

NBP FUNDS
Managing Your Savings

Aitemaad اعتماد
اسلامک سیونرز

Islamic Savings

اسلامک سیونرز

NBP Fund Management Limited



NBP ISLAMIC GOVERNMENT SECURITIES FUND - I

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

Bankislami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Meezan Bank Limited
Soneri Bank Limited
United Bank Limited
National Bank of Pakistan

Auditors

Grant Thornton Anjum Rahman.
1st & 3rd Floor,
Modern Motors House, Beaumont Road,
Karachi, 75530

Legal Advisor

Akhund Forbes
D-21, Block, 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.nbpffunds.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
Phone: 051-2514987
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 Islamic Government Securities Plan- III (NIGSP-III)** for the half year ended December 31, 2025.

Fund's Performance

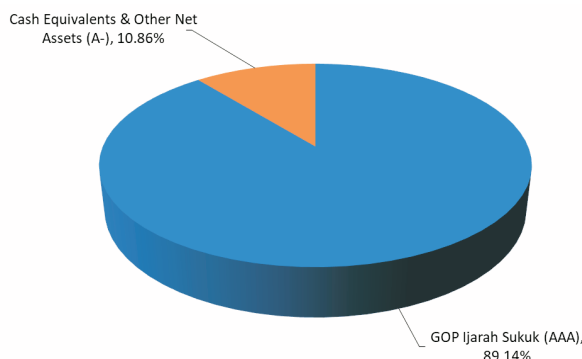
Despite benign inflation during 1HFY26, the State Bank of Pakistan (SBP) remained cautious and maintained the Policy Rate from May through November. In the latest Monetary Policy Committee Meeting held in December 2025, the policy rate was reduced by 50 basis points to 10.5%, aimed at supporting growth 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. The Ministry of Finance (MoF) conducted six fixed and variable rate Sukuk auctions via PSX attracted about PKR 1.4 trillion across 1-year, 3-year FRR, 5-year FRR, 10-year zero-coupon, and 10-year VRR instruments, with rentals/cut-offs ranging from 9.99%-12.00% and spreads around -0.32% to -0.275%. Overall, the consolidated figures highlight SBP's active liquidity management, with balanced participation across Islamic instruments, moderate yields, and strong investor appetite across short- and long-term tenors, reinforcing stake-holders confidence in the debt market.

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

The size of NBP Islamic Government Securities Plan- III has decreased from Rs. 2,807 million to Rs. 1,714 million during the period, 39% down. The unit price of the Fund has increased from Rs. 10.0433 on June 30, 2025 to Rs. 10.4754 on December 31, 2025 thus showing return of 8.5% p.a. as compared to its benchmark return of 9.8% 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. 120.509 million during the period. After deducting total expenses of Rs. 19.175 million, the net income is Rs. 101.334 million. The asset allocation of NIGSP-III as on December 31, 2025 is as follows:



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 منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 31 دسمبر 2025ء کو ختم ہونے والی پہلی ششماہی کے لئے NBP اسلامک گورنمنٹ سیکورٹیز پلان III (NIGSF-III) کے جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

1HFY26 کے دوران افراط زر نسبتاً معتدل رہنے کے باوجود، اسٹیٹ بینک آف پاکستان (SBP) نے محتاط پالیسی اپنانے 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 نمونہ کو سہارا دینے کے لیے پالیسی ریٹ میں 50 بیس پوائنٹس کی کمی کرتے ہوئے اسے 10.5% کر دیا گیا۔ اسی دوران، نیشنل کز بومر پرائس انڈیکس (NCPI) کے مطابق افراط زر سال بہ 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 پر امید ہے، جو مربوط مانیٹری اور مالی پالیسیوں، ساختی اصلاحات، اور محتاط قرضہ جاتی نظم و نسق پر مبنی ہے، جن کا مقصد استحکام اور پائیدار معاشی نمونہ کو یقینی بنانا ہے۔

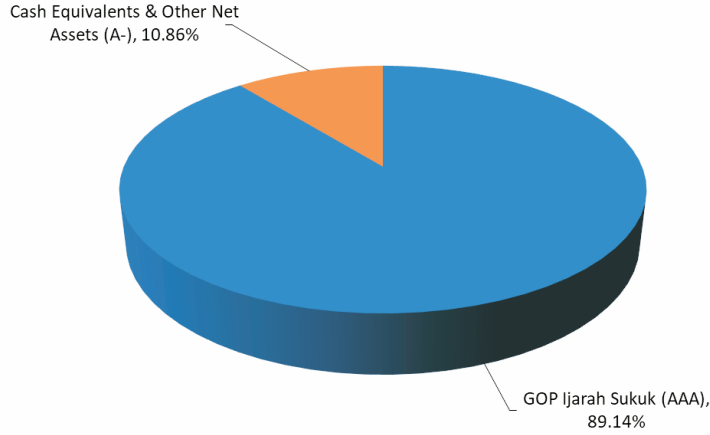
گورنمنٹ سیکورٹیز کی ثانوی مارکیٹ کے شرح منافع (Yields) اور کابیر (KIBOR) میں نمایاں کمی دیکھنے میں آئی، جو قرض لینے کی لاگت میں کمی اور مالیاتی نظام میں لیکویڈٹی کی بہتر صورتحال کی عکاسی کرتی ہے۔ یہ رجحان آئندہ دنوں میں مزید شرح سود میں کمی کی گنجائش کی نشاندہی کرتا ہے۔ وزارت خزانہ (MoF) نے پاکستان اسٹاک ایکسچینج (PSX) کے ذریعے مقررہ اور متغیر شرح والے چھ سیکورٹیز کی نیلامیاں منعقد کیں، جن میں ایک سالہ، تین سالہ FRR، پانچ سالہ FRR، دس سالہ زیر کوپن، اور دس سالہ VRR آلات شامل تھے۔ ان نیلامیوں کے ذریعے مجموعی طور پر تقریباً 1.4 ٹریلین روپے کی سرمایہ کاری موصول ہوئی، جبکہ کرایہ/کٹ آف ریٹس 9.99% سے 12.00% کے درمیان اور اسپریڈ تقریباً 0.32% سے 0.275% تک رہے۔ مجموعی طور پر، مشترکہ اعداد و شمار اسٹیٹ بینک آف پاکستان (SBP) کی فعال لیکویڈٹی مینیجمنٹ کو اجاگر کرتے ہیں، جس میں اسلامی مالیاتی آلات میں متنوع شرکت، معتدل منافع کی شرحیں، اور قلیل و طویل مدتی میعادوں میں سرمایہ کاروں کی مضبوط دلچسپی شامل ہے۔ یہ رجحان قرض مارکیٹ میں اسٹیک ہولڈرز کے اعتماد کو مزید مستحکم کرتا ہے۔

NIGSP-III کو شریعہ کمپلیٹ انکم فنڈ کے طور پر درجہ بندی کی گئی ہے اور PACRA کی طرف سے اسے 'AA(f)' کی اسٹیٹبلٹی ریٹنگ سے نوازا گیا ہے۔ فنڈ کا مقصد شریعت کے مطابق ڈیٹ سیکورٹیز اور منی مارکیٹ آلات میں سرمایہ کاری کر کے مسابقتی منافع فراہم کرنا ہے۔ فنڈ کو A یا اس سے بالا درجہ بندی والے اسلامی بینکوں، اسلامی شناختی/روایتی بینکوں کے ہاں سرمایہ کاری کرنے کی اجازت ہے جو آسان لیکویڈٹی فراہم کرتے ہیں۔ فنڈ کو شریعہ کمپلائنس منی مارکیٹ انسٹرومنٹس اور ڈیٹ سیکورٹیز جس کی درجہ بندی A یا اس سے بالا ہو میں سرمایہ کاری کرنے کی اجازت ہے۔ فنڈ ایکویٹیٹیز میں سرمایہ کاری کرنے کا مجاز نہیں ہے۔ فنڈ کی میجورٹی کی اوسط مدت سرکاری سیکورٹیز کے علاوہ 4 سال سے زائد نہیں ہو سکتی ہے۔

اس مدت کے دوران NBP اسلامک گورنمنٹ سیکورٹیز پلان III کا ساٹھ 2,807 ملین روپے سے کم ہو کر 1,714 ملین روپے ہو گیا یعنی 39% کی کمی ہوئی۔ زیر جائزہ مدت کے دوران، فنڈ کے یونٹ کی قیمت 30 جون 2024 کو 10.0433 روپے سے بڑھ کر 31 دسمبر 2025 کو 10.4754 روپے ہو گئی، لہذا اسی مدت کے دوران فنڈ نے بیچ مارک 9.8% ریٹرن کے مقابلے میں 8.5% کا منافع درج کیا۔ فنڈ کی یکا کر دگی مینیجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

فنڈ نے اس مدت کے دوران 120,509 ملین روپے کی مجموعی آمدنی کمائی۔ 19,175 ملین روپے کے اخراجات متہا کرنے کے بعد خالص آمدنی 101,334 ملین روپے ہے۔

31 دسمبر 2025 کو NIGSP-III کی ایسٹ ایلو کیشن حسب ذیل 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 پونٹ 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 تشکر 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 Islamic Government Securities Fund - I (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

REVIEW REPORT ON CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **NBP Islamic Government Securities Fund - I** (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 and condensed interim cash flow statement and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management Company (NBP Fund Management Limited) is responsible for the preparation and presentation of the interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statement 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 information is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

1. Pursuant to the 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 other comprehensive income for the three months period ended December 31, 2025 have not been reviewed by us.
2. The condensed interim financial statements for the half year ended December 31, 2024, and the annual financial statements for the year ended June 30, 2025, of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated February 28, 2025 and audit report dated September 04, 2025 expressed an unmodified conclusion and an unmodified opinion, respectively on the aforementioned financial statements.
3. The engagement partner on the review resulting in this independent auditors' review report is **Muhammad Shaukat Naseeb**.

Grant Thornton Anjum Rahman

Chartered Accountants

Karachi

Date: February 25, 2026

UDIN: RR202510126fpO7Z0vmU

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 -----
ASSETS		
Bank balances	4 159,071	222,780
Investments	5 1,527,859	1,880,135
Profit receivable	32,579	33,304
Deposits and prepayments	130	196
Receivable against issuance of units	2,030	1,005,681
Preliminary expenses and floatation costs	6 282	374
Total assets	1,721,951	3,142,470
LIABILITIES		
Payable to NBP Fund Management Limited - the Management Company	7 3,062	12,658
Payable to Central Depository Company of Pakistan Limited - the Trustee	8 201	241
Payable to the Securities and Exchange Commission of Pakistan	9 126	199
Payable against redemption of units	85	292,321
Accrued expenses and other liabilities	10 4,421	30,430
Total liabilities	7,895	335,849
NET ASSETS	1,714,056	2,806,621
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	1,714,056	2,806,621
CONTINGENCIES AND COMMITMENTS	11	
		----- Number of units -----
NUMBER OF UNITS IN ISSUE	163,627,432	279,452,673
		----- Rupees -----
NET ASSET VALUE PER UNIT	10.4754	10.0433

The annexed notes from 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 DECEMBER 31, 2025

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
INCOME				
Income on GoP ijarah sukuks certificates	97,555	353,443	43,815	280,113
Profit on savings accounts with banks	28,850	120,311	10,767	93,031
Net loss on sale of investments	(73)	(2,810)	-	(2,750)
Net unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.2 (5,823)	114,196	(2,275)	77,507
Total income	120,509	585,140	52,307	447,901
EXPENSES				
Remuneration of NBP Fund Management Limited - the Management Company	7.1 14,293	17,485	6,558	13,276
Sindh sales tax on remuneration of the Management Company	7.2 2,144	2,623	984	1,992
Remuneration of Central Depository Company of Pakistan Limited - the Trustee	8.1 666	1,705	305	1,396
Sindh sales tax on remuneration of the Trustee	8.2 100	256	46	210
Reimbursement of allocated expenses	7.3 -	1,336	-	1,336
Reimbursement of selling and marketing expenses	7.4 -	4,429	-	4,429
Sindh sales tax on reimbursement of allocated expenses	7.5 -	200	-	200
Sindh sales tax on reimbursement of selling and marketing expenses	7.5 -	664	-	664
Fee to the Securities and Exchange Commission of Pakistan (SECP)	9.1 908	2,325	416	1,904
Amortisation of preliminary expenses and floatation costs	6.1 92	93	46	47
Auditors' remuneration	365	373	200	297
Legal and professional charges	105	38	86	19
Listing fee	31	16	23	8
NCCPL fee	130	-	130	-
Shariah advisory fee	78	286	(145)	223
Settlement and bank charges	160	376	30	263
Printing charges	-	24	-	11
Securities transaction costs	7	432	(26)	342
Rating fee	96	89	50	45
Total expenses	19,175	32,750	8,703	26,662
Net income for the period before taxation	101,334	552,390	43,604	421,239
Taxation	12 -	-	-	-
Net income for the period after taxation	101,334	552,390	43,604	421,239
Earnings per unit	13			
Allocation of net income for the period	13			
Net income for the period after taxation	101,334	552,390		
Income already paid on units redeemed	(37,162)	(116,887)		
	64,172	435,503		
Accounting income available for distribution				
- Relating to capital gains	-	111,386		
- Excluding capital gains	64,172	324,117		
	64,172	435,503		

The annexed notes from 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 DECEMBER 31, 2025

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- Rupees in '000 -----			
Net income for the period after taxation	101,334	552,390	43,604	421,239
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	101,334	552,390	43,604	421,239

The annexed notes from 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 DECEMBER 31, 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 -----						
Net assets at the beginning of the period (Audited)	2,801,699	4,923	2,806,622	609,648	1,645	611,293
Issuance of 97,407,707 units (2024: 1,771,829,538 units)						
- Capital value	978,294	-	978,294	17,766,311	-	17,766,311
- Element of income	12,433	-	12,433	1,298,959	-	1,298,959
Total proceeds on issuance of units	990,727	-	990,727	19,065,270	-	19,065,270
Redemption of 213,232,948 units (2024: 506,631,566 units)						
- Capital value	(2,141,562)	-	(2,141,562)	(5,080,045)	-	(5,080,045)
- Element of loss	(5,903)	(37,162)	(43,065)	(320,692)	(116,887)	(437,579)
Total payments on redemption of units	(2,147,465)	(37,162)	(2,184,627)	(5,400,737)	(116,887)	(5,517,624)
Total comprehensive income for the period	-	101,334	101,334	-	552,390	552,390
Net assets at the end of the period (Un-audited)	1,644,961	69,095	1,714,056	14,274,181	437,148	14,711,329
Undistributed income brought forward						
- Realised (loss)/gain		(11,214)			(149)	
- Unrealised income		16,137			1,794	
		4,923			1,645	
Accounting income available for distribution						
- Relating to capital (loss)/gain		-			111,386	
- Excluding capital gain		64,172			324,117	
		64,172			435,503	
Undistributed income carried forward		69,095			437,148	
Undistributed income carried forward						
- Realised income		74,918			322,952	
- Unrealised (loss)/income		(5,823)			114,196	
		69,095			437,148	
			---- Rupees ----			---- Rupees ----
Net assets value per unit at beginning of the period			<u>10.0433</u>			<u>10.0271</u>
Net assets value per unit at end of the period			<u>10.4754</u>			<u>11.0932</u>

The annexed notes from 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 DECEMBER 31, 2025

	Note	Half year ended	
		December 31, 2025	December 31, 2024
		----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		101,334	552,390
Adjustments:			
Income on GoP ijarah sukuks certificates		(97,555)	(353,443)
Profit on savings accounts with banks		(28,850)	(120,311)
Net loss on sale of investments		73	2,810
Net unrealised appreciation on re-measurement of investment classified as 'financial assets at fair value through profit or loss'	5.2	5,823	(114,196)
Amortisation of preliminary expenses and floatation costs	6.1	92	93
		(120,417)	(585,047)
		(19,083)	(32,657)
(Increase) / decrease in assets			
Investments - net		346,380	(10,453,726)
Deposits and prepayments		66	76
		346,446	(10,453,650)
(Decrease) / increase in liabilities			
Payable to NBP Fund Management Limited - the Management Company		(9,596)	27,572
Payable to the Central Depository Company of Pakistan Limited - the Trustee		(40)	885
Payable to the Securities and Exchange Commission of Pakistan		(73)	815
Accrued expenses and other liabilities		(26,009)	6,067
		(35,718)	35,339
Profit received on bank balances and GoP Ijara sukuks certificates		127,130	169,956
Net cash generated from/(used in) operating activities		418,775	(10,281,012)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from issuance of units		1,994,378	19,008,541
Payments against redemption of units		(2,476,864)	(5,432,276)
Net cash generated from/(used in) financing activities		(482,484)	13,576,265
Net decrease in cash and cash equivalents during the period		(63,709)	3,295,253
Cash and cash equivalents at beginning of the period		222,780	19,194
Cash and cash equivalents at end of the period	4	159,071	3,314,447

The annexed notes from 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

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 Islamic Government Securities Fund - I (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 26, 2023, in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

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 Shariah compliant income fund 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 January 19, 2024 and are transferable and redeemable by surrendering them to the Fund.

The objective of NBP Islamic Government Securities Plan - III is to earn attractive returns with capital preservation by investing primarily in Shariah Compliant Government Securities. The investment objectives and policies are explained in the Fund's offering document.

The Pakistan Credit Rating Agency (PACRA) has reaffirmed an asset manager rating of the Management Company of AM1 ' with 'stable outlook' on May 05, 2025. Furthermore, the Pakistan Credit Rating Agency Limited (PACRA) has given the stability rating of the Fund to AA(f) on October 17, 2025.

The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance:

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 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 repealed Companies Ordinance, 1984; and
- The Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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

the requirements of International Accounting Standard (IAS) 34: 'Interim Financial Reporting', 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.

The Fund is required at all the times, meet the minimum equity requirement of Rs. 100 million as per NBFC Regulations, 2008.

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

2.1.2 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statement gives a true and fair view of the state of the Fund's affairs as at December 31, 2025.

2.2 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.3 Functional and Presentation Currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

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 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 published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these 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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2025. 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.

		(Un-audited) December 31, 2025	Audited June 30, 2025
4	BANK BALANCES		
	Balances with banks in:		
	Savings accounts	4.1 158,313	221,994
	Current accounts	758	786
		<u>159,071</u>	<u>222,780</u>

4.1 These include a balance of Rs.597 million (June 30, 2025: 0.435 million) maintained with the National Bank of Pakistan (a related party) that carry profit at the rate of 10.4% effective from October 31, 2025, previously the effective rate was 7.5% (June 30, 2025: 6%) per annum. Other savings accounts of the Fund carry profit at the rates ranging from 10.25% to 10.40% (June 30, 2025: 0.10% to 10.40%) per annum.

		(Un-audited) December 31, 2025	Audited June 30, 2025
5	INVESTMENTS		
	Investments - 'at fair value through profit or loss'		
	GoP Ijarah sukuks certificates	5.1 1,527,859	1,880,135

5.1 GoP Ijarah sukuks certificates

Name of the security	Profit payments	Maturity date	Coupon rate	As at	Purchased	Sold /	As at	Carrying	Market value	Unrealised appreciation / (diminution)	Market value as a percentage of	
				July 1, 2025	during the period	matured during the period	December 31, 2025	value as at December 31, 2025	as at December 31, 2025		total investments of the Fund	net assets of the Fund
				-----Number of certificates-----			----- (Rupees in '000) -----			----- % -----		
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	July 25, 2025	17.23%	999	-	999	-	-	-	-	-	-
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	August 15, 2025	15.99%	99,995	129,999	229,994	-	-	-	-	-	-
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	October 20, 2025	11.75%	24,998	-	24,998	-	-	-	-	-	-
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	November 06, 2025	11.00%	396	-	396	-	-	-	-	-	-
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	December 03, 2025	11.00%	18,578	20,000	38,578	-	-	-	-	-	-
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	January 08, 2026	10.42%	37,499	-	-	37,499	187,162	187,289	127	12.26%	10.93%
GoP Ijarah sukuk GIS - VRR - XXIV (Face value of Rs. 100,000 per certificate)	Semi-annually/ At maturity	October 29, 2026	Weighted average 6 months T-Bills	1,180	-	-	1,180	5,959	5,922	(37)	0.39%	0.35%
GoP Ijarah sukuk GIS - VRR - XL (Face value of Rs. 100,000 per certificate)	Semi-annually/ At maturity	December 04, 2026	Weighted average 6 months T-Bills	220	-	-	220	1,107	1,102	(5)	0.07%	0.06%
GoP Ijarah sukuk GIS - VRR - XXVIII (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	June 28, 2027	Weighted average 6 months T-Bills	5,000	-	-	5,000	25,243	25,003	(240)	1.64%	1.46%
GoP Ijarah sukuk GIS - FRR - XVIII (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	September 18, 2027	13.89%	12,500	-	-	12,500	66,250	65,981	(269)	4.32%	3.85%

Name of the security	Profit payments	Maturity date	Coupon rate	As at	Purchased	Sold /	As at	Carrying	Market value	Unrealised appreciation / (diminution)	Market value as a percentage of	
				July 1, 2025	during the period	matured during the period	December 31, 2025	value as at December 31, 2025	as at December 31, 2025		total investments of the Fund	net assets of the Fund
				Number of certificates			Rupees in '000			%		
GoP Ijarah sukuk GIS - Listed Sukuk VRR - XVIII (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	September 18, 2027	Weighted average 6 months T-Bills	82,500	-	-	82,500	415,841	413,036	(2,805)	27.03%	24.10%
GoP Ijarah sukuk GIS - Listed Sukuk VRR - XXI (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	October 21, 2027	Weighted average 6 months T-Bills	25,000	-	-	25,000	126,038	124,700	(1,338)	8.16%	7.28%
GoP Ijarah sukuk GIS - Listed Sukuk FRR - XXI (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	October 21, 2027	12.00%	12,500	-	-	12,500	64,331	63,963	(368)	4.19%	3.73%
GoP Ijarah sukuk GIS - VRR - XXVI (Face value of Rs. 100,000 per certificate)	Semi-annually/ At maturity	October 26, 2027	Weighted average 6 months T-Bills	30	-	-	30	3,045	3,025	(20)	0.20%	0.18%
GoP Ijarah sukuk GIS - Listed Sukuk VRR - XXVIII (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	June 28, 2029	Weighted average 6 months T-Bills	5,000	-	-	5,000	25,265	25,015	(250)	1.64%	1.46%
GoP Ijarah sukuk GIS - Listed Sukuk VRR - XVIII (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	September 18, 2029	Weighted average 6 months T-Bills	12,500	-	-	12,500	63,644	62,950	(694)	4.12%	3.67%
GoP Ijarah sukuk GIS - Listed Sukuk VRR - XXI (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	October 21, 2029	Weighted average 6 months T-Bills	25,000	-	-	25,000	127,313	124,663	(2,650)	8.16%	7.27%
GoP Ijarah sukuk GIS - Listed Sukuk FRR - XXI (Face value of Rs. 5,000 per certificate)	Semi-annually/ At maturity	October 21, 2029	12.10%	12,500	-	-	66,213	66,213	66,275	62	4.34%	3.87%
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 5,000 per certificate)	At maturity	July 23, 2026	9.99%	-	72,500	-	344,184	344,184	346,949	2,765	22.71%	20.24%
GoP Ijarah sukuk GDS - Listed Sukuks Discounted (Face value of Rs. 100,000 per certificate)	At maturity	June 26, 2026	18.49%	-	115	-	115	12,087	11,986	(101)	0.78%	0.70%
Total as at December 31, 2025 (Un-audited)								1,533,682	1,527,859	(5,823)	100.00%	89.14%
Total as at June 30, 2025 (Audited)								1,863,998	1,880,135	16,137	100.00%	67.00%

(Un-audited) Audited
December 31, June 30,
2025 2025

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

5.2 Net unrealised appreciation on re-measurement of investments classified as "at fair value through profit or loss"

Market value of investments	5.1	1,527,859	1,880,135
Less: carrying value of investments	5.1	(1,533,682)	(1,863,998)
		(5,823)	16,137

6 PRELIMINARY EXPENSES AND FLOATATION COST

At the beginning of the period		374	557
Less: amortisation during the period	6.1	(92)	(183)
At the end of the period		282	374

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

		(Un-audited) December 31, 2025	Audited June 30, 2025
7	PAYABLE TO NBP FUND MANAGEMENT LIMITED THE MANAGEMENT COMPANY	Note	----- Rupees in '000 -----
	Remuneration of the Management Company	7.1 1,983	3,137
	Sindh sales tax payable on remuneration of the Management Company	7.2 297	471
	Reimbursement of allocated expenses payable	7.3 -	1,822
	Reimbursement of selling and marketing expenses payable	7.4 -	1,946
	Sindh sales tax on reimbursement of allocated expense	7.5 -	273
	Sindh sales tax on reimbursement of selling and marketing expenses	7.5 -	292
	Sales and transfer load payable	-	2,977
	Sindh sales tax payable on sales load	-	446
	Alternate delivery channel charges payable including Sindh sales tax	132	644
	Other payable to the Management Company	650	650
		<u>3,062</u>	<u>12,658</u>

- 7.1 The SECP, vide S.R.O. 600(I)/ 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 1.50% 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	June 30, 2025				
Rate applicable from July 01, 2025 to December 31, 2025	Rate applicable from January 16, 2025 to June 30, 2025	Rate applicable from January 15, 2024 to January 15, 2025	Rate applicable from December 09, 2024 to January 12, 2024	Rate applicable from November 25, 2024 to December 08, 2024	Rate applicable from July 01, 2024 to November 24, 2024
Up to 1.50% per annum basis of the average daily net assets. 1.18% of average net assets.	1.18% of average annual net assets	0.75% of average annual net assets	0.25% of average annual net assets	0.45% of average annual net assets	0.75% of average annual net assets

- 7.2 Accordingly, an amount of Rs. 2.144 million (June 30, 2025: Rs. 7.813 million) was charged on account of sales tax on remuneration of the Management Company at the rate of 15% (June 30, 2025: 15%) during the period.

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

The Management Company based on its discretion has not charged accounting and operational during the period ended December 31, 2025.

- 7.4 In accordance with Circular 11 dated July 5, 2019 of SECP with respect to charging selling and marketing expenses, the Management Company based on its own discretion has not charged selling and marketing expenses during the period ended December 31, 2025.

- 7.5 Effective July 1, 2024, the Sindh Finance Act of 2024 introduced a 15% (June 30, 2025: 15%) sales tax on all reimbursable expenses for Management Companies.

		(Un-audited) December 31, 2025	Audited) June 30, 2025
8	PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - THE TRUSTEE	Note	----- Rupees in '000 -----
	Trustee fee payable	8.1 92	146
	Sindh sales tax payable on Trustee fee	8.2 14	22
	Settlement charges payable	95	73
		201	241

8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% (June 30, 2025: 0.055%) per annum of the average annual net assets of the Fund. Accordingly the Fund has charged trustee fee at the above mentioned rate during the period.

8.2 Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the trustee is 15% (June 30, 2025: 15%) effective July 1, 2024 vide Sindh Finance Act, 2024. Accordingly, an amount of Rs. 0.1 million was charged on account of sales tax on remuneration of the trustee at the rate of 15% during the period.

		(Un-audited) December 31, 2025	Audited) June 30, 2025
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- Rupees in '000 -----
	Annual fee payable	9.1 126	199

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2025: 0.075%) 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
10	ACCRUED EXPENSES AND OTHER LIABILITIES	----- Rupees in '000 -----	
	Auditors' remuneration	331	577
	Bank and settlement charges	328	863
	Withholding tax	1,325	7,716
	Capital gain tax	2,256	20,478
	Legal and professional charges	75	125
	Shariah advisory	99	656
	Printing charges	7	15
		4,421	30,430

11 CONTINGENCIES AND COMMITMENTS

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

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 accumulated losses and 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 unitholders in the manner as explained above, therefore, no provision for taxation has been made in these condensed interim financial statements during the period.

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

13 EARNINGS PER UNIT

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

14 TOTAL EXPENSE RATIO

	Percentage %
Management fee	1.18
Regulatory fee	0.075
Trustee fee	0.055
Levies and taxes	0.19
Total TER with levies	1.59
Total TER without levies	1.40

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 2.5% for a collective investment scheme categorised as an "Income Scheme" has been replaced with a management fee, which is disclosed in note 7.1 to these condensed interim financial statements for collective investment schemes categorised as "Income Scheme".

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

- 15.1** Related parties and connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan being the Parent 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 managed by the Management Company, directors and key management personnel of the Management Company and other associated companies. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund, directors and their close family members and key management personnel of the Management Company.
- 15.2** Transactions with related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. The transactions with related parties / connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 15.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 15.4** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

	(Unaudited) Half year ended	
	December 31, 2025	December 31, 2024
	----- Rupees in '000 -----	
15.5 Details of transactions with connected persons and related parties during the period are as follows:		
NBP Fund Management Limited - the Management Company		
Remuneration of the Management Company	14,293	17,485
Sindh sales tax on remuneration of the Management Company	2,144	2,623
Reimbursement of selling and marketing expenses	-	4,429
Sindh sales tax expense on selling and marketing expense	-	664
Reimbursement of allocated expenses	-	1,336
Sindh sales tax expense on allocated expense	-	200
Sales load and Sindh sales tax on sales load	2,045	36,142
ADC charges paid including Sindh sales tax	115	391
National Bank of Pakistan (Parent of the Management Company)		
Bank profits earned in the savings account	184	246
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration of the Trustee	666	1,705
Sindh sales tax on remuneration of the Trustee	100	256
Settlement charges	22	-
Employees of the Management Company		
Units issued / transferred in: 1,494,587 units (2024: 24,287,628 units)	15,173	367,591
Units redeemed / transferred out: 2,682,016 units (2024: 20,462,544 units)	27,576	221,620
Portfolios managed by the Management Company		
Units issued / transferred in: Nil units (2024: 53,498,862 units)	-	557,264
Units redeemed / transferred out: 18,031,180 units (2024: 34,957,852 units)	186,699	383,629
Purchase of sukuk certificates	-	20,226
CDC Trustee NBP Financial Sector Income Fund **		
Purchase of sukuk certificates	-	106,073
CDC Trustee NBP Income Opportunity Fund **		
Purchase of sukuk certificates	-	106,073
CDC Trustee NBP Islamic Mahana Amdani Fund **		
Purchase of sukuk certificates	-	270,839
CDC Trustee NBP Islamic Income Fund **		
Purchase of sukuk certificates	-	209,298
Pakistan Stock Exchange - Common Directorship		
Listing Fee	31	16

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	----- Rupees in '000 -----	
15.6 Amounts outstanding as at period / year end are as follows :		
NBP Fund Management Limited - the Management Company		
Remuneration of the Management Company	1,983	3,137
Sindh sales tax payable on remuneration of the Management Company	297	471
Reimbursement of allocated expenses payable	-	1,822
Sindh sales tax on reimbursement of allocated expense	-	273
Reimbursement of selling and marketing expenses payable	-	1,946
Sindh sales tax on reimbursement of selling and marketing expenses	-	292
Sales and transfer load payable	-	2,977
Sindh sales tax payable on sales load	-	446
Alternate delivery channel charges payable including Sindh sales tax	132	644
Other payable to the Management Company	650	650
Central Depository Company of Pakistan Limited - the Trustee		
Remuneration payable to the Trustee	92	146
Sindh sales tax payable on remuneration of the Trustee	14	22
Settlement charges payable	95	73
Security deposit with Central Depository Company of Pakistan Limited - the Trustee	100	100
National Bank of Pakistan - Parent of the Management Company		
Bank Balance	597	435
Employees of the NBP Fund Management Company		
Units held: 226,788 units (June 30, 2025: 1,414,216 units)	2,376	14,203
Gharibwal Cement Limited - more than 10% holding **		
Units held: Nil units (June 30, 2025: 59,225,195 units)	-	594,816
Portfolio managed by Management Company		
Units held: 17,680,762 units (June 30, 2025: 35,711,943 units)	185,213	358,666

* Comparative balances have not been disclosed of these related parties as these were not related parties as at 30 June 2025.

** Current period balances with these parties have not been disclosed as they were not connected persons and related parties during the period.

*** Nil balance shown due to round-off.

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

16.1 Fair value hierarchy

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

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

	Note	Carrying Value			Fair Value			
		Fair value through profit & loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
December 31, 2025		----- Rupees in '000 -----						
Financial assets measured at fair value								
Investments	5	1,527,859	-	1,527,859	-	-	1,527,859	1,527,859
		<u>1,527,859</u>	<u>-</u>	<u>1,527,859</u>	<u>-</u>	<u>-</u>	<u>1,527,859</u>	<u>1,527,859</u>
Financial assets not measured at fair value								
Bank balances	4	-	159,071	159,071	-	-	-	-
Profit receivable		-	32,579	32,579	-	-	-	-
Deposit and other receivable		-	100	100	-	-	-	-
Receivable against issuance of units		-	2,030	2,030	-	-	-	-
		<u>-</u>	<u>193,780</u>	<u>193,780</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value								
Payable to the Management Company	7	-	3,062	3,062	-	-	-	-
Remuneration payable to the trustee	8	-	201	201	-	-	-	-
Payable against redemption of units		-	85	85	-	-	-	-
Accrued expenses and other liabilities	10	-	841	841	-	-	-	-
		<u>-</u>	<u>4,189</u>	<u>4,189</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

		Carrying Value			Fair Value			
		Fair value through profit & loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
June 30, 2025	Note	----- Rupees in '000 -----						
Financial assets measured at fair value								
Investments	5	1,880,135	-	1,880,135	-	-	1,880,135	1,880,135
		<u>1,880,135</u>	<u>-</u>	<u>1,880,135</u>	<u>-</u>	<u>-</u>	<u>1,880,135</u>	<u>1,880,135</u>
Financial assets not measured at fair value								
Bank balances	4	-	222,780	222,780	-	-	-	-
Profit receivable		-	33,304	33,304	-	-	-	-
Deposit and other receivable		-	100	100	-	-	-	-
Receivable against issuance of units		-	1,005,681	1,005,681	-	-	-	-
		<u>-</u>	<u>1,261,865</u>	<u>1,261,865</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value								
Payable to the Management Company	7	-	12,658	12,658	-	-	-	-
Remuneration payable to the trustee	8	-	241	241	-	-	-	-
Payable against redemption of units		-	292,321	292,321	-	-	-	-
Accrued expenses and other liabilities	10	-	2,236	2,236	-	-	-	-
		<u>-</u>	<u>307,456</u>	<u>307,456</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

During the period ended December 31, 2025, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

17 GENERAL

17.1 Figures have been rounded off to the nearest thousand rupees.

17.2 These condensed interim financial statements are unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2025 have not been reviewed.

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

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