficit reaching USD 1,174 million, compared to a surplus last year. Remittances remained a bright spot with cumulative inflows of around USD 19.7 bn (up by 11% YoY), continuing to provide support to external balances.

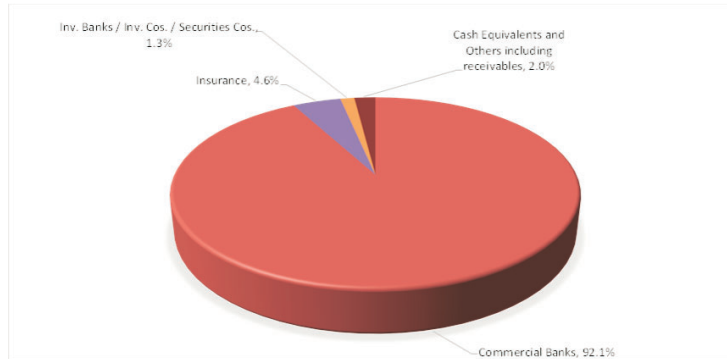
A key positive development during the half-year was the continued progress under the IMF program. The IMF Executive Board approved Pakistan's loan review, enabling the release of approximately USD 1.2 billion under the EFF and RSF, supporting external confidence and reform continuity. In addition, Saudi Arabia pledged a USD 1 billion oil-financing facility and confirmed rollover of USD 5 billion deposits, further strengthening external buffers. Economic activity showed early signs of recovery, with GDP growth recorded at 3.71% in 1QFY26, supported by broad-based contributions from agriculture, industry, and services. Large-scale manufacturing also improved, with LSM growth reaching 10.4% YoY in Nov-25, and 5MFY26 output up 6.0% YoY, indicating improving momentum under easing financial conditions.

In terms of sector-wise performance, Cable & Electrical Goods, Commercial Banks, Fertilizer, Modarabas, Technology & Communication, Textile Composite, Transport and REIT sectors outperformed the market. Conversely, Auto Assemblers, Auto Parts & Accessories, Cement, Chemical, Engineering, Food & Personal care, Glass & Ceramics, Insurance, Investment Banks/Companies, Leather & Tanneries, Miscellaneous, Oil & Gas Exploration, Oil & Gas Marketing Companies, Paper & Board, Pharmaceuticals, Power Generation & Distribution, and Refinery sectors lagged behind.

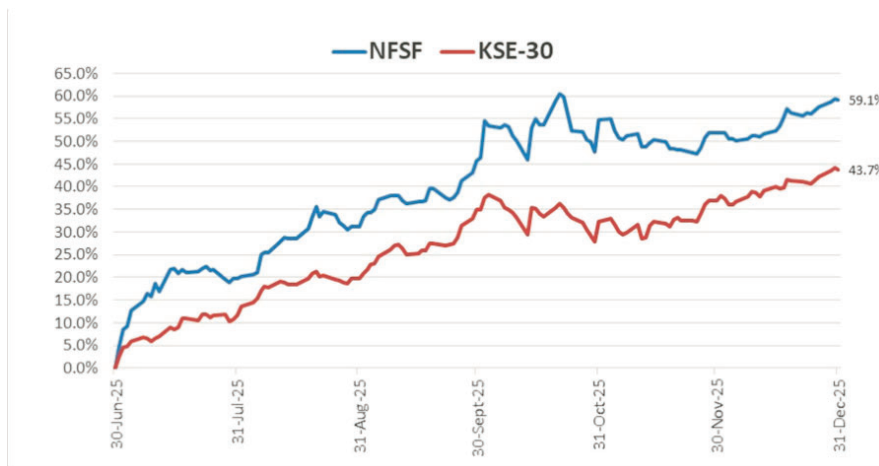
Regarding participants' activity, Mutual Funds, Individuals, and Companies emerged as the largest net buyers, with inflows of USD 250 million, USD 221 million, and USD 81 million, respectively. In contrast, Foreign Investors, Insurance, and Banks/DFIs reduced their net holdings by USD 251 million, USD 132 million, and USD 118 million, respectively.

The size of NBP Financial Sector Fund has increased from Rs. 325 million to Rs 1,606 million during the period, i.e., an increase of 394.2%. During the period, the unit price of NBP Financial Sector Fund (NFSF) increased from Rs 15.7174 on June 30, 2025, to Rs. 25.0030 on December 31, 2025, thus showing an increase of 59.1%. The Benchmark for the same period increased by 43.7%. Thus, the Fund has outperformed its Benchmark by 15.4% during the period under review. Since inception, the unit price of NBP Financial Sector Fund has increased from Rs. 5.0298 (Ex-Div) on February 14, 2018, to Rs. 25.0030 on December 31, 2025, thus showing an increase of 397.1%. The Benchmark for the same period increased by 364.9%. Thus, the Fund outperformed its Benchmark by 32.2% during the period under review. This performance is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 330.521 million during the period. After deducting total expenses of Rs. 22.498 million, the net income is Rs. 308.023 million. The asset allocation of the Fund as on December 31, 2025, is as follows:



## NFSF Performance versus Benchmark



## 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: **February 17, 2026**  
Place: Karachi.

## ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بھد مسرت 31 دسمبر 2025ء کو ختم ہونے والی ششماہی کے لئے NBP فنانسینشل سیکٹرز فنڈ (NFSF) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنڈ کی کارکردگی

1HFY26 کے دوران ایکویٹی مارکیٹ نے مضبوط کارکردگی کا مظاہرہ کیا، جس کی بنیاد مسلسل میکرو اکنامک استحکام، شرح سود میں نرمی، اور سرمایہ کاروں کے اعتماد میں بہتری پر تھی۔ اس عرصے کے دوران بیچ مارک KSE-100 انڈیکس نئی بلند ترین سطحیں عبور کرتا رہا اور مدت کے اختتام پر 174,000 پوائنٹس کی ریکارڈ سطح پر بند ہوا۔ ششماہی بنیاد پر انڈیکس نے 38.5% منافع فراہم کیا، جو مارکیٹ میں وسیع البیاد شرکت اور مقامی سرمایہ کاروں کی مسلسل دلچسپی کی عکاسی کرتا ہے۔

دوران مدت افراط زر کے دباؤ قابو میں رہے، جہاں دسمبر 2025 میں ہیڈ لائن کنزومر پرائس انڈیکس (CPI) کم ہو کر سال بہ سال بنیاد پر 5.6% پر آ گیا، جبکہ 1HFY26 کے لیے اوسط افراط زر 5.1% رہی، جو گزشتہ سال اسی مدت میں 7.2% تھی۔ اس سازگار صورتحال کے باعث اسٹیٹ بینک آف پاکستان (SBP) نے چند ماہ کے وقفے کے بعد دسمبر 2025 میں پالیسی ریٹ میں مزید 50 بیس پوائنٹس کمی کرتے ہوئے اسے 10.5% کر دیا۔ اس اقدام نے رسک کی صلاحیت میں اضافہ کیا اور قسڈ اکنم سے ایکویٹیز کی جانب لیکویڈیٹی کے مسلسل بہاؤ کو فروغ دیا۔ بیرونی محاذ پر کرنٹ اکاؤنٹ مجموعی طور پر قابل انتظام رہا، تاہم درآمدات میں اضافے اور تجارتی خسارے میں وسعت کے باعث دباؤ برقرار رہا۔ 1HFY26 کے دوران کرنٹ اکاؤنٹ خسارہ 1,174 ملین امریکی ڈالر تک پہنچ گیا، جبکہ گزشتہ سال اسی مدت میں سرپلس ریکارڈ کیا گیا تھا۔ اس کے برعکس، ترسیلات زراہت مثبت عنصر کے طور پر سامنے آئیں، جہاں مجموعی آمدن تقریباً 19.7 بلین امریکی ڈالر رہی، جو سال بہ سال بنیاد پر 11% اضافہ ظاہر کرتی ہے اور بیرونی توازن کو سہارا دیتی رہی۔

ششماہی کے دوران ایک اہم مثبت پیش رفت آئی ایم ایف پروگرام کے تحت مسلسل پیش رفت رہی۔ آئی ایم ایف ایگزیکٹو بورڈ نے پاکستان کے قرضہ جاتی جائزے کی منظوری دی، جس کے نتیجے میں EFF اور RSF کے تحت تقریباً 1.2 بلین امریکی ڈالر کی رقم جاری کی گئی، جس سے بیرونی اعتماد اور اصلاحاتی عمل کو سہارا ملا۔ مزید برآں، سعودی عرب نے 1 بلین امریکی ڈالر کی آئل فنانسنگ سہولت فراہم کرنے کا اعلان کیا اور 5 بلین امریکی ڈالر کے ڈپازٹس کی رول اوور کی تصدیق کی، جس سے بیرونی ذخائر مزید مستحکم ہوئے۔ معاشی سرگرمیوں میں ابتدائی بحالی کے آثار نمایاں ہوئے، جہاں 1QFY26 کے دوران جی ڈی پی کی شرح نمو 3.71% ریکارڈ کی گئی، جس میں زراعت، صنعت اور خدمات کے شعبوں کی وسیع البیاد و ترقی شامل رہی۔ لارج اسکیل مینوفیکچرنگ (LSM) میں بھی بہتری دیکھی گئی، جہاں نومبر 2025 میں LSM کی شرح نمو سال بہ سال بنیاد پر 10.4% رہی، جبکہ 5MFY26 کے دوران مجموعی پیداوار میں 6.0% اضافہ ہوا، جو مالی حالات میں نرمی کے تحت رفتار میں بہتری کی نشاندہی کرتا ہے۔

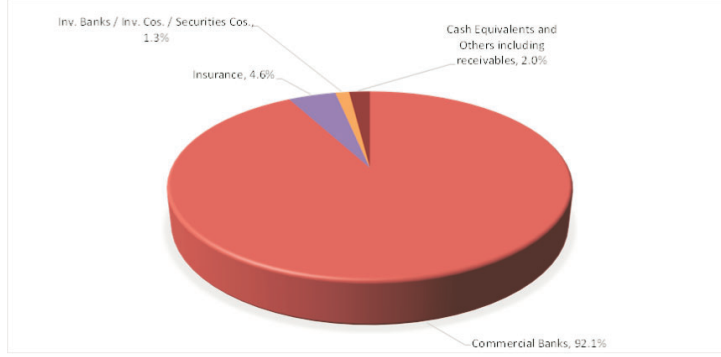
شعبہ جاتی بنیاد پر، کیبلز، ایکسٹریکٹرز، گڈز، کرسٹل ٹیکنیکس، فرنیچر، مضافہ، بیکننا، جی ویکو ٹیکسٹائل، ٹیکسٹائل کمپوزٹ، ٹرانسپورٹ اور REIT سیکٹرز نے مارکیٹ سے بہتر کارکردگی کا مظاہرہ کیا۔ اس کے برعکس، آٹو اسمبلرز، آٹو پارٹس و ایکسیسریز، سینٹ، کیمیکل، انجینئرنگ، فوڈ و ڈریسٹری، گلاس و سیرامکس، انشورنس، انویسٹمنٹ بینکنگ، لیڈر ڈیٹری، متفرق، آئل اینڈ گیس ایکسپلوریشن، آئل اینڈ گیس مارکیٹنگ کمپنیاں، پیپرا اینڈ بورڈ، فارماسیوٹیکلز، پاور جنریشن و ڈسٹری بیوشن، اور ریٹائرمنٹ سیکٹرز مارکیٹ سے پیچھے رہے۔

شرکاء کی سرگرمی کے لحاظ سے، میوچل فنڈز، انفرادی سرمایہ کار، اور کمپنیاں سب سے بڑے خالص خریدار رہے، جہاں بالترتیب 250 ملین امریکی ڈالر، 221 ملین امریکی ڈالر، اور 81 ملین امریکی ڈالر کی خالص سرمایہ کاری ریکارڈ کی گئی۔ اس کے برعکس، غیر ملکی سرمایہ کاروں، انشورنس کمپنیوں، اور بینکنگ/DFIs نے بالترتیب 251 ملین امریکی ڈالر، 132 ملین امریکی ڈالر، اور 118 ملین امریکی ڈالر کی نیت فروخت کی۔

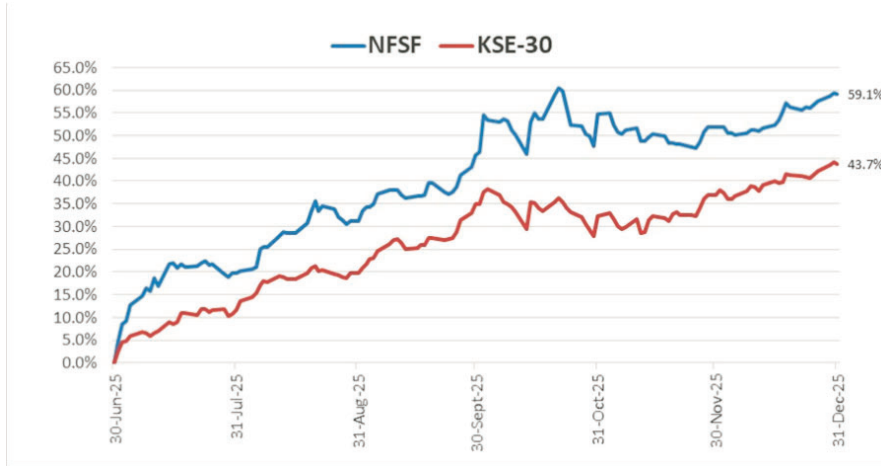
NBP فنانسینشل سیکٹرز فنڈ کا ساٹھ ماہ کی مدت کے دوران 325 ملین روپے سے بڑھ کر 1,606 ملین روپے ہو گیا، یعنی 394.2% کا اضافہ ہوا۔ اس مدت کے دوران، NBP فنانسینشل سیکٹرز فنڈ (NFSF) کے یونٹ کی قیمت 30 جون 2025 کو 15.7174 روپے سے بڑھ کر 31 دسمبر 2025 کو 25.0030 روپے ہو چکی ہے، لہذا 59.1% کا اضافہ ظاہر کیا۔ اسی مدت کے دوران بیچ مارک میں 43.7% کا اضافہ ہوا۔ لہذا فنڈ نے زیر جائزہ مدت کے دوران اپنے بیچ مارک سے 15.4% بہتر کارکردگی دکھائی۔ اپنے قیام 14 فروری 2018 سے اب تک فنڈ کے یونٹ کی قیمت 5.0298 (Ex-Div) روپے سے بڑھ کر 31 دسمبر 2025 کو 25.0030 روپے ہو گئی، لہذا 397.1% کا اضافہ ہوا ہے۔ اسی مدت کے لئے بیچ مارک میں 364.9% کا اضافہ ہوا۔ لہذا، زیر جائزہ مدت کے دوران فنڈ کی کارکردگی اپنے بیچ مارک سے 32.2% بہتر رہی۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP فائنیشل سیکٹرفنڈ کو موجودہ مدت کے دوران 330.521 ملین روپے کی مجموعی آمدنی ہوئی۔ 22.498 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص آمدنی 308.023 ملین روپے ہے۔

31 دسمبر 2025 کے مطابق فنڈ کی ایسٹ ایلوکییشن حسب ذیل ہے:



NFSF کی کارکردگی بمقابلہ بیچ مارک



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 ایکسچینج 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 ڈسٹری بیوٹرز 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: 17 فروری 2026

مقام: کراچی

## TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of NBP Financial Sector 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 period ended December 31, 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, February 26, 2026

## INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNITHOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Financial Sector Fund** as at December 31, 2025 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movements in unit holders' fund, and condensed interim cash flow statement, and notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). The Management Company (NBP Fund Management Limited) is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other matter

The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarter ended December 31, 2025 and December 31, 2024 have not been subjected to the review, as our engagement was limited to the review of the cumulative figures for the half year ended December 31, 2025.

The engagement partner on the audit resulting in this independent auditor's report is **Noman Abbas Sheikh**.

### **A.F. Ferguson & Co.**

Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 27, 2026

Karachi

UDIN: RR2025100611z9d0kbrR

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2025

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
	Note	----- Rupees in '000 -----	
<b>Assets</b>			
Bank balances	4	24,387	220,228
Investments	5	1,572,954	322,921
Profit and dividend receivable		986	716
Advances and deposits		2,979	2,948
Receivable against conversion of units		15,898	108,935
Receivable against sale of investments		61,453	25,097
<b>Total assets</b>		<b>1,678,657</b>	<b>680,845</b>
<b>Liabilities</b>			
Payable to NBP Fund Management Limited - the Management Company	6	3,554	1,345
Payable to the Central Depository Company of Pakistan Limited - the Trustee	7	247	67
Payable to the Securities and Exchange Commission of Pakistan	8	124	27
Accrued expenses and other liabilities	9	4,471	9,088
Payable against redemption and conversion of units		64,636	345,630
<b>Total liabilities</b>		<b>73,032</b>	<b>356,157</b>
<b>Net assets</b>		<b>1,605,625</b>	<b>324,688</b>
<b>Unit Holders' Fund (as per statement attached)</b>		<b>1,605,625</b>	<b>324,688</b>
<b>Contingencies and commitments</b>	10		
		-----Number of units-----	
<b>Number of units in issue</b>		<b>64,217,367</b>	<b>20,657,938</b>
		-----Rupees-----	
<b>Net asset value per unit</b>		<b>25.0030</b>	<b>15.7174</b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

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

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

\_\_\_\_\_  
Director

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025

	Note	Half year ended		Quarter ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
----- Rupees in '000 -----					
<b>Income</b>					
Profit on savings accounts with banks		3,772	1,238	3,677	774
Dividend income		41,323	15,524	27,411	6,890
Net realised gain on sale of investments		156,181	34,466	59,238	34,616
Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.2	129,245	27,300	10,910	22,545
<b>Total income</b>		<b>330,521</b>	<b>78,528</b>	<b>101,236</b>	<b>64,824</b>
<b>Expenses</b>					
Remuneration of NBP Fund Management Limited - the Management Company	6.1	8,612	2,273	6,045	1,060
Sindh sales tax on remuneration of the Management Company	6.2	1,292	341	907	159
Remuneration of the Central Depository Company of Pakistan Limited - the Trustee	7.1	997	303	655	141
Sindh sales tax on remuneration of the Trustee	7.2	150	45	99	21
Fee to the Securities and Exchange Commission of Pakistan	8.1	545	144	382	67
Securities transaction costs		9,505	1,298	5,292	986
Settlement and bank charges		504	366	404	248
Auditors' remuneration		768	401	480	277
Professional charges		94	74	57	37
Listing fee		31	15	24	7
Printing charges		-	9	-	5
<b>Total expenses</b>		<b>22,498</b>	<b>5,269</b>	<b>14,345</b>	<b>3,009</b>
<b>Net income for the period before taxation</b>		<b>308,023</b>	<b>73,259</b>	<b>86,891</b>	<b>61,816</b>
Taxation	12	-	-	-	-
<b>Net income for the period after taxation</b>		<b>308,023</b>	<b>73,259</b>	<b>86,891</b>	<b>61,816</b>
<b>Allocation of net income for the period</b>					
Net income for the period		308,023	73,259		
Income already paid on units redeemed		(131,946)	(32,681)		
		<b>176,077</b>	<b>40,578</b>		
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		176,077	40,578		
- Excluding capital gains		-	-		
		<b>176,077</b>	<b>40,578</b>		

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

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

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

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

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- Rupees in '000 -----			
<b>Net income for the period after taxation</b>	308,023	73,259	86,891	61,816
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>308,023</u>	<u>73,259</u>	<u>86,891</u>	<u>61,816</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

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

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

\_\_\_\_\_  
Director

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	Half year ended December 31, 2025			Half year ended December 31, 2024		
	Capital value	Accumulated losses	Total	Capital value	Accumulated losses	Total
	(Rupees in '000)					
<b>Net assets at the beginning of the period (audited)</b>	563,530	(238,842)	324,688	490,256	(247,553)	242,703
Issuance of 259,418,080 units (2024: 35,776,133 units)						
- Capital value (at net asset value per unit at the beginning of the period)	4,077,378	-	4,077,378	482,881	-	482,881
- Element of income	1,630,422	-	1,630,422	88,756	-	88,756
Total proceeds on issue of units	5,707,800	-	5,707,800	571,637	-	571,637
Redemption of 215,858,651 units (2024: 40,785,315 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(3,392,737)	-	(3,392,737)	(550,492)	-	(550,492)
- Element of loss	(1,210,203)	(131,946)	(1,342,149)	(67,858)	(32,681)	(100,539)
Total payments on redemption of units	(4,602,940)	(131,946)	(4,734,886)	(618,350)	(32,681)	(651,031)
Total comprehensive income for the period	-	308,023	308,023	-	73,259	73,259
<b>Net assets at end of the period (un-audited)</b>	<b>1,668,390</b>	<b>(62,765)</b>	<b>1,605,625</b>	<b>443,543</b>	<b>(206,975)</b>	<b>236,568</b>
Accumulated losses brought forward						
- Realised loss		(255,951)			(286,306)	
- Unrealised income		17,109			38,753	
		(238,842)			(247,553)	
Accounting income available for distribution:						
- Relating to capital gains	176,077			40,578		
- Excluding capital gains	-			-		
	176,077			40,578		
Accumulated losses carried forward		(62,765)			(206,975)	
Accumulated losses carried forward						
- Realised loss		(192,010)			(234,275)	
- Unrealised income		129,245			27,300	
		(62,765)			(206,975)	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the period			15.7174			13.4973
Net assets value per unit at the end of the period			25.0030			18.2362

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

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

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

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

\_\_\_\_\_  
Director

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	Half year ended	
	December 31, 2025	December 31, 2024
Note	----- Rupees in '000 -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	308,023	73,259
<b>Adjustments:</b>		
Profit on savings accounts with banks	(3,772)	(1,238)
Dividend income	(41,323)	(15,524)
Net realised gain on sale of investments	(156,181)	(34,466)
Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.2 (129,245)	(27,300)
	(330,521)	(78,528)
<b>(Increase) / decrease in assets</b>		
Investments - net	(1,000,963)	64,016
Deposits	(31)	(16)
	(1,000,994)	64,000
<b>Decrease in liabilities</b>		
Payable to NBP Fund Management Limited - the Management Company	2,209	(523)
Payable to the Central Depository Company of Pakistan Limited - the Trustee	180	7
Payable to the Securities and Exchange Commission of Pakistan	97	3
Accrued expenses and other liabilities	(4,617)	(2,215)
	(2,131)	(2,728)
Profit received on balances with banks	3,502	969
Dividend received during the period	41,323	15,524
<b>Net cash (used in) / generated from operating activities</b>	(980,798)	72,496
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts from issuance and conversion of units - net	5,800,837	563,340
Payments against redemption of units - net	(5,015,880)	(647,238)
<b>Net cash generated from / (used in) financing activities</b>	784,957	(83,898)
<b>Net decrease in cash and cash equivalents during the period</b>	(195,841)	(11,402)
Cash and cash equivalents at the beginning of the period	220,228	27,925
<b>Cash and cash equivalents at the end of the period</b>	4.2 24,387	16,523

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited  
(Management Company)

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

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

\_\_\_\_\_  
Director

## NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP Financial Sector 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 January 4, 2018 in accordance with the Non-Banking Finance Companies (Established and Regulation) Rules, 2003 (the NBFC rules).

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on October 26, 2021 the above-mentioned Trust Deed was registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

The Fund has been categorised as an open ended equity scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the Securities and Exchange Commission of Pakistan and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription under pre - IPO at a par value of Rs. 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from February 7, 2018 and are transferable and redeemable by surrendering them to the Fund.

- 1.4 The objective of the Fund is to provide investors with long-term capital growth from an actively managed portfolio of listed equities belonging to the financial sector. The investment objectives and policies are explained in the Fund's offering document.
- 1.5 The Pakistan Credit Rating Agency (PACRA) has reaffirmed the asset manager rating of the Management Company of "AM1" on May 5, 2025 (December 31, 2024: "AM1" dated June 21, 2024). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6 Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - Provisions of, directives and notifications issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of, directives and notifications 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 International Accounting Standard (IAS) 34, the provisions of, directives and notifications issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2025.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. These condensed interim financial statements also include the condensed interim income statement and the condensed interim statement of comprehensive income for the three months period ended December 31, 2025 which are not subjected to auditor's review. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the six months period ended December 31, 2025.

### **3 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES**

**3.1** The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2025.

**3.2** The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan for interim financial reporting require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2025. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2025.

#### **3.3 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period**

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these are considered either not to be relevant or do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

#### **3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective in the current period**

There are certain new standards and amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2026. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements except for the following:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027. IFRS 18 when applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

- 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 and financial assets.

The management is in the process of assessing the impacts of the new standards and amendments on the condensed interim financial statements of the Fund.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
-----Rupees in '000-----			
<b>4 BANK BALANCES</b>			
Balances with banks in:			
- Savings accounts	4.1	23,843	219,725
- Current accounts		544	503
		<u>24,387</u>	<u>220,228</u>

**4.1** These include balance of Rs. 0.253 million (June 30, 2025: Rs 0.727 million) maintained with the National Bank of Pakistan (a related party), that carries profit at the rate of 5.50% (June 30, 2025: 6.00%) per annum. Other savings accounts of the Fund carry profits at the rates ranging from 6.00% to 11.00% (June 30, 2025: 0.10% to 11.00%) per annum.

**4.2** This represents balance maintained with the National Bank of Pakistan Limited (a related party).

	Note	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
----- (Rupees in '000) -----			
<b>4.3 Cash and cash equivalents</b>			
Bank balances	4	<u>24,387</u>	<u>16,523</u>

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
----- (Rupees in '000) -----			
<b>5 INVESTMENTS</b>			

**At fair value through profit or loss**

Investment in equity securities - listed	5.1	<u>1,572,954</u>	<u>322,921</u>
--	-----	------------------	----------------

**5.1 Investment in equity securities - listed**

Name of the investee company	Number of shares held				Market value as at December 31, 2025	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2025	Purchased during the period	Sold during the period	As at December 31, 2025		total market value of investments	net assets of the Fund	
(Rupees in 000) ----- % -----								
<b>Commercial Banks</b>								
Allied Bank Limited	171,152	603,182	618,019	156,315	28,570	1.82%	1.78%	0.01%
Askari Bank Limited (note 5.1.2)	1,168,225	4,755,758	3,954,455	1,969,528	198,056	12.59%	12.34%	0.14%
Bank Alfalah Limited (note 5.1.2)	371,512	2,942,329	2,224,700	1,089,141	118,771	7.55%	7.40%	0.07%
Bank AL Habib Limited (note 5.1.2)	137,058	1,272,708	941,350	468,416	87,425	5.56%	5.44%	0.04%
The Bank of Punjab (note 5.1.2)	762,219	4,465,100	3,294,000	1,933,319	74,549	4.74%	4.64%	0.06%
Faysal Bank Limited (note 5.1.3)	18,375	19,500	23,381	14,494	1,345	0.09%	0.08%	0.00%
Habib Bank Limited (note 5.1.2)	155,284	902,691	749,300	308,675	99,829	6.35%	6.22%	0.02%
Habib Metopoliton Bank Limited	310,400	1,580,492	1,262,530	628,362	69,930	4.45%	4.36%	0.06%
MCB Bank Limited	161,241	1,378,573	976,900	562,914	213,558	13.58%	13.30%	0.05%
Meezan Bank Limited (note 5.1.2)	44,175	1,219,500	670,286	593,389	263,690	16.76%	16.42%	0.00%
National Bank of Pakistan - related party	79,800	1,155,000	679,500	555,300	134,483	8.55%	8.38%	0.03%
United Bank Limited (note 5.1.1 and 5.1.2)	83,118	958,361	597,700	443,779	188,424	11.98%	11.74%	0.00%*
Soneri Bank Limited	900	-	900	-	-	-	-	-
					1,478,630	94.01%	92.10%	

Name of the investee company	Number of shares held				Market value as at December 31, 2025	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2025	Purchased during the period	Sold during the period	As at December 31, 2025		total market value of investments	net assets of the Fund	
(Rupees in 000)						%		
<b>Insurance</b>								
Adamjee Insurance Company Limited	65,662	973,500	287,000	752,162	61,023	3.88%	3.80%	0.21%
IGI Holdings Limited	63,847	13,800	44,400	33,247	8,430	0.54%	0.53%	0.02%
Jubilee General Insurance Limited	49,500	-	49,500	-	-	-	-	-
Pakistan Reinsurance Company Limited	312,000	394,500	518,500	188,000	3,871	0.25%	0.24%	0.02%
					73,324	4.67%	4.57%	
<b>Inv.Banks / Inv.Cos / Securities COS</b>								
Pakistan Stock Exchange Limited	201,500	605,000	359,500	447,000	21,000	1.32%	1.31%	0.06%
					21,000	1.32%	1.31%	
<b>Total as at December 31, 2025 (un-audited)</b>					<u>1,572,954</u>	<u>100.00%</u>	<u>97.98%</u>	
<b>Carrying value as at December 31, 2025 (un-audited)</b>					<u>1,443,709</u>			
<b>Market value as at June 30, 2025 (audited)</b>					<u>322,921</u>			
<b>Carrying value as at June 30, 2025 (audited)</b>					<u>305,812</u>			

\*Nil figure due to rounding off

- 5.1.1** All shares held by the Fund have a nominal value of Rs. 10 each except for the shares of United Bank Limited which have a nominal value of Rs. 5 each.
- 5.1.2** Investments include shares with market value amounting to Rs. 97.27 million (June 30, 2025: Rs 60.491 million) which have been pledged with the National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.
- 5.1.3** The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

During the year ended June 30, 2020, the CISs filed a petition via CP 4653 dated July 11, 2019 in the Honorable High Court of Sindh. In this regard, on July 15, 2019, the Honorable High Court of Sindh had issued notices to the relevant parties and had ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Fund has included these shares in its portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

As at December 31, 2025, the bonus shares of the Fund withheld at the time of declaration of bonus shares are following:

Name of the investee company	(Un-audited)		(Audited)	
	December 31, 2025		June 30, 2025	
	Bonus shares		Bonus shares	
	Number of shares	Market value	Number of shares	Market value
------(Rupees in 000)-----				
Faysal Bank Limited	14,494	1,345	14,494	1,011

5.2	Net unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024	
	Note	------(Rupees in '000)-----		
	Market value of investments	5.1	1,572,954	222,394
	Less: carrying value of investments		(1,443,709)	(195,094)
			<u>129,245</u>	<u>27,300</u>

6	PAYABLE TO NBP FUND MANAGEMENT LIMITED - THE MANAGEMENT COMPANY Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025	
	Note	------(Rupees in '000)-----		
	Remuneration of the Management Company	6.1	1,951	435
	Sindh sales tax on remuneration of the Management Company	6.2	293	65
	Sales load and transfer load payable		1,100	715
	Sindh sales tax on sales load payable		166	109
	Alternate delivery channel charges payable including Sindh sales tax payable		44	21
			<u>3,554</u>	<u>1,345</u>

**6.1** 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 and subject to the capping of 3% for a collective investment scheme categorised as an 'Equity Scheme'. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 1.5% (December 31, 2024: 1.5%) per annum of the average daily net assets of the Fund during the period ended December 31, 2025. The remuneration is payable to the Management Company monthly in arrears.

**6.2** Sindh Sales Tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (December 31, 2024: 15%) on the Management Company's remuneration and any reimbursable expenditure to the Management Company.

7	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE	(Un-audited) December 31, 2025	(Audited) June 30, 2025	
	Note	------(Rupees in '000)-----		
	Trustee fee payable	7.1	215	58
	Sindh sales tax payable on trustee fee	7.2	32	9
			<u>247</u>	<u>67</u>

**7.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, remuneration has been charged as follows:

Net Assets (Rs.)	Fee
- Upto Rs. 1 billion	0.2% of average daily net assets; and
- Amount exceeding Rs. 1 billion	Rs. 2 million plus 0.10% of average daily net assets on the amount exceeding Rs.1 billion

**7.2** Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (December 31, 2024: 15%) on the Trustee remuneration.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	----- (Rupees in 000) -----	-----
Fee payable	8.1	<u>124</u>	<u>27</u>

**8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay a non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.095% (December 31, 2024: 0.095%) per annum of the daily net assets during the period. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>	-----Rupees in '000-----	
Auditors' remuneration payable	560	595
Brokerage fee payable	1,857	2,008
Withholding tax payable	248	5,864
Capital gain tax payable	1,640	390
Legal and professional charges payable	77	163
Printing charges payable	10	17
Bank charges payable	36	8
Settlement charges payable	43	43
	<u>4,471</u>	<u>9,088</u>

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2025 and June 30, 2025.

## 11 TOTAL EXPENSE RATIO

The SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 1, 2025. The TER limit of 4.5% for a collective investment scheme categorised as an 'Equity Scheme', applicable previously, has been replaced with the management fee cap as disclosed in note 6.1 to these condensed interim financial statements for a collective investment scheme categorised as an 'Equity Scheme'.

## 12 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 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 Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2026 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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

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

Connected persons and related parties include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee / custodian of the Fund, National Bank of Pakistan being the holding company of the Management Company, 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 / notified entities managed by the Management Company, any person or trust beneficially owning, directly or indirectly, ten percent or more of the capital of the Management Company or ten percent or more of the net assets of the Fund, any person or trust controlled by the same persons as defined herein, any member of the group of which that person or trust forms part of. Directors or officers of the Management Company or any of their connected persons as specified herein.

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 connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Offering Document, respectively.

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

### 13.1 Details of transactions with related parties / connected persons during the period are as follows:

	----- (Un-audited) -----	
	Half year ended	
	December 31, 2025	December 31, 2024
	----- Rupees in '000 -----	
<b>NBP Fund Management Limited - the Management Company</b>		
Remuneration of the Management Company	8,612	2,273
Sindh sales tax on remuneration of the Management Company	1,292	341
Sales load and transfer load including Sindh sales tax	9,133	1,164
Alternate delivery channel charges including Sindh sales tax	100	23
Units issued to unitholders on behalf of the Management Company	-	1,965
<b>Central Depository Company of Pakistan Limited - the Trustee</b>		
Remuneration of the Trustee	997	303
Sindh sales tax on remuneration of the Trustee	150	45
<b>National Bank of Pakistan - parent of the Management Company</b>		
Profit income	3	5
Shares purchased: 1,155,000 (2024: 218,500)	213,006	13,672
Shares sold: 679,500 (2024: 320,800)	140,763	21,185
<b>Employees of the Management Company</b>		
Dividend re-invest: Nil units (2024: 153 units)	-	16
Units issued / transferred in: 7,587,786 (2024: 5,091,097)	170,731	78,197
Units redeemed / transferred out: 5,723,687 (2024: 5,653,057)	127,810	87,823
<b>Portfolios managed by the Management Company</b>		
Dividend re-invest: Nil units (2024: 153 units)	-	3
<b>Pakistan Stock Exchange Limited - common directorship*</b>		
Listing fee	-	15
Shares purchased: Nil (2024: 405,000)	-	8,648
Shares sold: Nil (2024: 144,000)	-	3,247

	----- (Un-audited) ----- Half year ended	
	December 31, 2025	December 31, 2024
	----- Rupees in '000 -----	
<b>Taurus Securities Limited - subsidiary of parent</b>		
Brokerage expense	640	95
<b>Shehla Bibi - unit holder with more than 10% holding**</b>		
Units issued / transferred in: 10,291,483 (2024: Nil)	257,318	-
<b>East West Insurance Company Limited - unit holder with more than 10% holding**</b>		
Units issued / transferred in: 6,877,232 (2024: Nil)	150,000	-
<b>Mahmud Yar Hiraj - unit holder with more than 10% holding*</b>		
Dividend re-invest: Nil units (2024: 1,786 units)	-	33
<b>Forman Christian College- unit holder with more than 10% holding*</b>		
Dividend re-invest: Nil units (2024: 1,678 units)	-	31
<b>Hommie &amp; Jamshed Nusserwanjee Charitable Trust - unit holder with more than 10% holding*</b>		
Dividend re-invest: Nil units (2024: 2,175 units)	-	40
<b>13.2 Amounts outstanding as at period / year end are as follows:</b>	<b>(Un-audited)</b>	<b>(Audited)</b>
	<b>December 31,</b>	<b>June 30,</b>
	<b>2025</b>	<b>2025</b>
	----- Rupees in '000 -----	
<b>NBP Fund Management Limited - the Management Company</b>		
Remuneration of the Management Company	1,951	435
Sindh sales tax on remuneration of the Management Company	293	65
Sales and transfer load payable	1,100	715
Sindh sales tax on sales and transfer load payable	166	109
Alternate delivery channel charges payable including Sindh sales tax payable	44	21
<b>Central Depository Company of Pakistan Limited - the Trustee</b>		
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	215	58
Sindh sales tax on remuneration of the Trustee	32	9
Security deposit receivable	100	100
Settlement charges payable	43	43
<b>National Bank of Pakistan - Parent of the Management Company</b>		
Bank balances	253	727
Shares held: 555,300 (June 30, 2025: 79,800)	134,483	8,673
Dividend receivable	83	83
<b>Employees of the Management Company</b>		
Units held: 2,008,927 (June 30, 2025: 144,377)	50,229	2,269
<b>Portfolios managed by the Management Company</b>		
Units held: 116 (June 30, 2025: 116)	3	2
<b>Taurus Securities Limited - subsidiary of Parent Company</b>		
Brokerage payable	159	156

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	----- Rupees in '000 -----	
<b>Shehla Bibi - unit holder with more than 10% holding**</b>		
Units held: 10,291,483 (June 30, 2025: Nil)	257,318	-
<b>East West Insurance Company Limited - unit holder with more than 10% holding**</b>		
Units held: 6,877,232 (June 30, 2025: Nil)	171,951	-
<b>Mahmud Yar Hiraj - unit holder with more than 10% holding*</b>		
Units held: Nil (June 30, 2025: 2,203,696)	-	34,636
<b>Forman Christian College - unit holder with more than 10% holding*</b>		
Units held: Nil (June 30, 2025: 2,126,467)	-	33,423

\* Current period figures have not been presented as the person is not a related party / connected person as at December 31, 2025.

\*\* Current period figures have only been presented as the person became a related party / connected person during the current period.

## 14 FAIR VALUE MEASUREMENT

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

### 14.1 Fair value hierarchy

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

Level 1: Quoted price (unadjusted) in an active market 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).

The Fund held the following financial instruments measured at fair value as at December 31, 2025 and June 30, 2025:

	----- Un-audited -----			
	----- As at December 31, 2025 -----			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
<b>Financial assets at fair value through profit or loss</b>				
Listed equity securities	1,572,954	-	-	1,572,954

----- Audited -----			
----- As at June 30, 2025 -----			
Level 1	Level 2	Level 3	Total

**Financial assets at  
fair value through profit or loss**

	----- Rupees in '000-----		
Listed equity securities	322,921	-	-
	<u>322,921</u>	<u>-</u>	<u>-</u>
			<u>322,921</u>

Valuation techniques used in determination of fair values is as follows:

Item	Valuation technique
Ordinary shares - listed	The fair value of investment in listed equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange.

There were no transfers between levels during the period.

## 15 GENERAL

**15.1** Figures in these condensed interim financial statements have been rounded off to the nearest thousand of Rupees, unless otherwise stated.

Corresponding figures have been re-classified and re-arranged in these condensed interim financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current period. No material rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.

## 16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 17, 2026 by the Board of Directors of the Management Company.

For NBP Fund Management Limited  
(Management Company)

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

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

\_\_\_\_\_  
Director

## Head Office

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