



*Managing Your Savings*

**NBP Fund Management Limited**



**NBP  
FINANCIAL SECTOR  
INCOME 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 Shahr-e-Faisal, Karachi.

### Bankers to the Fund

MCB Bank Limited	Zarai Taraqiyate Bank Limited
JS Bank Limited	MCB Islamic Bank Limited
Meezan Bank Limited	Faysal Bank Limited
Habib Bank Limited	The Bank of Punjab
United Bank Limited	Albaraka Bank of Pakistan
Bank Alfalah Limited	Bank Islami Pakistan Limited
Bank Al Habib Limited	U Microfinance Bank Limited
Askari Bank Limited	Telenor Microfinance Bank
Habib Metropolitan Bank Limited	Khushhali Microfinance Bank Limited
Allied Bank Limited	HBL Microfinance Bank Limited
National Bank of Pakistan	Mobilink Microfinance Bank Limited
Soneri Bank Limited	Dubai Islamic 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

## DIRECTORS' REPORT

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

### Fund's Performance

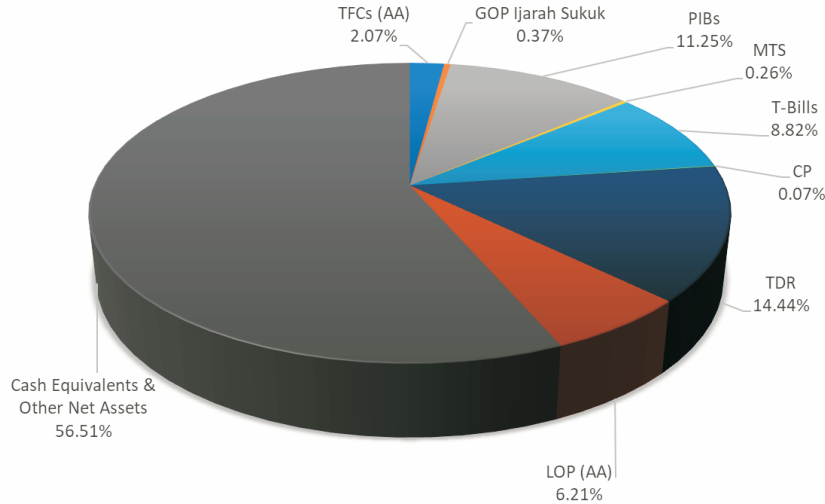
Despite benign inflation during 1HFY26, the State Bank of Pakistan (SBP) remained cautious and maintained the Policy Rate from May through November. In the latest Monetary Policy Committee Meeting held in December 2025, the policy rate was reduced by 50 basis points to 10.5%, aimed at supporting growth and stabilizing global commodity prices amid a favorable inflation outlook. Meanwhile, the National Consumer Price Index (NCPI) registered 5.6% YoY, bringing the six-month FY26 average to 5.1%, compared with 7.2% in the same period last year. GDP growth for FY26 is projected between 3.25% and 4.25%, supported by manufacturing, agriculture, and services. Nonetheless, risks persist from flood-related damages and global economic headwinds. On the external front, SBP reserves rose to USD 16.1 billion at Dec-end, bolstered by record remittances, improved investor confidence following a sovereign credit rating upgrade, and fiscal consolidation. Overall, Pakistan's macroeconomic outlook remains cautiously optimistic, underpinned by coordinated monetary and fiscal policies, structural reforms, and prudent debt management that aim to ensure stability and sustainable growth.

The secondary market yields on government securities and KIBOR witnessed notable declines, signaling reduced borrowing costs and improved liquidity conditions. This trend suggests scope for further rate reductions going forward. SBP conducted thirteen auctions, cumulatively targeting around PKR 8.2 trillion across various T-Bill maturities, while accepted bids totaled approximately PKR 9.3 trillion. Cut-off yields ranged between 10.48% and 11.35% across 1-month, 3-month, 6-month, and 12-month tenors, reflecting stable short-term borrowing costs. Secondary market yields declined by roughly 0.9%, 0.6%, 0.5%, and 0.5% for the respective tenors. Additionally, in PIB-Fixed auctions, around PKR 3.4 trillion was accepted across 2-year, 3-year, 5-year, 10-year, and 15-year tenors, with yields spanning 10.78%-12.45%. PIB-Floater (10-year) auctions cumulatively realized nearly PKR 1.6 trillion, with spreads between 0.63%-0.95%. Taken together, these developments highlight SBP's proactive liquidity management, characterized by balanced participation across conventional instruments, moderate yields, and strong investor appetite across both short- and long-term tenors. This reinforces stakeholder confidence in Pakistan's debt market and supports the broader narrative of cautious but steady economic progress.

The Fund is unique as it invests a minimum 70% of its assets in financial sector (mainly banks) debt securities, instruments or deposits. Minimum entity / instrument rating of debt securities is 'AA-'. This minimizes credit risk and at the same time enhances the liquidity of the Fund. Duration of the Fund cannot be more than one year. This minimizes interest rate or pricing risk. The Fund invests 25% of its assets in less than 90 days T-Bills or saving accounts with banks, which further enhances the liquidity profile of the Fund. The Fund has been assigned 'A+ (f)' fund stability rating by PACRA.

The size of NBP Financial Sector Income Fund has decreased from Rs. 75,068 million to Rs. 69,238 million during the period, 8% down. The unit price of the Fund has increased from Rs. 10.6788 on June 30, 2025 to Rs. 11.2421 on December 31, 2025 thus showing a return of 10.5% p.a. as compared to its Benchmark return of 10.5% p.a. for the same period. The performance of the Fund is net of management fee and other expenses.

The Fund has earned a total income of Rs. 4,164.79 million during the period. After deducting total expenses of Rs. 467.93 million, the net income is Rs. 3,696.86 million. The below chart presents the asset allocation and the weighted average credit rating of each of the sub-asset classes of NFSIF.



## 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 میٹجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2025ء کو تمہونے والی ششماہی کے لئے NBP فنانیشنل سیکٹورل انکم فنڈ (NFSIF) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

### فنانس کی کارکردگی

2025 1HFY کے دوران افراط زر نسبتاً معتدل رہنے کے باوجود، اسٹیٹ بینک آف پاکستان (SBP) نے محتاط پالیسی اپنائے رکھی اور مئی سے نومبر تک پالیسی ریٹ کو برقرار رکھا۔ تاہم، دسمبر 2025 میں منعقدہ مانیٹری پالیسی کمیٹی کے تازہ ترین اجلاس میں، سازگار افراط زر کے منظر نامہ اور عالمی اجناس کی قیمتوں میں استحکام کے تناظر میں معاشی نمو کو سہارا دینے کے لیے پالیسی ریٹ میں 50 بیس پوائنٹس کی کمی کرتے ہوئے اسے 10.5% کر دیا گیا۔ اسی دوران، فنانیشنل کتزیومر پرائس انڈیکس (NCPI) کے مطابق افراط زر سال بنیاد پر 5.6% ریکارڈ کیا گیا، جس کے نتیجے میں FY26 کے پہلے چھ ماہ کی اوسط افراط زر 5.1% رہی، جبکہ گزشتہ سال اسی مدت میں یہ 7.2% تھی۔ FY26 کے لیے مجموعی قومی پیداوار (GDP) کی شرح نمو 3.25% سے 4.25% کے درمیان رہنے کا امکان ہے، جس کی بنیاد مینوفیکچرنگ، زراعت اور خدمات کے شعبوں میں بہتری پر ہے۔ تاہم، سیلاب سے متعلق نقصانات اور عالمی معاشی دباؤ کے باعث خطرات بدستور موجود ہیں۔ بیرونی محاذ پر، دسمبر کے اختتام تک اسٹیٹ بینک پاکستان کے زرمبادلہ کے ذخائر بڑھ کر 16.1 بلین امریکی ڈالر تک پہنچ گئے، جنہیں ریکارڈ سطح کی ترسیلات زر، خود مختار کریڈٹ ریٹنگ میں بہتری کے بعد سرمایہ کاروں کے اعتماد میں اضافہ، اور مالیاتی استحکام نے تقویت دی۔ مجموعی طور پر، پاکستان کا معاشی منظر نامہ محتاط طور پر اُمید ہے، جو مریوط مانیٹری اور مالی پالیسیوں، سائنسی اصلاحات، اور محتاط قرضہ جاتی نظم و نسق پر مبنی ہے، جن کا مقصد استحکام اور پائیدار معاشی نمو کو یقینی بنانا ہے۔

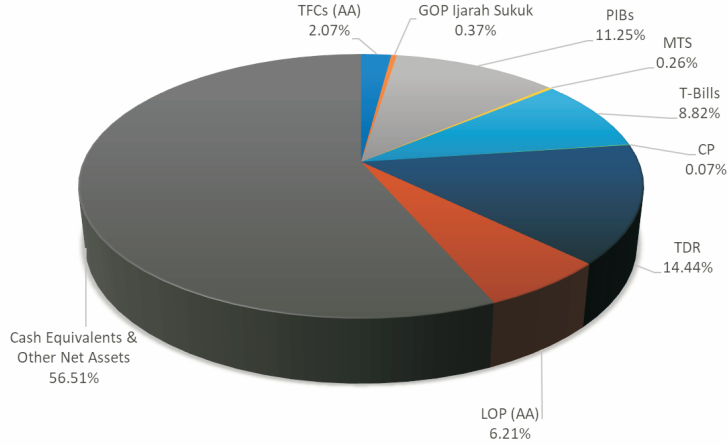
حکومتی سیکورٹیز کی ثانوی مارکیٹ میں شرح منافع (Yields) اور کاسٹ میں نمایاں کمی ریکارڈ کی گئی، جو قرض کی لاگت میں کمی اور مالیاتی نظام میں لیکویڈیٹی کی بہتر صورتحال کی نشاندہی کرتی ہے۔ یہ رجحان آئندہ مدت میں مزید شرح سود میں کمی کی گنجائش کی طرف اشارہ کرتا ہے۔ اسٹیٹ بینک آف پاکستان (SBP) نے مختلف مدت کے ٹریڈری بلز کی تیرہ بیلامیاں منعقد کیں، جن کے ذریعے مجموعی طور پر تقریباً 8.2 ٹریلین روپے کا ہدف مقرر کیا گیا، جبکہ منظور شدہ بولیوں کا حجم تقریباً 9.3 ٹریلین روپے رہا۔ ایک ماہ، تین ماہ، چھ ماہ، اور بارہ ماہ کی مدتوں میں کٹ آف پیداوار 10.48% سے 11.35% کے درمیان رہیں، جو قلیل مدتی قرض گیری کی مستحکم لاگت کی عکاسی کرتی ہیں۔ ثانوی مارکیٹ میں پیداوار بالترتیب ایک ماہ، تین ماہ، چھ ماہ، اور بارہ ماہ کی مدتوں کے لیے تقریباً 0.5%، 0.6%، 0.5% اور 0.5% کم ہوئیں۔ مجموعی طور پر، یہ پیش رفت اسٹیٹ بینک کی فعال لیکویڈیٹی میٹجمنٹ کی عکاس ہے، جس میں روایتی مالیاتی آلات میں متوازن شرکت، معتدل پیداوار، اور قلیل و طویل مدتی مدتوں میں سرمایہ کاروں کی مضبوط دلچسپی شامل ہے۔ اس کے نتیجے میں پاکستان کی ڈیٹ مارکیٹ میں اسٹیک ہولڈرز کے اعتماد کو مزید تقویت ملی اور محتاط مگر بتدریج معاشی بہتری کے مجموعی پیمانے کو سہارا حاصل ہوا۔

یہ فنڈ منفر دے کیونکہ یہ اپنے اثاثوں کا کم از کم 70% مالیاتی شعبے (بنیادی طور پر بینکوں) کے قرض کی سیکورٹیز، آلات یا ڈپازٹس میں لگاتا ہے۔ قرض کی ضمانتوں کی کم از کم ہستی/آلہ کی درجہ بندی 'AA' ہے۔ یہ کریڈٹ رسک کو کم کرتا ہے اور ساتھ ہی فنڈ کی لیکویڈیٹی کو بڑھاتا ہے۔ فنڈ کی مدت ایک سال سے زیادہ نہیں ہو سکتی۔ یہ شرح سود یا قیمتوں کے خطرے کو کم کرتا ہے۔ فنڈ اپنے اثاثوں کا 25% ٹیلی میٹیکوں میں بچت کھاتوں میں 90 دنوں سے بھی کم وقت میں لگاتا ہے، جس سے فنڈ کے لیکویڈیٹی پروفائل میں مزید اضافہ ہوتا ہے۔ فنڈ کو PACRA کی جانب سے 'A+(f)' فنڈ استحکام کی درجہ بندی تقویض کی گئی ہے۔

NBP فنانیشنل سیکٹورل انکم فنڈ کا ساٹھ ماہ کی مدت کے دوران 75,068 ملین روپے سے کم ہو کر 69,238 ملین روپے ہو گیا (یعنی 8% اضافہ)۔ اس مدت کے دوران، فنڈ کے پونٹ کی قیمت 30 جون 2025 کو 10.6788 روپے سے بڑھ کر 31 دسمبر 2025 کو 11.2421 روپے تک پہنچ چکی ہے، لہذا اسی مدت کے لئے اپنے بیچ مارک منافع 10.5% کے مقابلے میں 10.5% کا منافع راج کرایا۔ یہ کارکردگی میٹجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ نے موجودہ مدت کے دوران 4,164.79 ملین روپے کی مجموعی آمدنی کمائی ہے۔ 467.93 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 3,696.86 ملین روپے ہے۔

درج ذیل چارٹ NFSIF کی ایسٹ ایلوکیشن اور اس کے ذیلی اثاثوں کے تمام درجوں کی پیمائش شدہ اوسط کریڈٹ ریٹنگ پیش کرتا ہے:



## 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 Income 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 six months 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 Income Fund (the Fund) as at December 31, 2025 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flows and notes to and forming part of the condensed interim financial statements for the half year ended December 31, 2025 (here-in-after referred to as the 'condensed interim financial statements'). NBP Fund Management Limited (the Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim 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 condensed 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 condensed interim financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

### Other Matter

Pursuant to requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Fund. Accordingly, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2025 and December 31, 2024 have not been reviewed by us.

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

**Yousuf Adil**  
**Chartered Accountants**  
**Engagement Partner**  
Nadeem Yousuf Adil

Place: Karachi  
Date: February 25, 2026

UDIN: RR202510091ZJNLtCeWV

## 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	38,862,486	54,322,183
Investments	5	29,930,516	20,221,149
Receivable against margin trading system		182,801	67,278
Profit receivable		537,458	299,353
Receivables from funds under management by Management Company against conversion of units		9,977	6,521,650
Advance, deposit and prepayment		6,684	7,149
<b>Total assets</b>		<b>69,529,922</b>	<b>81,438,762</b>
<b>LIABILITIES</b>			
Payable to NBP Fund Management Limited - Management Company	6	58,054	114,004
Payable to Central Depository Company of Pakistan Limited - Trustee	7	4,586	4,810
Payable to Securities and Exchange Commission of Pakistan	8	3,984	4,178
Payable against conversion and redemption of units		142,818	4,826,205
Payable against purchase of investments		-	-
Accrued expenses and other liabilities	9	82,951	1,421,930
<b>Total liabilities</b>		<b>292,393</b>	<b>6,371,127</b>
<b>NET ASSETS</b>		<b>69,237,529</b>	<b>75,067,635</b>
<b>UNITHOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>69,237,529</b>	<b>75,067,635</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	10	----- (Number of units) -----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>6,158,763,712</b>	<b>7,029,574,848</b>
<b>NET ASSETS VALUE PER UNIT</b>		<b>11.2421</b>	<b>10.6788</b>

The annexed notes 1 to 18 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 31 DECEMBER 2025

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
<b>INCOME</b>	(Rupees in '000)		(Rupees in '000)	
Income on term deposit receipts	364,732	-	226,609	-
Income on term finance certificates, sukuk and commercial papers	121,026	242,590	55,260	99,926
Income on Market Treasury Bills and Pakistan Investment Bonds	797,773	1,338,572	391,310	565,378
Income on certificate of investment	23,360	-	-	-
Income on letter of placement	611,942	1,267,143	229,293	674,663
Income on margin trading system	112,475	117,531	49,681	72,981
Profit on bank deposits	2,099,116	2,474,352	916,489	1,042,166
Gain on sale of investments - net	(3,243)	100,055	(655)	85,794
Net unrealised appreciation / (diminution) on re-measurement of investments classified as financial asset at 'fair value through profit or loss' (FVTPL)	37,614	151,495	60,740	(89,807)
	34,371	251,550	60,085	(4,013)
<b>Total income</b>	<b>4,164,795</b>	<b>5,691,738</b>	<b>1,928,727</b>	<b>2,451,101</b>
<b>EXPENSES</b>				
Remuneration of NBP Fund Management Limited - Management Company	6.1	347,381	296,985	148,177
Sindh Sales Tax on remuneration of Management Company	6.2	52,107	44,548	22,226
Remuneration of Central Depository Company of Pakistan Limited -Trustee	7.1	27,338	22,988	12,247
Sindh Sales Tax on remuneration of Trustee	7.2	4,101	3,448	1,837
Reimbursement of selling and marketing expenses	6.3	-	35,328	-
Sindh Sales Tax expense on selling & marketing		-	5,299	-
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	6.4	-	37,067	-
Sindh Sales Tax expense on allocated expenses		-	5,560	-
Annual fee - Securities and Exchange Commission of Pakistan		27,338	22,988	12,247
Settlement and bank charges		7,669	5,262	3,949
Auditors' remuneration		811	744	405
Mutual fund rating fee		496	90	248
Securities transaction cost		517	1,161	207
Professional charges		145	76	107
Annual listing fee		32	14	24
<b>Total expenses</b>		<b>467,935</b>	<b>481,558</b>	<b>201,674</b>
<b>Net income from operating activities</b>		<b>3,696,860</b>	<b>5,210,180</b>	<b>1,727,053</b>
<b>Net income for the period before taxation</b>		<b>3,696,860</b>	<b>5,210,180</b>	<b>1,727,053</b>
Taxation	11	-	-	-
<b>Net income for the period after taxation</b>		<b>3,696,860</b>	<b>5,210,180</b>	<b>1,727,053</b>
<b>Allocation of net income for the period</b>				
Net income for the period		3,696,860	5,210,180	
Income already paid on units redeemed		(880,608)	(963,141)	
		<b>2,816,252</b>	<b>4,247,039</b>	
<b>Accounting income available for distribution:</b>				
- Relating to capital gains		34,371	251,550	
- Excluding capital gains		2,781,881	3,995,489	
		<b>2,816,252</b>	<b>4,247,039</b>	

The annexed notes 1 to 18 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 31 DECEMBER 2025

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
<b>Net income for the period after taxation</b>	<b>3,696,860</b>	5,210,180	1,727,053	2,224,803
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>3,696,860</b>	5,210,180	1,727,053	2,224,803

The annexed notes 1 to 18 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 31 DECEMBER 2025

	Half year ended December 31, 2025			Half year ended December 31, 2024		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	----- (Rupees in '000) -----					
<b>Net assets at beginning of the period (audited)</b>	<b>74,436,454</b>	<b>631,181</b>	<b>75,067,635</b>	59,151,460	513,145	59,664,605
Issuance of 3,763,550,111 units (2024: 3,134,945,768 units)						
- Capital value (at ex - net assets value per unit)	<b>40,190,199</b>	-	<b>40,190,199</b>	33,405,355	-	33,405,355
- Element of income	<b>962,617</b>	-	<b>962,617</b>	1,775,859	-	1,775,859
Total proceeds on issuance of units	<b>41,152,816</b>	-	<b>41,152,816</b>	35,181,214	-	35,181,214
Redemption of 4,634,361,247 units (2024: 2,916,161,464 units)						
- Capital value (at ex - net assets value per unit)	<b>(49,489,417)</b>	-	<b>(49,489,417)</b>	(31,074,033)	-	(31,074,033)
- Element of loss	<b>(309,757)</b>	<b>(880,608)</b>	<b>(1,190,365)</b>	(460,522)	(963,141)	(1,423,663)
Total payments on redemption of units	<b>(49,799,174)</b>	<b>(880,608)</b>	<b>(50,679,782)</b>	(31,534,555)	(963,141)	(32,497,696)
Total comprehensive income for the year	-	<b>3,696,860</b>	<b>3,696,860</b>	-	5,210,180	5,210,180
<b>Net assets at end of the period</b>	<b>65,790,096</b>	<b>3,447,433</b>	<b>69,237,529</b>	62,798,119	4,760,184	67,558,303
Undistributed income brought forward						
- Realised income		<b>577,495</b>			500,558	
- Unrealised gain / (loss)		<b>53,686</b>			12,587	
		<b>631,181</b>			513,145	
Accounting income available for distribution:						
- Relating to capital gains		<b>34,371</b>			251,550	
- Excluding capital gains		<b>2,781,881</b>			3,995,489	
		<b>2,816,252</b>			4,247,039	
Distribution during the period		-			-	
Undistributed income carried forward		<b>3,447,433</b>			4,760,184	
Undistributed income carried forward						
- Realised		<b>3,409,819</b>			4,608,689	
- Unrealised gain / (loss)		<b>37,614</b>			151,495	
		<b>3,447,433</b>			4,760,184	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<b>10.6788</b>			10.6558
Net assets value per unit at end of the period			<b>11.2421</b>			11.6119

The annexed notes 1 to 18 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 31 DECEMBER 2025

	Note	Half year ended December 31,	
		2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		----- (Rupees in '000) -----	
Net income for the period before taxation		3,696,860	5,210,180
<b>Adjustments:</b>			
Net unrealised (appreciation) on re-measurement of investments at 'fair value through profit or loss'		(37,614)	(151,495)
		<b>3,659,246</b>	<b>5,058,685</b>
<b>Decrease / (Increase) in assets</b>			
Investments - net		1,628,247	(3,530,387)
Receivable against Margin Trading System		(115,523)	(1,300,772)
Profit receivable		(238,105)	433,653
Advance, deposit and prepayment		465	73
		<b>1,275,084</b>	<b>(4,397,433)</b>
<b>(Decrease) in liabilities</b>			
Payable to NBP Fund Management Limited - Management Company		(55,950)	(33,713)
Payable to Central Depository Company of Pakistan Limited - Trustee		(224)	570
Payable to Securities and Exchange Commission of Pakistan		(194)	434
Accrued expenses and other liabilities		(1,338,979)	(203,412)
		<b>(1,395,347)</b>	<b>(236,121)</b>
<b>Net cash generated from operating activities</b>		<b>3,538,983</b>	<b>425,131</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Amounts received against issuance of units		47,664,489	36,561,400
Payment against redemption of units		(55,363,169)	(32,606,545)
Cash dividend paid		-	-
<b>Net cash (used in) / generated from financing activities</b>		<b>(7,698,680)</b>	<b>3,954,855</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(4,159,697)</b>	<b>4,379,986</b>
Cash and cash equivalents at beginning of the period		<b>57,322,183</b>	<b>44,483,949</b>
<b>Cash and cash equivalents at end of the period</b>	14	<b>53,162,486</b>	<b>48,863,935</b>

The annexed notes 1 to 18 form an integral part of these condensed Interim financial statements.

For NBP Fund Management Limited  
(Management Company)

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

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Chief Executive Officer

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Director

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

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 NBP Financial Sector Income Fund (the Fund) was established under a Trust Deed entered into July 28, 2011 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 July 11, 2011 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2 "During the year ended June 30, 2021 the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trust Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on October 14, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- "
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the 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 No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of Mutual Funds Association of Pakistan (MUFAP).
- 1.4 The Fund is an open-ended mutual fund classified as an "income scheme" by the Management Company as per the criteria for categorization of open end collective investment scheme as specified by Securities and Exchange Commission of Pakistan (SECP) and other allied matters and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.
- 1.5 The core objective of the Fund is to provide income enhancement and preservation of capital by investing in prime quality Financial Sector term finance certificates (TFCs) / sukuks, bank deposits and short-term money market instruments.
- 1.6 The Pakistan Credit Rating Agency (PACRA) has determined the asset manager rating of Management Company of AM1 (June 30, 2025: "AM1" on June 21, 2025). The rating reflects 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 at "A+(f)" on October 17, 2025 (June 30, 2025: "A+(f)" on April 17, 2025).
- 1.7 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.8 The Fund also provides accidental death (free), life insurance / life takaful and health coverage to unitholders of the Fund as stated in the Offering Document.

The cost of premium is borne by the investor (where applicable). Such premium cost is deducted from the unit holder's investment on a monthly basis in case of life insurance and annual basis in case of health insurance and deposited with the Insurance Company / Takaful Operator by the Management Company as per the terms and conditions of the Insurance / Takaful coverage defined in the Insurance / Takaful policy document signed between the Insurance Company / Takaful Operator and Management Company.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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 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 and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements do not include all the information and disclosures required in a full set of the 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.
- 2.3** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2025.

### **3 MATERIAL ACCOUNTING POLICY INFORMATION**

- 3.1** The 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 the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting 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 these 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 in the audited annual 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 audited annual financial statements as at and for the year ended June 30, 2025.

- 3.3 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan 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, 2024. However, these do not have any significant impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

- 3.4 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are not yet effective**

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2025. However, these will not have any significant effects on the Fund's financial statements and are, therefore, not detailed in these condensed interim financial statements.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>4</b>	<b>BANK BALANCES</b>		
	In current accounts	2,804	17,480
	In savings accounts	38,859,682	54,304,703
		<u>38,862,486</u>	<u>54,322,183</u>

4.1 These accounts carry profit at the rates ranging from 0.1% to 13% (June 30, 2025: 0.1% to 11.55%) per annum.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>5</b>	<b>INVESTMENTS</b>		
	<b>Financial assets 'at fair value through profit or loss'</b>		
	Term finance certificates (TFCs) and sukuks - listed	338,725	407,530
	Term finance certificates (TFCs) and sukuks - unlisted	1,092,496	1,374,071
	Government securities - GoP Ijarah Sukuk Certificates	254,740	353,780
	Government securities - Pakistan Investment Bonds	7,785,800	4,850,801
	Government securities - Market Treasury Bills	6,109,812	9,234,967
		<u>15,581,573</u>	<u>16,221,149</u>
	<b>Financial assets 'at amortised cost'</b>		
	Term deposit receipts	10,000,000	3,000,000
	Commercial paper	48,943	-
	Letter of placement	4,300,000	-
	Certificate of Investment	-	1,000,000
		<u>14,348,943</u>	<u>4,000,000</u>
		<u>29,930,516</u>	<u>20,221,149</u>

## 5.1 Term finance certificates (TFCs) and sukuks - listed

Name of the investee company	As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025	Carrying Value December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Market value as a percentage of	
								Net assets of the Fund	Total investments of the Fund
				(Number of certificates)				(Rupees in '000)	
				(Rupees in '000)				(%)	
K- Electric Limited Sukuk 5	132,576	-	-	132,576	236,347	234,212	(2,135)	0.34	0.78
Soneri Bank Limited	1,050	-	-	1,050	104,874	104,513	(361)	0.15	0.35
<b>Total as at December 31, 2025 (un-audited)</b>	<u>133,626</u>	<u>-</u>	<u>-</u>	<u>133,626</u>	<u>341,221</u>	<u>338,725</u>	<u>(2,496)</u>	<u>0.49</u>	<u>1.13</u>
Total as at June 30, 2025 (audited)					409,839	407,530	(2,309)		

5.1.1 Significant terms and conditions of listed term finance certificates and sukuks at the year end are as follows:

Name of securities	Number of certificates	Repayment frequency	Unredeemed face value (Rupees)	Mark-up rate (per annum)	Issue date	Maturity date	Rating
<b>Listed term finance certificates and sukuks</b>							
K- Electric Limited Sukuk 5	132,576	Quarterly	232,008,000	3 - Months KIBOR plus 1.70%	August 03, 2020	August 03, 2027	AA+
Soneri Bank Limited	1,050	Semi Annually	104,874,000	6 - Months KIBOR plus 1.70%	December 26, 2022	December 26, 2032	A+

## 5.2 Term finance certificates (TFCs) and sukuks - unlisted

Name of the investee company	Note	As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025	Carrying Value December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Market value as a percentage of	
									Net assets of the Fund	Total investments of the Fund
		(Number of certificates)			(Rupees in '000)			(%)		
Askari Commercial Bank Limited		283	-	283	-	-	-	-	0.00	0.00
Bank of Punjab	5.2.1	500	-	-	500	50,631	50,361	(270)	0.07	0.17
Meezan Sukuk	5.2.1	172	-	-	172	172,319	172,049	(270)	0.25	0.57
Samba Bank Limited	5.2.1	8,687	-	-	8,687	865,350	870,086	4,736	1.26	2.91
<b>Total as at December 31, 2025 (un-audited)</b>		<b>9,642</b>	<b>-</b>	<b>283</b>	<b>9,359</b>	<b>1,088,300</b>	<b>1,092,496</b>	<b>4,196</b>	<b>1.58</b>	<b>3.65</b>
Total as at June 30, 2025 (audited)						1,369,931	1,374,071	4,140		

### 5.2.1 Significant terms and conditions of unlisted term finance certificates and sukuks at the period ended are as follows:

Name of securities	Number of certificates	Repayment frequency	Unredeemed face value (Rupees)	Mark-up rate (per annum)	Issue date	Maturity date	Rating
<b>Unlisted term finance certificates and sukuks</b>							
Bank of Punjab	500	Semi Annually	49,850,000	6 - Months KIBOR plus 1.25%	April 23, 2018	April 23, 2028	AA
Meezan Sukuk	172	Semi Annually	172,000,000	6 - Months KIBOR plus 0.35%	December 16, 2021	December 16, 2031	AAA
Samba Bank Limited	8,687	Semi Annually	867,136,340	6 - Months KIBOR plus 1.35%	March 01, 2021	March 01, 2031	AA-

## 5.3 Government securities - GoP Ijarah Sukuk Certificates

Name of security	As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025	Carrying Value December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Market value as a percentage of	
								Net assets of the Fund	Total investments of the Fund
		(Number of certificates)			(Rupees in '000)			(%)	
GIS-VRR-23	70,000	-	19,260	50,740	256,440	254,740	(1,700)	0.37	0.85
<b>Total as at December 31, 2025 (un-audited)</b>	<b>70,000</b>	<b>-</b>	<b>19,260</b>	<b>50,740</b>	<b>256,440</b>	<b>254,740</b>	<b>(1,700)</b>	<b>0.37</b>	<b>0.85</b>
Total as at June 30, 2025 (audited)					356,965	353,780	(3,185)		

## 5.4 Government securities - Pakistan Investment Bonds

Issue date	Tenor	Face value				Carrying Value December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025				Net assets of the Fund	Total investments of the Fund
		(Rupees in '000)				(%)				
September 21, 2023	5 Years	69,000	-	-	69,000	68,197	410	0.10	0.23	
October 19, 2023	3 Years	1,063,000	300,000	-	1,363,000	1,359,699	6,027	1.97	4.56	
April 18, 2024	5 Years	1,200,000	-	-	1,200,000	1,189,800	6,141	1.72	3.98	
June 27, 2024	5 Years	500,000	-	-	500,000	491,787	495,400	3,613	0.72	1.66
September 20, 2024	2 Years	1,000,000	-	-	1,000,000	930,322	930,281	(41)	1.34	3.11
October 03, 2024	5 Years	500,000	-	-	500,000	491,139	495,450	4,311	0.72	1.66
January 16, 2025	2 Years	500,000	-	-	500,000	450,080	451,093	1,013	0.65	1.51
January 16, 2025	3 Years	250,000	-	-	250,000	253,924	256,938	3,014	0.37	0.86
September 05, 2024	5 years	-	1,850,000	-	1,850,000	1,823,688	1,833,905	10,217	2.65	6.13
April 06, 2023	5 years	-	450,000	-	450,000	445,456	448,200	2,744	0.65	1.50
September 21, 2023	3 years	-	250,000	-	250,000	249,329	250,400	1,071	0.36	0.84
<b>Total as at December 31, 2025 (un-audited)</b>		<b>5,082,000</b>	<b>2,850,000</b>	<b>-</b>	<b>7,932,000</b>	<b>7,747,280</b>	<b>7,785,800</b>	<b>38,520</b>	<b>11.25</b>	<b>26.04</b>
Total as at June 30, 2025 (audited)						4,804,661	4,850,801	46,140		

## 5.5 Government securities - Market Treasury Bills

Issue date	Tenor	Face value				Carrying value December 31, 2025	Market value as at December 31, 2025	Unrealised appreciation / (diminution) as at December 31, 2025	Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025				Net assets of the Fund	Total investments of the Fund
								----- (Rupees in '000) -----		----- (%) -----
May 02, 2025	12 Month	1,500,000	-	-	1,500,000	1,451,118	1,450,808	(310)	2.10	4.85
May 02, 2025	6 Month	36,000	-	36,000	-	-	-	-	0.00	0.00
October 02, 2025	12 Month	-	154,000	-	154,000	142,426	142,886	459	0.21	0.48
October 02, 2025	1 Month	-	500,000	500,000	-	-	-	-	0.00	0.00
October 03, 2024	12 Month	500,000	-	500,000	-	-	-	-	0.00	0.00
September 05, 2024	12 Month	165,000	-	165,000	-	-	-	-	0.00	0.00
March 06, 2025	6 Month	2,000,000	-	2,000,000	-	-	-	-	0.00	0.00
August 07, 2025	1 Month	-	500,000	500,000	-	-	-	-	0.00	0.00
August 07, 2025	12 Month	-	371,400	21,400	350,000	329,546	329,601	55	0.48	1.10
August 08, 2024	12 Month	447,700	5,000,000	5,447,700	-	-	-	-	0.00	0.00
January 09, 2025	12 Month	430,000	-	-	430,000	429,150	429,141	(10)	0.62	1.43
July 11, 2024	12 Month	-	232,300	232,300	-	-	-	-	0.00	0.00
December 12, 2024	12 Month	5,100	-	5,100	-	-	-	-	0.00	0.00
June 12, 2025	6 Month	1,000,000	-	1,000,000	-	-	-	-	0.00	0.00
June 12, 2025	12 Month	1,000,000	-	-	1,000,000	956,520	956,098	(422)	1.38	3.19
May 15, 2025	12 Month	500,000	-	-	500,000	481,874	481,744	(130)	0.70	1.61
April 17, 2025	3 Month	-	5,000	5,000	-	-	-	-	0.00	0.00
April 17, 2025	12 Month	1,000,000	-	-	1,000,000	971,110	970,978	(132)	1.40	3.24
August 21, 2025	1 Month	-	250,000	250,000	-	-	-	-	0.00	0.00
August 22, 2024	12 Month	99,100	1,008,600	1,107,700	-	-	-	-	0.00	0.00
January 23, 2025	12 Month	1,000,000	-	-	1,000,000	994,090	994,080	(10)	1.44	3.32
July 24, 2025	1 Month	-	50,400	50,400	-	-	-	-	0.00	0.00
July 24, 2025	12 Month	-	375,000	-	375,000	354,886	354,477	(409)	0.51	1.18
November 28, 2024	12 Month	87,000	-	87,000	-	-	-	-	0.00	0.00
<b>Total as at December 31, 2025 (un-audited)</b>		<b>9,769,900</b>	<b>8,446,700</b>	<b>11,907,600</b>	<b>6,309,000</b>	<b>6,110,721</b>	<b>6,109,812</b>	<b>(909)</b>	<b>8.84</b>	<b>20.40</b>
Total as at June 30, 2025 (audited)						9,226,067	9,234,967	8,900		

## 5.6 Term deposit receipts

Name of investee company	Profit rate per annum	Maturity date	Face value				Carrying value as at December 31, 2025	Market value as at December 31, 2025	Market value as a percentage of	
			As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025			Net assets of the Fund	Total investments of the Fund
								----- (Rupees in 000') -----		----- (%) -----
Mobilink Microfinance Bank Limited	12.25%	July 28, 2025	3,000,000	-	3,000,000	-	-	-	-	-
Mobilink Microfinance Bank Limited	11.50%	October 28, 2025	-	3,000,000	3,000,000	-	-	-	-	-
United Bank Limited	10.95%	October 30, 2025	-	5,000,000	5,000,000	-	-	-	-	-
U Microfinance Bank Limited	14.00%	December 01, 2025	-	1,000,000	1,000,000	-	-	-	-	-
United Bank Limited	11.05%	February 11, 2026	-	3,000,000	-	3,000,000	3,000,000	3,000,000	4.33	10.02
Bank Al-Falah Limited	11.30%	January 02, 2026	-	2,000,000	-	2,000,000	2,000,000	2,000,000	2.89	6.68
U Microfinance Bank Limited	14.00%	December 18, 2025	-	3,500,000	3,500,000	-	-	-	-	-
U Microfinance Bank Limited	14.00%	January 01, 2026	-	1,000,000	-	1,000,000	1,000,000	1,000,000	1.44	3.34
U Microfinance Bank Limited	14.00%	January 18, 2026	-	3,500,000	-	3,500,000	3,500,000	3,500,000	5.06	11.69
U Microfinance Bank Limited	13.49%	January 29, 2026	-	500,000	-	500,000	500,000	500,000	0.72	1.67
<b>Total as at December 31, 2025 (un-audited)</b>			<b>3,000,000</b>	<b>22,500,000</b>	<b>15,500,000</b>	<b>10,000,000</b>	<b>10,000,000</b>	<b>10,000,000</b>	<b>14.44</b>	<b>33.40</b>
Total as at June 30, 2025 (audited)						3,000,000	3,000,000	3,000,000		

## 5.7 Commercial Paper

Name of Issuer	Tenor	Maturity Date	Face value				Carrying value as at December 31, 2025	Market value as at December 31, 2025	Market value as a percentage of	
			As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025			Net assets of the Fund	Total investments of the Fund

Pakistan Microfinance Investment Company Limited	6 months	March 11, 2026	-	50,000	-	50,000	48,943	48,943	0.07	0.16
<b>Total</b>			-	<b>50,000</b>	-	<b>50,000</b>	<b>48,943</b>	<b>48,943</b>	<b>0.07</b>	<b>0.16</b>

Total as at December 31, 2025 (un-audited) 50,000    48,943    48,943    0.07    0.16

Total as at June 30, 2025 (audited) -    -    -    -    -

## 5.8 Letter of placement

Issue date	Counter Party	Face value				Carrying value as at December 31, 2025	Market value as at December 31, 2025	Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025			Net assets of the Fund	Total investments of the Fund

(Rupees in '000)									
July 02, 2025	Pak-Libya Holding Co. (Pvt.) Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
July 04, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
July 17, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
July 17, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
July 18, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
July 18, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
July 18, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 21, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
July 21, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
July 21, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
July 22, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
July 22, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 23, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
July 23, 2025	JS Bank Limited	-	10,000,000	10,000,000	-	-	-	-	-
July 23, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 23, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
July 24, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
July 24, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 25, 2025	Pak-Libya Holding Co. (Pvt.) Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
July 25, 2025	JS Bank Limited	-	10,000,000	10,000,000	-	-	-	-	-
July 25, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 28, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 29, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 30, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
July 30, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
July 31, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
August 01, 2025	Pak Kuwait Investment Company	-	5,000,000	5,000,000	-	-	-	-	-
August 07, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
August 08, 2025	Pak Kuwait Investment Company	-	5,010,596	5,010,596	-	-	-	-	-
August 08, 2025	Pak-Oman Inv. Co. Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
August 08, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
August 15, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
August 15, 2025	Pak Kuwait Investment Company	-	5,021,214	5,021,214	-	-	-	-	-
August 15, 2025	JS Bank Limited	-	10,000,000	10,000,000	-	-	-	-	-
August 19, 2025	Zarai Taraqati Bank Ltd	-	12,000,000	12,000,000	-	-	-	-	-

# NBP FINANCIAL SECTOR INCOME FUND



Issue date	Counter Party	Face value				Carrying value as at December 31, 2025	Market value as at December 31, 2025	Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025			Net assets of the Fund	Total investments of the Fund
----- (Rupees in '000) -----								----- (%) -----	
August 20, 2025	Pak Kuwait Investement Company	-	3,343,000	3,343,000	-	-	-	-	-
August 20, 2025	Zarai Taraqati Bank Ltd	-	10,000,000	10,000,000	-	-	-	-	-
August 21, 2025	Zarai Taraqati Bank Ltd	-	10,000,000	10,000,000	-	-	-	-	-
August 22, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
August 22, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
August 22, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
August 22, 2025	Pak Kuwait Investement Company	-	5,031,836	5,031,836	-	-	-	-	-
August 22, 2025	Pak-Oman Inv. Co. Ltd.	-	2,200,000	2,200,000	-	-	-	-	-
August 27, 2025	Pak Brunei Investement Company	-	5,000,000	5,000,000	-	-	-	-	-
August 29, 2025	Pak Kuwait Investement Company	-	5,042,451	5,042,451	-	-	-	-	-
September 02, 2025	JS Bank Limited	-	7,000,000	7,000,000	-	-	-	-	-
September 05, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
September 05, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
September 05, 2025	JS Bank Limited	-	4,000,000	4,000,000	-	-	-	-	-
September 12, 2025	JS Bank Limited	-	4,000,000	4,000,000	-	-	-	-	-
September 12, 2025	JS Bank Limited	-	3,000,000	3,000,000	-	-	-	-	-
September 17, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
September 18, 2025	Pak-Libya Holding Co. (Pvt.) Ltd.	-	2,650,000	2,650,000	-	-	-	-	-
September 19, 2025	Pak Brunei Investement Company	-	7,000,000	7,000,000	-	-	-	-	-
September 19, 2025	Pak-Libya Holding Co. (Pvt.) Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
September 19, 2025	Zarai Taraqati Bank Ltd	-	3,500,000	3,500,000	-	-	-	-	-
September 22, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
September 23, 2025	Zarai Taraqati Bank Ltd	-	1,500,000	1,500,000	-	-	-	-	-
September 24, 2025	United Bank Ltd	-	2,000,000	2,000,000	-	-	-	-	-
September 25, 2025	United Bank Ltd	-	2,000,000	2,000,000	-	-	-	-	-
September 26, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
September 26, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
September 26, 2025	JS Bank Limited	-	3,500,000	3,500,000	-	-	-	-	-
October 03, 2025	PAIR Investment Company	-	1,000,000	1,000,000	-	-	-	-	-
October 06, 2025	Zarai Taraqati Bank Ltd	-	2,000,000	2,000,000	-	-	-	-	-
October 07, 2025	United Bank Ltd	-	2,000,000	2,000,000	-	-	-	-	-
October 10, 2025	Pak-Libya Holding Co. (Pvt.) Ltd.	-	1,000,000	1,000,000	-	-	-	-	-
October 10, 2025	Pak-Oman Inv. Co. Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
October 10, 2025	Pak Kuwait Investement Company	-	2,000,000	2,000,000	-	-	-	-	-
October 13, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
October 13, 2025	Pak-Oman Inv. Co. Ltd.	-	2,000,000	2,000,000	-	-	-	-	-
October 13, 2025	Zarai Taraqati Bank Ltd	-	3,000,000	3,000,000	-	-	-	-	-
October 14, 2025	United Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
October 15, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
October 16, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
October 17, 2025	Zarai Taraqati Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
October 20, 2025	United Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
October 21, 2025	Pak Brunei Investement Company	-	5,000,000	5,000,000	-	-	-	-	-
October 22, 2025	Pak Brunei Investement Company	-	5,000,000	5,000,000	-	-	-	-	-
October 24, 2025	Pak Kuwait Investement Company	-	4,000,000	4,000,000	-	-	-	-	-
October 27, 2025	JS Bank Limited	-	1,000,000	1,000,000	-	-	-	-	-
October 29, 2025	U Microfinance Bank Limited	-	1,000,000	1,000,000	-	-	-	-	-
October 30, 2025	United Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
October 31, 2025	United Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-

# NBP FINANCIAL SECTOR INCOME FUND

Issue date	Counter Party	Face value				Carrying value as at December 31, 2025	Market value as at December 31, 2025	Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025			Net assets of the Fund	Total investments of the Fund
							(Rupees in '000)		(%)
November 03, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
November 03, 2025	PAIR Investment Company	-	1,000,000	1,000,000	-	-	-	-	-
November 04, 2025	JS Bank Limited	-	5,000,000	5,000,000	-	-	-	-	-
November 05, 2025	United Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
November 06, 2025	United Bank Ltd	-	5,000,000	5,000,000	-	-	-	-	-
November 07, 2025	PAIR Investment Company	-	500,000	500,000	-	-	-	-	-
November 07, 2025	Pak Brunei Investment Company	-	5,000,000	5,000,000	-	-	-	-	-
November 10, 2025	Pak-Oman Inv. Co. Ltd	-	4,000,000	4,000,000	-	-	-	-	-
November 11, 2025	United Bank Ltd	-	4,000,000	4,000,000	-	-	-	-	-
November 12, 2025	United Bank Ltd	-	4,000,000	4,000,000	-	-	-	-	-
November 13, 2025	PAIR Investment Company	-	1,100,000	1,100,000	-	-	-	-	-
November 13, 2025	PAIR Investment Company	-	700,000	700,000	-	-	-	-	-
November 21, 2025	Pak Brunei Investment Company	-	5,000,000	5,000,000	-	-	-	-	-
December 03, 2025	PAIR Investment Company	-	1,000,000	-	1,000,000	1,000,000	1,000,000	1.44	3.34
December 05, 2025	Pak Brunei Investment Company	-	5,000,000	5,000,000	-	-	-	-	-
December 10, 2025	PAIR Investment Company	-	500,000	-	500,000	500,000	500,000	0.72	1.67
December 16, 2025	PAIR Investment Company	-	1,100,000	-	1,100,000	1,100,000	1,100,000	1.59	3.68
December 16, 2025	PAIR Investment Company	-	700,000	-	700,000	700,000	700,000	1.01	2.34
December 16, 2025	Pak-Oman Inv. Co. Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
December 19, 2025	Pak-Libya Holding Co. (Pvt.) Ltd.	-	5,000,000	5,000,000	-	-	-	-	-
December 22, 2025	Pak Brunei Investment Company	-	5,000,000	5,000,000	-	-	-	-	-
December 23, 2025	PAIR Investment Company	-	1,000,000	-	1,000,000	1,000,000	1,000,000	1.44	3.34
<b>Total as at December 31, 2025 (un-audited)</b>			<b>422,199,097</b>	<b>417,899,097</b>	<b>4,300,000</b>	<b>4,300,000</b>	<b>4,300,000</b>	<b>6.20</b>	<b>14.37</b>
Total as at June 30, 2025 (audited)					-	-	-	-	-

## 5.9 Certificate of Investment

Name of Issuer	Profit rate per annum	Face value				Carrying value as at December 31, 2025	Market value as at December 31, 2025	Market value as a percentage of	
		As at July 01, 2025	Purchased during the period	Sales / matured during the period	As at December 31, 2025			Net assets of the Fund	Total investments of the Fund
							(Rupees in '000)		(%)
Pakistan Mortgage Refinance Company Limited	11.68%	1,000,000	-	1,000,000	-	-	-	-	-
<b>Total as at December 31, 2025 (un-audited)</b>		-	-	1,000,000	-	-	-	-	-
Total as at June 30, 2025 (audited)					1,000,000	1,000,000			

## 5.10 Net unrealized diminution on re-measurement of investments classified as financial assets at fair value through profit or loss'

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
----- (Rupees in '000) -----			
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	15,581,573	16,221,149
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	(15,543,959)	(16,167,463)
		<b>37,614</b>	<b>53,686</b>

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>6</b>	<b>PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>		
	Management remuneration	6.1 <b>47,366</b>	55,674
	Sindh Sales Tax on management remuneration	6.2 <b>7,105</b>	8,351
	Sales load and transfer load	<b>2,448</b>	6,698
	Sindh Sales Tax on sales and transfer load	<b>337</b>	974
	Reimbursement of selling and marketing expenses	-	10,161
	Sindh Sales Tax payable on selling & marketing expenses	-	1,524
	Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	-	26,166
	Sindh Sales Tax payable on allocated expenses	-	3,925
	Other payable to management company	<b>798</b>	531
		<b>58,054</b>	114,004

**6.1** The SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has substituted Regulation 60(5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, whereby the Management Company is entitled to remuneration not exceeding 1.5% per annum of the average daily net assets, applicable to "Income Scheme", with effect from July 01, 2025. Accordingly, during the period ended December 31, 2025, the Management Company has charged its remuneration as follows:

**December 31, 2025:**

- From July 01, 2025 to October 15, 2025 at the rate of 0.99% of the average annual net assets of the Fund.

- From October 16, 2025 to December 31, 2025 at the rate of 0.89% of the average annual net assets of the Fund.

**June 30, 2025:**

- From July 1, 2024 to January 12, 2025 at the rate of 0.55% of net income of the Fund

- From January 13, 2025 to June 30, 2025 at the rate of 1.21% of total average daily net assets of the Fund.

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

**6.2** 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 period, Sindh Sales Tax at the rate of 15% (June 30, 2025: 15%) was charged on management remuneration and sales load.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>7</b>	<b>PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>		
	Trustee remuneration	7.1 <b>3,989</b>	4,183
	Sindh Sales Tax on Trustee remuneration	7.2 <b>597</b>	627
		<b>4,586</b>	4,810

- 7.1 Effective from 1 July 2019 the Trustee has charged remuneration at the rate of 0.075% (June 30, 2025: 0.075%) per annum of net assets of the Fund. The remuneration is paid to the Trustee monthly in arrears.
- 7.2 "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, 2025: 15%) was charged on trustee remuneration.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>8</b>	<b>PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	<b>(Rupees in '000)</b>
	Fee payable	<b>8.1</b>	<b>3,984</b>
		<b>4,178</b>	<b>4,178</b>

- 8.1 Under the provisions of the NBFC Regulations, a collective investment scheme categorized as an "income scheme" is required to pay as a annual fee to the SECP, an amount equal to 0.075% (2025: 0.075%) of the average annual net assets of the Fund.

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

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>9</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	<b>Note</b>	<b>(Rupees in '000)</b>
	Federal Excise Duty on remuneration to Management Company	9.1	14,948
	Federal Excise Duty on sales and transfer load		467
	Auditors' remuneration payable		753
	Printing charges payable		8
	Bank, settlement and CDC charges payable		566
	Withholding tax payable		2,700
	Capital gain tax payable		12,966
	Professional charges payable		76
	Brokerage payable		74
	Others payable		50,393
			<b>82,951</b>
			<b>1,421,930</b>

- 9.1 As per the requirement of Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company has been applied effective from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law, hence a petition was collectively filed by the Mutual Fund Association of Pakistan with the Honorable Sindh High Court (SHC) on September 04, 2013.

The Honorable Sindh High Court (SHC) through its order dated 2 June 2016, in CPD-3184 of 2014 (and others) filed by various taxpayers, has interalia declared that Federal Excise Act 2005 (FED Act) on services, other than shipping agents and related services, is ultra vires to the Constitution from July 01, 2011. However, the declaration made by the Honorable Court, as directed, will have effect in the manner prescribed in the judgment. The Sindh High Court in its decision dated July 16, 2016 in respect of constitutional petition filed by management companies of mutual funds maintained the previous order on the FED.

Sindh Revenue Board and Federal Board of Revenue have filed appeals before Honourable Supreme Court against the Sindh High Court's decision dated June 02, 2016, which is pending for the decision. However, after the exclusion of the mutual funds from federal statute on FED from July 01, 2016, the Fund has discontinued recognising the provision in this regard.

Since the appeal is pending in the Supreme Court of Pakistan, the Management Company as a matter of abundant caution has retained provision for FED on management fee aggregating to Rs. 16.444 million out of which Rs. 1.495 million have been paid to the Management Company (June 30, 2025: Rs. 1.495 million). Had the provision not been made, the Net Asset Value per unit of the Fund as on December 31, 2025 would have been higher by Re. 0.0024 (June 30, 2025: Re. 0.0021) per unit.

## 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at December 31, 2025 (June 30, 2025: Nil), except as disclosed elsewhere in these financial statements.

## 11 TAXATION

- 11.1 The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as a cash dividend. Provided that for the purpose of determining the distribution of at least 90% of accounting income, the income distributed through bonus shares, units as the case may be shall not be taken into account. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management has intended to distribute the required minimum percentage of income earned by the fund for the year ended June 30, 2026 to the unit holders in the manner as explained above. Accordingly, no provision has been made in the financial statements for the period ended December 31, 2025.

## 12 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 01, 2025. The previously applicable TER limit of 1.5% for a collective investment scheme categorised as an "Income Scheme" has been replaced with a management fee, which is disclosed in Note 6.1 to these condensed interim financial statements for collective investment schemes categorised as "Income Scheme".

## 13 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / Related parties

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

- 13.2** Transactions with connected persons / related parties are essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 13.3** Remuneration to the Management Company and Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed respectively.
- 13.4** Reimbursement of allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 13.5** The details of significant transactions and balances with connected persons at year end except those disclosed elsewhere in these financial statements are as follows:

	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>13.6</b>		
<b>Details of transactions with related parties / connected persons during the period are as follows:</b>		
<b>NBP Fund Management Limited - Management Company</b>		
Remuneration of Management Company	347,381	296,985
Sindh Sales Tax on remuneration of Management Company	52,107	44,548
Sales load and transfer load including SST	31,976	33,040
Reimbursement of selling and marketing expenses	-	35,328
Sindh Sales Tax expense on selling & marketing	-	5,299
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	-	37,067
Sindh Sales Tax expense on allocated expenses	-	5,560
ADC charges including SST	2,374	2,887
Dividend re-invested: Nil units (2024: 1,962 units)	-	23
Units issued: 55,101 units (2024: Nil units)	61	-
Units redeemed: 6,438,369 Nil units (2024: 6,038,543 units)	69,893	70,000
<b>Central Depository Company Of Pakistan Limited - Trustee</b>		
Remuneration of Trustee	27,338	22,988
Sindh Sales Tax on Trustee remuneration	4,101	3,448
CDC Charges	715	-
<b>National Bank of Pakistan - Parent of the Management Company</b>		
Mark-up on bank balance	184	567
<b>Fauji Fertilizer Company Limited (Common Directorship)</b>		
Dividend re-invested: Nil units (2024: 393,317 units)	-	4,565
<b>Haider Amjad (Close Family Member of Key Management Personnel)</b>		
Dividend re-invested: Nil units (2024: 11 units)	-*	-*
Units Issued: 165 units (2024: 106 units)	2	1
Units redeemed: 165 units (2024: 47,209 units)	2	509

	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>Baltoro Partners Pvt Limited - Sponsor</b>		
Dividend re-invested: Nil units (2024: 644 units)	-	7
Units Issued: 1,845,802 (2024: 3,169,196 units)	<b>20,000</b>	34,000
Units redeemed: 1,822,969 units (2024: 3,456,842 units)	<b>20,000</b>	38,500
<b>Ansaar Management Company Private Limited</b>		
Dividend re-invested: 2,889 units (2024: 2,889 units)	-**	34
<b>Telenor Microfinance Bank Limited (Common Directorship)</b>		
Mark-up on bank deposit	<b>92</b>	-
<b>Employees of the Management Company</b>		
Dividend re-invested: Nil units (2024: 5,999 units)	-	70
Units issued: 24,966,608 units (2024: 36,147,071 units)	<b>272,710</b>	406,802
Units redeemed: 32,675,646 units (2024: 38,519,259 units)	<b>355,755</b>	434,194
<b>First Credit &amp; Investment Bank Brokerage Division - (Common Directorship)</b>		
Brokerage expense	<b>4</b>	1,001
<b>Portfolios managed by NBP Funds</b>		
Dividend re-invested: Nil units (2024: 88,933)	-	103
Units issued: 4,448,604 units (2024: 2,610,994)	<b>47,676</b>	29,425
Units redeemed: 7,013,755 units (2024: Nil )	<b>76,314</b>	-
Purchase of T-Bill	<b>2,591,037</b>	-
Sale of T-Bill	<b>38,604</b>	550,476
Sale of TFC	<b>98,552</b>	-
Sale of PIB	-	299,771
<b>Imran Zaffar - Director</b>		
Dividend re-invested: Nil units (2024: 85)	-	1
Units redeemed: 185,305 units (2024: 1,258,796)	<b>2,061</b>	14,500
<b>Faisal Ahmed - Director</b>		
Dividend re-invested: 32 units (2024: 32 units)	-*	-*
<b>Khalid Mehmood - CFO</b>		
Dividend re-invested: Nil units (2024: 1 units)	-*	-*
<b>National Fullerton Asset Management Ltd- Emp. Provident Fund</b>		
Dividend re-invested: 12 units (2024: 10 units)	-*	-*
<b>CDC Trustee NBP Income Plan-I</b>		
Units issued: 85,450,483 units (2024: 248,734,155 units)	<b>917,000</b>	2,746,296
Units redeemed: 180,032,478 units (2024: 239,266,140 units)	<b>1,941,500</b>	2,726,400
<b>CDC Trustee NBP Money Market Fund</b>		
Sale of T-bill	-	4,243,928

	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
	----- (Rupees in '000) -----	
<b>CDC Trustee NBP Mustahkam Fund - NFTMP XVII</b>		
Sale of T-bill	-	1,009,535
<b>Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund</b>		
<b>Ibrahim Holdings Private Limited</b>		
Dividend re-invested: Nil units (2024: 616,248 units)	-	7,152,479
Units issued: 45,891,769 units (2023: 87,437,045 units)	500,000	1,000,000
Units redeemed: 1,098,854,137 units (2024: Nil units)	12,000,000	-
	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	----- (Rupees in '000) -----	
<b>13.7 Amounts outstanding at period end</b>		
<b>NBP Fund Management Limited - Management Company</b>		
Management remuneration payable	47,366	55,674
Sindh Sales Tax on management remuneration	7,105	8,351
Sales load and transfer load payable	2,448	6,698
Sindh Sales Tax on sales and transfer load	337	974
Reimbursement of selling and marketing expenses	-	10,161
Sindh Sales Tax payable on selling & marketing expenses	-	1,524
Reimbursement of allocation of expenses related to registrar services, accounting, operation and valuation services	-	26,166
Sindh Sales Tax payable on allocated expenses	-	3,925
ADC charges including SST	-	362
Other payable	798	169
Units held 55,101 (2025: 6,438,369 units)	619	68,754
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Trustee remuneration	3,989	4,183
Sindh Sales Tax on Trustee remuneration	597	627
Security deposit	100	100
CDC Charges	182	-
<b>National Bank of Pakistan - Parent of the Management Company</b>		
Balance in current account	325	325
Balance in savings account	6,951	3,439
Profit receivable on bank deposit	338	176
<b>Portfolios managed by NBP Funds</b>		
7,671,273 units held (2025: 8,778,156 units)	86,239	93,742
<b>National Fullerton Asset Management Ltd- Emp. Provident Fund</b>		
10 Units held: (2025: 12 units)	-*	-
<b>Fauji Fertilizer Company Limited **</b>		
Nil Units held: (2025: 201,604,201 units)	-	2,152,891

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	----- (Rupees in '000) -----	
<b>Baltoro Partners Pvt Limited - Sponsor**</b>		
28,360 Units held: (2025: 5,527 units)	319	59
<b>Telenor Microfinance Bank Limited (Common Directorship)</b>		
Bank Balance	28	27
Interest income receivable	1,426	1,334
<b>Ansaar Management Company **</b>		
Nil Units Held (2025: 3,998,180 units)	-	42,696
<b>Employees of the Management Company</b>		
4,902,536 units held (2025: 12,611,575 units)	55,115	134,676
<b>Mr. Umar Ahsan Khan - Director</b>		
213 units held (2025: 213 units)	2	2
<b>Imran Zaffar - Directors</b>		
1,014,473 units held (2025: 1,199,778 units)	11,405	12,812
<b>Faisal Ahmed - Director*</b>		
120 units held (2025: 122 units)	1	-
<b>CDC Trustee NBP Income Plan-I</b>		
21,379,730 units held (2025: 115,961,726 units)	240,353	1,238,332
<b>Persons holding directly or indirectly 10% or more of the units in issue / net assets of the Fund</b>		
<b>Ibrahim Holdings Private Limited</b>		
1,352,689,975 units held (2025: 2,405,652,343 units)	15,207,167	25,689,480

\* Nil due to rounding off

\*\* Current balances with these parties have not been disclosed as they did not remain connected persons and related parties as at the period end.

\*\*\* Comparative balances with these parties have not been disclosed as these parties were not related parties in the prior period.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		----- (Rupees in '000) -----	
<b>14 CASH AND CASH EQUIVALENTS</b>	<b>Note</b>		
Bank balances	5	38,862,486	54,322,183
Letter of placement	5.8	4,300,000	-
Term deposit receipts	5.6	10,000,000	3,000,000
		<u>53,162,486</u>	<u>57,322,183</u>
<b>15 FAIR VALUE MEASUREMENT</b>			

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

# NBP FINANCIAL SECTOR INCOME FUND

As at December 31, 2025 and June 30, 2025, the Fund held the following financial instruments measured at fair values:

		December 31, 2025 (Un-audited)						
		Carrying value			Fair value			
	Note	At Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
		(Rupees in '000)						
<b>Financial assets measured at fair value</b>								
<b>Investment</b>								
		338,725	-	338,725	-	338,725	-	338,725
		1,092,496	-	1,092,496	-	1,092,496	-	1,092,496
		7,785,800	-	7,785,800	-	7,785,800	-	7,785,800
		6,109,812	-	6,109,812	-	6,109,812	-	6,109,812
		254,740	-	254,740	-	254,740	-	254,740
		<b>15,581,573</b>	<b>-</b>	<b>15,581,573</b>				
<b>Financial assets not measured at fair value Investment 15.1</b>								
		-	4,300,000	4,300,000				
		-	182,801	182,801				
		-	38,862,486	38,862,486				
		-	537,458	537,458				
		-	9,977	9,977				
		-	6,684	6,684				
		-	<b>43,899,406</b>	<b>43,899,406</b>				
<b>Financial liabilities not measured at fair value 15.1</b>								
		-	47,366	47,366				
		-	3,989	3,989				
		-	142,818	142,818				
		-	51,870	51,870				
	15.2	-	69,237,529	69,237,529				
		-	<b>69,483,572</b>	<b>69,483,572</b>				
<b>Financial assets measured at fair value</b>								
<b>Investment</b>								
		407,530	-	407,530	-	407,530	-	407,530
		1,374,071	-	1,374,071	-	1,374,071	-	1,374,071
		4,850,801	-	4,850,801	-	4,850,801	-	4,850,801
		9,234,967	-	9,234,967	-	9,234,967	-	9,234,967
		353,780	-	353,780	-	353,780	-	353,780
		<b>16,221,149</b>	<b>-</b>	<b>16,221,149</b>				
<b>Financial assets not measured at fair value 15.1</b>								
<b>Investment</b>								
		-	-	-				
		-	67,278	67,278				
		-	54,322,183	54,322,183				
		-	299,353	299,353				
		-	6,521,650	6,521,650				
		-	2,850	2,850				
		-	<b>61,213,314</b>	<b>61,213,314</b>				
<b>Financial liabilities not measured at fair value 15.1</b>								
		-	114,004	114,004				
		-	4,810	4,810				
		-	4,826,205	4,826,205				
		-	61,770	61,770				
	15.2	-	75,067,635	75,067,635				
		-	<b>80,074,424</b>	<b>80,074,424</b>				

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

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

## **16 GENERAL**

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

## **17 CORRESPONDING FIGURES**

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

## **18 DATE OF AUTHORISATION FOR ISSUE**

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

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

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

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

\_\_\_\_\_  
Director

## Head Office

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

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

**Toll Free:** 0800-20002

**Sms:** INVEST to 9995

**Fax:** 021-35825335

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

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

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