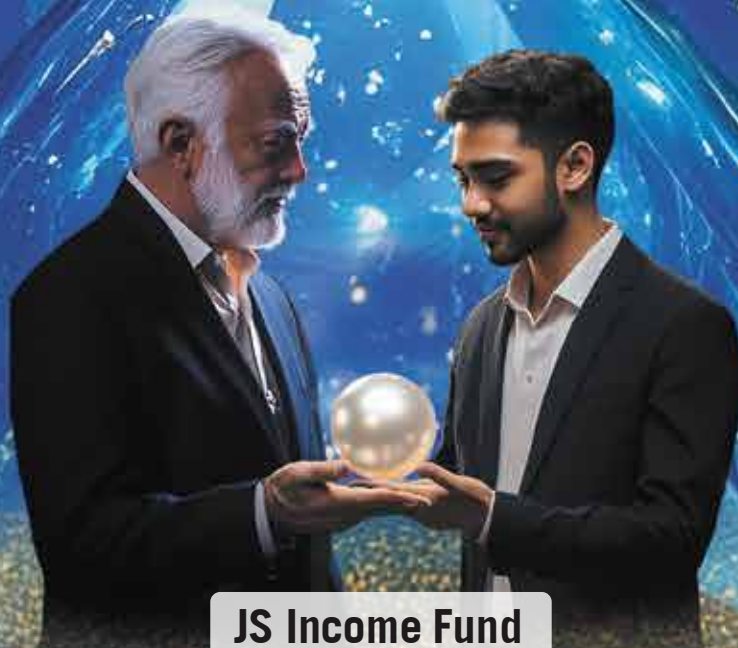


JS investments
Better Investments for a Better Future!

CELEBRATING
30 YEARS OF TRUST,
INNOVATION & EXCELLENCE



JS Income Fund

ANNUAL REPORT 2025

TABLE OF CONTENT

01.

COMPANY INFORMATION

- 02 Company Information
- 04 Vision
- 05 Mission
- 06 Directors' Report to the Unit Holders
- 12 Fund Manager's Report
- 14 Performance Table / Key Financial Data
- 15 Trustee Report to the Unit Holders
- 16 Independent Auditors' Report to the Unit Holders

02.

Financial Statements

- 20 Statement of Assets and Liabilities
- 21 Income Statement
- 22 Statement of Comprehensive Income
- 23 Statement of Movement in Unit Holders' Fund
- 24 Cash Flow Statement
- 25 Notes to and Forming Part of the Financial Statements

COMPANY INFORMATION



BOARD OF DIRECTORS

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Syed Kazim Raza*	Non-Executive Director
Mr. Faisal Anwar**	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Director
Ms. Mediha Kamal Afsar	Non-Executive Director
Mr. Farooq Ahmed Malik	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas***	Non-Executive Director
Mr. Atif Salim Malik****	Non-Executive Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co., Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid
Mr. Faisal Anwar

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

* Mr. Syed Kazim Raza joined the board on March 06, 2025.

** Mr. Faisal Anwer joined the board on January 07, 2025.

*** Mr. Mirza M. Sadeed H. Barlas resigned from the board on January 15, 2025.

**** Mr. Atif Salim Malik resigned from the board on November 21, 2024.

VISION

To be the preferred choice of every investor, offering diverse and innovative investment solutions.

MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence.

DIRECTORS' REPORT TO THE UNITHOLDERS

FOR THE YEAR ENDED JUNE 30, 2025

The Board of Directors of JS Investments Limited, the Management Company of **JS Income Fund** (the Fund), is pleased to present the Annual Report for the year ended June 30, 2025.

ECONOMIC REVIEW

FY2025 unfolded against a backdrop of moderating but below-target growth, shaped by persistent challenges in the agriculture sector and only modest expansion in industrial activity. The macroeconomic stabilization program stayed broadly on course, supported by the disbursement of the first and second tranches of USD 1.0 billion and USD 1.1 billion under the IMF's 37-month Extended Fund Facility (EFF) of USD 7 billion. In parallel, a 28-month Resilience and Sustainability Facility (RSF) of USD 1.3 billion was secured to promote climate-resilient investments. A key structural initiative was the launch of the National Minerals Harmonization Framework at the Pakistan Minerals Investment Forum 2025, aimed at unlocking untapped mineral resources through targeted public-private partnerships. Overall, the year reflected continued progress towards macroeconomic stability, albeit with sector-specific headwinds tempering overall momentum.

Inflation eased sharply to 4.49% from 23.41% a year earlier, aided by stable food and energy prices, allowing for a more accommodative monetary stance. The external sector strengthened significantly: foreign exchange reserves reached USD 14.51 billion by year-end, while the current account recorded a surplus of USD 2.1 billion compared to a USD 2.07 billion deficit in the previous year. In terms of the fiscal performance, the Federal Board of Revenue (FBR) tax collections rose 26.13% year-on-year to PKR 11.74 trillion, though the final out-turn fell short of the revised target by PKR 165 billion. Lower-than-planned interest and development spending helped contain the fiscal deficit at 5.4% of GDP, below the 5.8% target set at the year's outset.

Looking ahead, the FY2026 Federal Budget targets real GDP growth of 4.2%, up from FY2025's 2.7%, and headline inflation of 7.5%. To achieve these objectives, the FBR has been assigned an ambitious tax collection target of PKR 14.13 trillion, underpinned by broadening the tax base, enhancing compliance, and advancing digitization initiatives.

Globally, uncertainty deepened as trade momentum softened following the U.S. administration's announcement of sweeping tariff measures, dampening sentiment and clouding supply chain resilience. Geopolitical tensions, from Pakistan-India frictions to a brief Iran-Israel flare-up, added to volatility, though ceasefires eased immediate risks. Notably, Pakistan managed the post-India escalation with measured diplomacy, effectively addressing challenges and strengthening its position in subsequent tariff and trade discussions, underscoring its growing adeptness in navigating complex geopolitical and economic currents.

INCOME / MONEY MARKET REVIEW

The period under review witnessed a significant recalibration in monetary policy, with the State Bank of Pakistan's (SBP) Monetary Policy Committee (MPC) implementing cumulative rate cuts of 950 basis points (bps), bringing the policy rate down to 11%. This easing was underpinned by moderating inflation and stable energy prices, enabling a shift towards growth-supportive measures.

Government securities markets responded with a broad-based decline in yields. Short-term tenors fell sharply, with the 3M, 6M, and 12M closing at 11.01%, 10.89%, and 10.85%, down 896bps, 902bps, and 783bps, respectively. Mid-tenors followed suit, with the 3Y and 5Y ending at 11.15% and 11.40%, reflecting declines of 535bps and 397bps, while the 10Y eased 179bps to 12.30%. For fiscal management, the SBP also conducted Treasury bill buybacks to improve liquidity and manage maturity profiles.

A notable milestone was the issuance of Pakistan's first 15-year zero-coupon bond, raising PKR 288 billion at a 12.70% cut-off, signaling a strategic shift towards long-duration financing. Yield movements ahead will remain closely linked to inflation trends, reform momentum, and external sector conditions.

REVIEW OF FUND PERFORMANCE

The Fund return was 14.69% for the year ended June 30, 2025, against the benchmark return of 14.70%. The fund's Net Assets decreased from PKR 8,520.97 million as of June 30, 2024, to PKR 7,568.49 million as of June 30, 2025. The Fund's total expense ratio is 2.03%, which includes 0.27% of government levies on the Fund.

DIVIDEND

The Fund paid an interim cash dividend of Rs 1.00 per unit during the year ended June 30, 2025.

ASSET MANAGER & FUND RATING

The Management Company has an asset manager rating of 'AM2++' with a 'Stable Outlook' from the Pakistan Credit Rating Agency Limited (PACRA). This rating reflects the Company's strong management quality, sound governance framework, and consistent operational performance, underscoring its continued commitment to delivering sustainable value to investors and stakeholders. PACRA also reaffirmed the stability rating of 'A+(f)' dated April 05, 2024 (2024: 'A+(f)') to the Fund.

AUDITORS

The external auditors of the Fund, M/s. A.F Ferguson & Co. Chartered Accountants, retired and, being eligible, offered themselves for reappointment. The Board of Directors, upon recommendation of the Audit Committee of the Board, has approved the appointment of M/s. A.F Ferguson & Co. Chartered Accountants as the Fund's auditors for the ensuing year ending June 30, 2026.

ADDITIONAL INFORMATION

- Annexed to the Annual Report is the Fund Manager's Report, providing a description of principal risks and uncertainties along with a reasonable indication of future yield prospects.
- The Pattern of Unit holding as of June 30, 2025, is annexed to this annual report.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- A performance table/key financial data is annexed to this annual report.

ACKNOWLEDGMENT

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.

On behalf of the Board



Director



Chief Executive Officer

August 19, 2025
Karachi

آڈیٹرز:

فنڈ کے بیرونی آڈیٹرز، میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، اپنی مدت پوری ہونے پر ریٹائر ہو رہے ہیں اور از سر نو تقرری کے لیے اہل ہونے کے ناطے اپنی خدمات دوبارہ پیش کر رہے ہیں۔ بورڈ آف ڈائریکٹرز نے، آڈٹ کمیٹی کی سفارش پر، میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کو آئندہ مالی سال 30 جون 2026 کو ختم ہونے والی مدت کیلئے فنڈ کے آڈیٹرز کے طور پر تقرر کرنے کی منظوری دی ہے۔

اضافی معلومات:

- الف۔ سالانہ رپورٹ کے ساتھ فنڈ مینجیر کی رپورٹ منسلک ہے، جس میں اہم خطرات اور غیر یقینی عوامل کی وضاحت کے ساتھ مستقبل کے منافع کے امکانات کی نشاندہی کی گئی ہے۔
- ب۔ 30 جون 2025 تک یونٹ ہولڈنگ کا پیٹرن اس سالانہ رپورٹ کے ساتھ منسلک ہے۔
- ج۔ اندرونی کنٹرول کا نظام ڈیزائن کے اعتبار سے مضبوط ہے اور اسے مؤثر طور پر نافذ اور مانٹر کیا گیا ہے۔
- د۔ کارکردگی کا جدول/کلیدی مالیاتی اعداد و شمار اس سالانہ رپورٹ کے ساتھ منسلک ہیں۔

اظہار تشکر:

ڈائریکٹرز پاکستان سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور ڈیجیٹل کسٹوڈین کمپنی لمیٹڈ کے تعاون، رہنمائی اور معاونت پر دلی تشکر کا اظہار کرتے ہیں۔ بورڈ پنشن فنڈ مینجیر کے ملازمین کا بھی ان کی محنت اور لگن پر شکریہ ادا کرتا ہے، اور یونٹ ہولڈرز کا مینجمنٹ پر اعتماد رکھنے کے لیے خصوصی طور پر ممنون ہے۔

بورڈ کی جانب سے



چیف ایگزیکٹو آفیسر



ڈائریکٹر

کراچی، 19 اگست 2025

پوائنٹس کی کمی کو ظاہر کرتے ہیں، جبکہ 10 سالہ شرح 179 بیس پوائنٹس کم ہو کر 12.30% پر آگئی۔ مالی نظم و نسق کے تحت اسٹیٹ بینک نے لیکویڈیٹی میں بہتری اور میچورٹی پروفائل کے انتظام کے لیے ٹریڈری بل بائی بیک بھی کیے۔

اس دوران پاکستان کے پہلے 15 سالہ زیر کوپن بانڈ کا اجراء ایک اہم سنگ میل تھا، جس کے ذریعے 12.70 فیصد کٹ آف پر 288 بلین روپے حاصل کیے گئے۔ یہ اقدام طویل المدتی فنانسنگ کی جانب ایک اسٹریٹجک تبدیلی کی علامت ہے۔ آئندہ کے لیے شرح منافع کی سمت کا انحصار افراط زر کے رجحانات، اصلاحاتی عمل کی پیش رفت اور بیرونی شعبے کی صورتحال پر رہے گا۔

فنڈ کی کارکردگی کا جائزہ:

30 جون 2025 کو اختتام پذیر ہونے والی مدت کے لیے فنڈ کا منافع 14.69 فیصد رہا، جبکہ بینچ مارک کا منافع 14.70 فیصد رہا۔ 30 جون 2024 کو فنڈ کے خالص اثاثے 8,520.97 ملین روپے سے کم ہو کر 30 جون 2025 کو 7,568.49 ملین روپے ہو گئے۔ فنڈ کا کل اخراجاتی تناسب 2.03 فیصد رہا، جس میں 0.27 فیصد حکومتی لیویز پر مشتمل ہے۔

ڈویڈنڈ:

30 جون 2025 کو اختتام پذیر ہونے والی مدت کے دوران فنڈ نے فی یونٹ 1.00 روپے کا عبوری کیش ڈویڈنڈ ادا کیا۔

ایسٹ نیچر اور فنڈ ریٹنگ:

مینجمنٹ کمپنی کو پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) کی جانب سے 'AM2++' کی ایسٹ نیچر ریٹنگ بمعہ 'مستحکم آؤٹ لک' دی گئی ہے۔ یہ ریٹنگ کمپنی کے مستحکم انتظامی معیار، مضبوط گورننس فریم ورک اور مسلسل عملی کارکردگی کی عکاسی کرتی ہے، جو سرمایہ کاروں اور اسٹیک ہولڈرز کو پائیدار قدر فراہم کرنے کے لیے کمپنی کے عزم کو اجاگر کرتی ہے۔ مزید برآں، PACRA نے 10 جون 2025 کو فنڈ کی مستحکم ریٹنگ 'A+(f)' (2024 میں 'A+(f)') کی توثیق کی۔

آئندہ مالی سال 2026 کے وفاقی بجٹ میں حقیقی شرح نمو (GDP) کا ہدف 4.2 فیصد مقرر کیا گیا ہے، جو مالی سال 2025 کی 2.7 فیصد شرح کے مقابلے میں زیادہ ہے، جبکہ ہیڈ لائن افراط زر کا ہدف 7.5 فیصد رکھا گیا ہے۔ ان اہداف کے حصول کے لیے ایف بی آر کا 14.13 ٹریلین روپے کی بلند سطح کی ٹیکس وصولی کا ہدف دیا گیا ہے، جس کی بنیاد ٹیکس نیٹ کو وسیع کرنے، کمپلائنس میں بہتری لانے اور ڈیجیٹائزیشن اقدامات کو آگے بڑھانے پر رکھی گئی ہے۔

عالمی سطح پر غیر یقینی صورتحال میں اضافہ ہوا کیونکہ امریکی حکومت کی جانب سے وسیع پیمانے پر محصولات (ٹیرف) کے اقدامات کے اعلان کے بعد تجارتی سرگرمیاں کمزور پڑ گئیں، جس سے سرمایہ کاروں کا اعتماد متاثر ہوا اور سپلائی چین کی مضبوطی کمزور ہو گئی۔ جغرافیائی سیاسی تناؤ، جن میں پاکستان اور بھارت کے درمیان کشیدگی اور ایران اسرائیل کے درمیان مختصر جھڑپ شامل تھی، نے بھی اتار چڑھاؤ میں اضافہ کیا، اگرچہ سیز فئر نے فوری خطرات کو کم کرنے میں مدد دی۔ اہم بات یہ رہی کہ پاکستان نے بھارت کے ساتھ بڑھتی ہوئی کشیدگی کے بعد متوازن سفارت کاری کے ذریعے صورتحال کو مؤثر انداز میں سنبھالا۔ اس سے نہ صرف چینلجز پر قابو پایا گیا بلکہ بعد ازاں محصولات اور تجارتی مذاکرات میں پاکستان کی پوزیشن مزید مضبوط ہوئی، جو اس بات کی علامت ہے کہ پاکستان پیچیدہ جغرافیائی اور معاشی حالات سے نمٹنے میں بتدریج زیادہ مہارت حاصل کر رہا ہے۔

آمدنی/منی مارکیٹ جائزہ:

زیر جائزہ مدت کے دوران مالیاتی پالیسی میں نمایاں تبدیلی دیکھنے میں آئی۔ اسٹیٹ بینک آف پاکستان (SBP) کی مانیٹری پالیسی کمیٹی (MPC) نے شرح سود میں مجموعی طور پر 950 بیس پوائنٹس کی کمی کی، جس سے پالیسی ریٹ کم ہو کر 11 فیصد پر آ گیا۔ یہ نرمی افراط زر میں کمی اور توانائی کی قیمتوں کے استحکام کے باعث ممکن ہوئی، جس نے ترقی دوست اقدامات کی گنجائش فراہم کی۔

حکومتی سیکورٹیز مارکیٹ نے وسیع پیمانے پر منافع کی شرح میں کمی کے ساتھ رد عمل دیا۔ قلیل مدتی شرحیں نمایاں طور پر کم ہوئیں، جہاں 3 ماہ، 6 ماہ اور 12 ماہ کی شرحیں بالترتیب 11.01%، 10.89% اور 10.85% پر بند ہوئیں، جو کہ 896 بیس پوائنٹس، 902 بیس پوائنٹس اور 783 بیس پوائنٹس کی کمی کو ظاہر کرتی ہیں۔ درمیانی مدت کی شرحوں میں بھی کمی آئی، جہاں 3 سال اور 5 سال کی مدت کے ریٹس بالترتیب 11.15% اور 11.40% پر بند ہوئے، جو کہ 535 اور 397 بیس

یونٹ ہولڈرز کیلئے ڈائریکٹرز کی رپورٹ

جے ایس انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز 30 جون 2025 کو اختتام پذیر ہونے والی مدت کیلئے مینجمنٹ کمپنی برائے جے ایس انکم فنڈ (فنڈ) کی سالانہ رپورٹ پیش کرتے ہوئے پُرسرت ہیں۔

معاشی جائزہ:

مالی سال 2025 میں شرح نمو میں کچھ بہتری دیکھنے میں آئی، لیکن یہ مقررہ ہدف سے کم رہی۔ زرعی شعبے کو درپیش مستقل مسائل اور صنعتی سرگرمیوں میں محدود اضافے نے اس صورتحال پر اثر ڈالا۔ معیشت کے استحکام کے لیے جاری پروگرام مجموعی طور پر درست سمت میں رہے، جسے آئی ایم ایف کے 37 ماہ پر مشتمل ”ایکسپنڈ ڈفنڈ فیسلٹی“ (EFF) کے تحت 7 بلین امریکی ڈالر کے پیکیج میں سے پہلی اور دوسری قسط، بالترتیب 1.0 بلین اور 1.1 بلین امریکی ڈالر کی وصولی سے تقویت ملی۔ اسی دوران 28 ماہ کی ”ریزیلیئنس اینڈ سسٹین ایبلٹی فیسلٹی“ (RSF) کے تحت 1.3 بلین امریکی ڈالر کا معاہدہ بھی ہوا، جس کا مقصد ماحول دوست اور موسمیاتی پائیدار سرمایہ کاری کو فروغ دینا ہے۔ اس سال کا ایک نمایاں اقدام ”پاکستان منرلز انویسٹمنٹ فورم 2025“ میں نیشنل منرلز ہارمونی زینشن فریم ورک کا اجراء تھا، جس کا مقصد عوامی ونچی اشتراک کے ذریعے ملک میں موجود غیر استعمال شدہ معدنی وسائل کو بروئے کار لانا ہے۔ مجموعی طور پر، مالی سال کے دوران معیشت استحکام کی جانب پیش رفت کرتی رہی، اگرچہ کچھ شعبہ جاتی رکاوٹوں نے ترقی کی رفتار کو محدود رکھا۔

افراط زر میں نمایاں کمی ہوئی اور یہ گزشتہ سال کی 23.41 فیصد کی شرح کے مقابلے میں کم ہو کر 4.49 فیصد تک ہو گئی، جس میں خوراک اور توانائی کی مستحکم قیمتوں نے اہم کردار ادا کیا۔ اس کے نتیجے میں مالیاتی پالیسی کو نسبتاً نرم رویہ اختیار کرنے کی گنجائش ملی۔ بیرونی شعبہ بھی خاصی حد تک مضبوط ہوا، مالی سال کے اختتام پر زرمبادلہ کے ذخائر بڑھ کر 14.51 بلین امریکی ڈالر تک پہنچ گئے، جبکہ کرنٹ اکاؤنٹ میں 2.1 بلین امریکی ڈالر کا سرپلس ریکارڈ ہوا، جو گزشتہ سال کے 2.07 بلین امریکی ڈالر کے خسارے کے برعکس ہے۔ مالیاتی کارکردگی کے لحاظ سے فیڈرل بورڈ آف ریونیو (ایف بی آر) کی ٹیکس وصولیاں سال بہ سال 26.13 فیصد بڑھ کر 11.74 ٹریلین روپے تک پہنچ گئیں، تاہم حتمی نتائج نظر ثانی شدہ ہدف سے 165 بلین روپے کم رہے۔ سود کی ادائیگی اور ترقیاتی اخراجات میں کمی کے باعث مالی خسارہ مجموعی قومی پیداوار (GDP) کے 5.4 فیصد تک محدود رہا، جو کہ سال کے آغاز میں مقررہ 5.8 فیصد ہدف سے کم تھا۔

JS Income Fund (JS IF)

- Description of the Collective Investment Scheme category and type**

Income Fund Scheme / Open end

- Statement of Collective Investment Scheme's investment objective**

The main objective of JS Income Fund is to preserve investor's capital while providing a regular stream of current income on an annual basis, which is higher than that offered by commercial banks on deposits of a similar liquidity profile as this fund. The fund operates a diverse portfolio of investment-grade debt securities, government securities and money market instruments. The fund may maintain liquidity in the form of spread transactions and bank deposits.

- Explanation as to whether the Collective Investment Scheme has achieved its stated objective**

The collective investment scheme achieved its stated objective.

- Statement of benchmark(s) relevant to the Collective Investment Scheme**

75% six (6) months KIBOR + 25% six (6) months average of the highest rates on savings account of three (3) "AA" rated scheduled Banks as selected by MUFAP

- Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Ann. Returns	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	FY25
JSIF	17.76%	19.25%	27.25%	16.10%	14.90%	3.50%	13.41%	9.03%	6.92%	10.54%	16.10%	10.61%	14.69%
Benchmark	19.85%	18.60%	16.91%	14.51%	13.40%	12.33%	12.24%	11.97%	11.83%	11.75%	11.12%	10.76%	14.70%
Diff.	-2.10%	0.64%	10.34%	1.59%	1.50%	-8.83%	1.17%	-2.94%	-4.91%	-1.21%	4.98%	-0.15%	-0.01%

- Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

During the year, the fund maintained a balanced exposure to corporate and government debt instruments. Asset allocation was strategically aligned with the anticipated monetary easing, focusing on increasing the portfolio's weighted average duration while considering instrument ratings, credit risk, and fundamental analysis. This allowed the fund to benefit from improving macroeconomic conditions and declining interest rates.

- Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

	Jun-25	Jun-24
Cash	28.78%	28.95%
TFCs / Sukkuks	5.22%	10.59%
T Bills	11.84%	14.98%
PIBs	52.40%	42.30%
Other including receivables	1.77%	3.18%
Total	100.00%	100.00%

- Analysis of the Collective Investment Scheme's performance**

	Fund	BM
Standard Deviation	3.6%	1.4%
Duration (Yr)	0.18	
WAM (Yr)	1.79	

Unless otherwise specified, all data is presented on a since-inception basis.

- Based on changes in total NAV and NAV per unit since the last review period or since commencement (in the case of newly established Collective Investment Scheme)

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-25	7,568	116.50
30-Jun-24	8,468	102.45

- Disclosure of the markets that the Collective Investment Scheme has invested in:**
JS Income Fund invests in government securities, cash in bank accounts, money market placements, deposits, certificates of deposits (COD), certificates of Musharakah (COM), term deposit receipts (TDR), commercial paper, reverse repos, term-finance certificates, Sukuks, spread transactions, and Margin Trading System.
- Disclosure on distribution (if any), comprising:-**
 - Particulars of income distribution or other forms of distribution made and proposed during the period; and
 - Statement on effects on the NAV before and after distribution is made

Distribution

The fund has paid a final distribution of Rs. 1.00 per unit of Rs. 100/- each i.e. 1.00%. The cumulative distribution for FY25 is Rs. 1.00 per unit.

NAV per unit as on June 30, 2025	
Cum NAV (PKR)	116.50
Ex-NAV (PKR)	116.50

- Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**
There were no significant changes in the state of affairs during the year under review.

- Breakdown of unit holdings by size**

Fund Name	Ranges			Number of Folios
JS Income Fund	0.0001	to	9,999.9999	564
	10,000.0000	to	49,999.9999	33
	50,000.0000	to	99,999.9999	12
	100,000.0000	to	499,999.9999	16
	500,000.0000	&	above	9
			Total	634

- Disclosure on unit split (if any), comprising:-**
The Fund has not carried out any unit split exercise during the year.
- Disclosure of circumstances that materially affect any interests of the unit holders**
Investment is subject to market risk.
- Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme, disclosure of the following:-**
The Management Company and / or any of its delegates have not received any soft commission from its brokers / dealers by virtue of transactions conducted by the Fund.

JS INCOME FUND PERFORMANCE TABLE

		Years				
		2025	2024	2023	2022	2021
Net assets	Rs.	7,568.49	8,520.97	942.20	1,250.08	1,925.39
Net income / loss	Rs.	1,064.03	1,028.94	172.53	190.75	135.52
Total return of the Fund	%	14.69	20.65	16.01	9.51	6.89
Annual dividend distribution	%	1.00	19.62	10.40	8.00	6.58
Capital Growth	%	13.69	1.03	5.61	1.51	0.31
Average annual return						
- One Year	%	14.69	20.65	16.01	9.51	6.89
- Two Years	%	17.67	18.33	12.76	8.20	9.11
- Three Years	%	17.12	15.39	10.80	9.24	8.99
NAV per unit	Rs.	116.50	102.45	102.10	97.02	95.91
Year-end offer price per unit	Rs.	119.18	104.77	104.41	99.22	98.08
Highest offer price per unit	Rs.	119.63	116.09	114.43	107.26	104.75
Lowest offer price per unit	Rs.	104.85	104.41	99.33	98.14	97.87
Highest repurchase price per unit	Rs.	116.94	113.52	111.9	104.88	102.43
Lowest repurchase price per unit	Rs.	102.53	102.10	97.13	95.97	95.70
1st Interim distribution	Rs.	1.00	11.45	10.40	8.00	6.58
Announcement date		23-Jun-25	16-Jan-24	22-Jun-23	28-Jun-22	29-Jun-21
2st Interim distribution	Rs.	-	4.95	-	-	-
Announcement date		-	25-Apr-24	-	-	-
3rd Interim distribution	Rs.	-	3.22	-	-	-
Announcement date		-	24-Jun-24	-	-	-
Total distribution as % of par value	%	1.00	19.62	10.40	8.00	6.58

Notes

- JS Income Fund was launched on August 26, 2002.
- Investment portfolio composition of the Fund is disclosed in note 5 of the financial statements.

Disclaimer

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



#MonetizeYourAssets

REPORT OF THE TRUSTEE TO THE UNIT HOLDERS JS INCOME FUND

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

JS Income Fund, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was executed on July 18, 2002 and was approved by the Securities and Exchange Commission of Pakistan on August 22, 2002.

1. JS Investments Limited, the Management Company of JS Income Fund has, in all material respects, managed JS Income Fund during the year ended June 30, 2025 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.

2. Statement on the shortcoming(s) that may have impact on the decision of the existing or the potential unit holders remaining or investing in the Collective Investment Scheme; and

Statement

No short coming has been addressed during the year ended June 30, 2025.

3. Disclosure of the steps taken to address the shortcoming(s) or to prevent the recurrence of the short coming(s).

Disclosure of the steps

We have critically examine the fund in accordance with circular, directives, NBFC Regulations 2008 and its constitutive documents. However, no shortcoming has been addressed.

4. Trustee's opinion regarding the calculation of the management fee, CIS Monthly Fee Payable to the Commission and other expenses in accordance with the applicable regulatory framework.

Trustee Opinion

"The Management fee, CIS monthly fee payable to the Commission and other expenses has been accurately calculated in accordance with the NBFC Regulations, 2008 and its constitutive documents".

Dabeer Khan
Manager Compliance
Digital Custodian Company Limited

Karachi: September 24, 2025

ONLINE

+923-111-322-228

digitalcustodian.co

[f](#) [t](#) [i](#) [v](#) [y](#) / digitalcustodian

LAHORE

LSE Plaza, 508

Kashmir Egerton Road

+92 42 3630 4406

KARACHI

Perdesi House

Old Queens Road

+92 21 3241 9770

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of JS Income Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of JS Income Fund (the Fund / Collective Investment Scheme), which comprise the statement of assets and liabilities as at June 30, 2025, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2025, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	<p>Net Asset Value (NAV) (Refer notes 4 and 5 to the annexed financial statements)</p> <p>Balances with banks and investments constitute the most significant components of the net assets value. Balances with banks aggregated to Rs. 2,207.88 million and investments of the Fund amounted to Rs. 5,358.94 million as at June 30, 2025.</p> <p>The existence of balances with banks and the existence and proper valuation of investments for the determination of NAV of the Fund as at June 30, 2025 was considered a high risk area and therefore we considered this as a key audit matter.</p>	<p>Our audit procedures amongst others included the following:</p> <ul style="list-style-type: none"> Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2025 and traced it with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and Obtained bank reconciliation statements and tested reconciling items on a sample basis.

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

■ KARACHI ■ LAHORE ■ ISLAMABAD



Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

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

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

Responsibilities of Management and Board of Directors of the Management Company for the Financial Statements

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

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

Board of directors of the Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

AA/6



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

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

We also provide board of directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) the financial statements have been properly prepared in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008;
- b) proper books and records have been kept by the Collective Investment Scheme and the financial statements prepared are in agreement with the books and records of the Collective Investment Scheme; and
- c) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

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

A. F. Ferguson & Co.

Chartered Accountants

Dated: September 30, 2025

Karachi

UDIN: AR202510061imlujfpAR

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2025

	Note	2025 ----- (Rupees) -----	2024 -----
ASSETS			
Bank balances	4	2,207,882,320	2,487,778,267
Investments	5	5,358,938,744	5,832,863,945
Mark-up / profit receivable	6	101,973,843	267,692,468
Deposits, prepayments and other receivables	7	6,387,504	6,329,613
Total assets		7,675,182,411	8,594,664,293
LIABILITIES			
Payable to JS Investments Limited - Management Company	8	25,582,401	34,146,833
Payable to Digital Custodian Company Limited - Trustee	9	531,601	591,886
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	462,262	523,793
Accrued expenses and other liabilities	11	80,113,615	38,430,066
Total liabilities		106,689,879	73,692,578
NET ASSETS		7,568,492,532	8,520,971,715
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		7,568,492,532	8,520,971,715
CONTINGENCIES AND COMMITMENTS			
	12	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		64,968,119	83,169,163
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		116.50	102.45

The annexed notes from 1 to 28 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 (Rupees)	2024
INCOME			
Profit on:			
- Bank deposits		277,514,816	323,385,879
- Government securities		615,647,901	695,267,787
- Listed and unlisted debt securities		128,042,870	147,357,761
Gain / (loss) on sale of investments - net		119,407,735	(3,902,413)
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at 'fair value through profit or loss' - net	5.8	65,886,881	(2,910,754)
		185,294,616	(6,813,167)
Income on spread transactions from Margin Trading System		468,344	-
Other income	5.5.2	6,903,525	8,755,099
Total income		1,213,872,072	1,167,953,359
EXPENSES			
Remuneration of JS Investments Limited - Management Company	8.1	86,028,558	65,030,034
Sindh Sales Tax on remuneration of Management Company	8.2	12,904,281	8,453,904
Allocated expenses by the Management Company	8.4	5,557,512	5,566,772
Selling and marketing expenses	8.5	26,985,299	46,300,062
Remuneration of Digital Custodian Company Limited - Trustee	9.1	5,548,092	4,175,075
Sindh Sales Tax on remuneration of the Trustee	9.2	832,214	542,760
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10.1	5,548,368	4,174,864
Auditors' remuneration	13	1,372,258	1,033,079
Mutual fund rating fee		522,030	511,092
PSX listing fee		28,134	28,250
SECP supervisory fee		2,500	2,500
Brokerage and settlement charges		3,496,008	2,443,189
Bank and settlement charges		841,583	633,317
Legal and professional charges		55,333	-
Printing and stationery charges		123,918	114,210
Total operating expenses		149,846,088	139,009,108
Net income for the year before taxation		1,064,025,984	1,028,944,251
Taxation	17	-	-
Net income for the year after taxation		1,064,025,984	1,028,944,251
Allocation of net income for the year			
Net income for the year after taxation		1,064,025,984	1,028,944,251
Income already paid on units redeemed		(840,909,710)	(167,791,899)
		223,116,274	861,152,352
Accounting income available for distribution			
- Relating to capital gain		185,294,616	-
- Excluding capital gain		37,821,658	861,152,352
		223,116,274	861,152,352

The annexed notes from 1 to 28 form an integral part of these financial statements.

Chief Financial Officer

Chief Executive Officer

Director

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 ----- (Rupees) -----	2024 -----
Net income for the year after taxation		1,064,025,984	1,028,944,251
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u>1,064,025,984</u>	<u>1,028,944,251</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

FOR THE YEAR ENDED JUNE 30, 2025

	2025			2024		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	Rupees			Rupees		
Net assets at beginning of the year	8,469,578,010	51,393,705	8,520,971,715	922,242,345	19,954,397	942,196,742
Issuance of 150,709,120 (2024:282,173,233) units						
- Capital value (at net asset value per unit at the beginning of the year)	15,440,676,832	-	15,440,676,832	28,809,887,074	-	28,809,887,074
- Element of income	1,459,256,801	-	1,459,256,801	1,768,124,964	-	1,768,124,964
Total proceeds from issuance of units	16,899,933,633	-	16,899,933,633	30,578,012,038	-	30,578,012,038
Redemption of 168,910,164 (2024:208,232,548) units						
- Capital value (at net asset value per unit at the beginning of the year)	(17,305,437,453)	-	(17,305,437,453)	(21,260,543,151)	-	(21,260,543,151)
- Element of loss	(706,750,518)	(840,909,710)	(1,547,660,228)	(310,691,564)	(167,791,899)	(478,483,463)
Total payments on redemption of units	(18,012,187,971)	(840,909,710)	(18,853,097,681)	(21,571,234,715)	(167,791,899)	(21,739,026,614)
Total comprehensive income for the year	-	1,064,025,984	1,064,025,984	-	1,028,944,251	1,028,944,251
Interim distribution on January 16, 2024 @ Rs. 11.45 per unit	-	-	-	-	(352,590,187)	(352,590,187)
Refund of capital on distribution	-	-	-	(76,358,528)	-	(76,358,528)
Interim distribution on April 25, 2024 @ Rs. 4.95 per unit	-	-	-	-	(248,389,193)	(248,389,193)
Refund of capital on distribution	-	-	-	(637,393,448)	-	(637,393,448)
Interim distribution on June 24, 2024 @ Rs. 3.22 per unit	-	-	-	-	(228,733,664)	(228,733,664)
Refund of capital on distribution	-	-	-	(745,689,681)	-	(745,689,681)
Interim distribution on June 23, 2025 @ Rs. 1 per unit	-	(15,291,681)	(15,291,681)	-	-	-
Refund of capital on distribution	(48,049,438)	-	(48,049,438)	-	-	-
Total distributions during the year	(48,049,438)	(15,291,681)	(63,341,119)	(1,459,441,658)	(829,713,044)	(2,289,154,702)
Net assets at end of the year	7,309,274,234	259,218,298	7,568,492,532	8,469,578,010	51,393,705	8,520,971,715
Undistributed income brought forward						
- Realised income		54,304,459			7,312,994	
- Unrealised (loss) / income		(2,910,754)			12,641,403	
		51,393,705			19,954,397	
Accounting income available for distribution						
- Relating to capital gains		185,294,616			-	
- Excluding capital gains		37,821,658			861,152,352	
		223,116,274			861,152,352	
Total distributions during the year		(15,291,681)			(829,713,044)	
Undistributed income carried forward		259,218,298			51,393,705	
Undistributed income carried forward						
- Realised income		193,331,417			54,304,459	
- Unrealised income / (loss)		65,886,881			(2,910,754)	
		259,218,298			51,393,705	
		Rupees			Rupees	
Net asset value per unit at the beginning of the year		102.45			102.10	
Net asset value per unit at the end of the year		116.50			102.45	

The annexed notes from 1 to 28 form an integral part of these financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025 ----- (Rupees) -----	2024 -----
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		1,064,025,984	1,028,944,251
Adjustments for:			
Profit on bank deposits and investments		(1,021,205,587)	(1,166,011,427)
(Gain) / loss on sale of investments - net		(119,407,735)	3,902,413
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets at 'fair value through profit or loss' - net	5.8	(65,886,881)	2,910,754
		(1,206,500,203)	(1,159,198,260)
Increase / (decrease) in assets			
Investments - net		659,219,817	(5,221,289,331)
Deposits, prepayments and other receivables		(57,891)	(32,911)
		659,161,926	(5,221,322,242)
(Decrease) / increase in liabilities			
Payable to JS Investments Limited - Management Company		(8,564,432)	25,533,773
Payable to Digital Custodian Company Limited - Trustee		(60,285)	513,194
Payable to the Securities and Exchange Commission of Pakistan (SECP)		(61,531)	291,073
Accrued expenses and other liabilities		41,683,549	25,087,588
		32,997,301	51,425,628
Mark-up / profit received		1,186,924,212	922,114,382
Net cash generated from / (used in) generated from operating activities		1,736,609,220	(4,378,036,241)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts from issuance and of units		16,851,884,195	29,118,570,380
Payments against redemption and of units		(18,853,097,681)	(21,739,026,614)
Dividend paid in cash		(15,291,681)	(829,713,044)
Net cash (used in) / generated from financing activities		(2,016,505,167)	6,549,830,722
Net (decrease) / increase in cash and cash equivalents during the year		(279,895,947)	2,171,794,481
Cash and cash equivalents at the beginning of the year		2,487,778,267	315,983,786
Cash and cash equivalents at end of the year	15	2,207,882,320	2,487,778,267

The annexed notes from 1 to 28 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Income Fund ("the Fund") was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). JS Investments Limited is the Management Company of the Fund, and Digital Custodian Company Limited (DCCL) is the Trustee. The Trust Deed was executed on July 18, 2002 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 22, 2002.

The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.

1.3 The Fund is an open end mutual fund categorised as "Income Scheme" and is listed on the Pakistan Stock Exchange Limited. The objective of JS Income Fund is to generate competitive returns by investing in a diversified portfolio of Government securities, investment grade Term Finance Certificates (TFCs), rated corporate debts, spread transactions (including spread on equity transactions) and other money market instruments. The investment objectives and policies are explained in the Fund's offering document.

1.4 Pakistan Credit Rating Agency Limited (PACRA) has upgraded an asset manager rating of 'AM2++' with 'stable outlook' dated November 30, 2024 (2024: 'AM2+' with 'stable outlook' dated December 27, 2023) of the Management Company. The Pakistan Credit Rating Agency (PACRA) reaffirmed the stability rating of "A + (f)" with 'stable outlook' dated June 10, 2025 (October 22, 2024: "A + (f)" with 'stable outlook') to the Fund.

1.5 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

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

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

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, 2024. However, these are not considered to be relevant or do not have any material effect on the Fund's financial statements and hence, therefore, have not been disclosed in these financial statements.

2.3 Standards, Interpretations and Amendments to Published Approved Accounting Standards that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for:

- the new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

2.4 Critical accounting estimates and judgments

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

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2, 5 and 8.3).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which have been classified as 'at fair value through profit or loss' and which are measured at fair value. The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets has been disclosed in note 21.3.

2.6 Functional and presentation currency

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

3.1 Cash and cash equivalents

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

3.2 Financial assets

3.2.1 Initial recognition and measurement

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

3.2.2 Classification and subsequent measurement

a) Debt instruments

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

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

based on the business model of the entity.

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

b) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the "Statement of Assets and Liabilities" at fair value, with gains and losses recognised in the "Income Statement", except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The management considers its investment in equity securities as a group of assets and assesses them on a fair value basis and hence has classified them as at FVPL. Accordingly, the irrevocable option has not been considered. The dividend income for equity securities classified under FVPL is recognised in the "Income Statement".

Since all investments in equity instruments have been designated as FVPL, the subsequent movement in the fair value of equity securities is routed through the "Income Statement".

The Fund can only invest in equity securities for the purpose of spread transactions.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

3.2.3 Impairment of financial assets (other than debt securities)

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

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

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

3.2.4 Impairment loss on debt securities

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

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

3.2.5 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset.

3.2.6 Derecognition

"Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred, the Fund has transferred substantially all the risks and rewards of ownership or the Fund neither transfers nor retains substantially all the risks and rewards of ownership and the Fund has not retained control. Any gain or loss on derecognition of financial assets is taken to the "Income Statement".

3.3 Financial liabilities

3.3.1 Classification and subsequent measurement

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair values and subsequently measured at amortised cost using the effective interest method.

3.3.2 Derecognition

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

3.4 Offsetting of financial assets and financial liabilities

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

Income and expenses arising on financial instruments are presented on a net basis only when permitted by the accounting and reporting standards as applicable in Pakistan.

3.5 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 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

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

3.6 Net asset value per unit

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

3.7 Issue and redemption of units

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

Units redeemed are recorded at the redemption price prevalent on the date on which the Management Company receives redemption applications during business hours on that date. The redemption price represents NAV as on the close of business day, less any duties, taxes, charges on redemption and provision for transactions costs, if applicable.

3.8 Distributions to unit holders

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

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

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

Element of income represents the difference between Net Asset Value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders' fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

3.10 Revenue recognition

- Gain / (loss) arising on sale of investments classified as financial assets at 'fair value through profit or loss' is recognised in the "Income Statement" at the date on which the transaction takes place;
- Unrealised appreciation / (diminution) arising on remeasurement of investments classified as financial assets 'at fair value through profit or loss' included in Income Statement in the period in which they arise.
- Income on government securities, Term Finance Certificates, corporate sukuks certificates and Margin Trading System (MTS) is recognised on a time proportionate basis using the effective yield method.
- Profit on bank balances is recognised on an accrual basis using effective rate method
- Income from non-performing debt securities is recognized in the 'Income Statement' in the period in which an amount is received from the issuer of that security.

3.11 Expenses

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

3.12 Margin Trading System

Transactions of purchase under Margin Trading System (MTS) of marketable securities are entered into at contracted rates for specified periods of time. Securities purchased under MTS are not recognised in the "Statement of Assets and Liabilities". The amount paid under such agreements is recognised as receivable in respect of MTS. Profit is recognised on an accrual basis using the effective interest method. Cash releases are adjusted against the receivable as a reduction in the amount of receivable. The maximum maturity of an MTS contract is 60 calendar days out of which 25 percent exposure is automatically released at expiry of every 15th day from the date of contract..

	Note	2025	2024
4 BANK BALANCES		Rupees	
In savings accounts	4.1	<u>2,207,882,320</u>	<u>2,487,778,267</u>
4.1	These include an amount of Rs. 101.996 million (2024: Rs. 54.458 million) and Rs. 0.051 million (2024: Rs. 0.045 million) maintained with JS Bank Limited and BankIslami Pakistan Limited, respectively, a related party and carries profit at the rate of 9.00% (2024: 20.82%) per annum and 0.10% (2024: 18.50%) per annum. Other savings accounts of the Fund carry profit rates ranging between 6.00% to 12.25% (2024: 18.50% to 24.00%) per annum.		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

5	INVESTMENTS	Note	2025	2024
			----- Rupees -----	
	At fair value through profit or loss			
	Government securities - Market Treasury Bills	5.1	908,579,500	1,287,257,000
	Government securities - Pakistan Investment Bonds	5.2	4,022,960,519	3,635,573,060
	Listed debt securities - Corporate sukuk certificates and Term Finance Certificates	5.3	103,018,600	393,927,715
	Unlisted debt securities - Corporate sukuk certificates	5.4	297,441,645	516,106,170
	Debt security - non convertible, redeemable preference shares	5.6	26,938,480	-
			5,358,938,744	5,832,863,945
	At amortised cost			
	Unlisted debt securities - Term Finance Certificates	5.5	-	-
			5,358,938,744	5,832,863,945

5.1 Government Securities - Market Treasury Bills

Tenure	Issue date	Face value				Balance as at June 30, 2025			Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30 2025	Carrying value	Market value	Unrealised appreciation	net assets of the Fund	total investments of the Fund
(Rupees)									%	
Market Treasury Bills										
- 1 Month	April 17, 2025	-	1,750,000,000	(1,750,000,000)	-	-	-	-	-	-
Market Treasury Bills										
- 3 Months	May 30, 2024	-	500,000,000	(500,000,000)	-	-	-	-	-	-
Market Treasury Bills										
- 6 Months	December 12, 2024	-	500,000,000	(500,000,000)	-	-	-	-	-	-
- 6 Months	October 17, 2024	-	1,300,000,000	(1,300,000,000)	-	-	-	-	-	-
Market Treasury Bills										
- 12 Months	May 2, 2025	-	1,000,000,000	(1,000,000,000)	-	-	-	-	-	-
- 12 Months	October 3, 2024	-	500,000,000	(500,000,000)	-	-	-	-	-	-
- 12 Months	May 2, 2024	500,000,000	-	(500,000,000)	-	-	-	-	-	-
- 12 Months	September 5, 2024	-	725,000,000	(725,000,000)	-	-	-	-	-	-
- 12 Months	August 8, 2024	-	700,000,000	(700,000,000)	-	-	-	-	-	-
- 12 Months	January 9, 2025	-	5,650,000,000	(5,650,000,000)	-	-	-	-	-	-
- 12 Months	December 12, 2024	-	1,000,000,000	(1,000,000,000)	-	-	-	-	-	-
- 12 Months	November 14, 2024	-	2,000,000,000	(2,000,000,000)	-	-	-	-	-	-
- 12 Months	April 17, 2025	-	500,000,000	(500,000,000)	-	-	-	-	-	-
- 12 Months	May 30, 2024	1,000,000,000	-	(1,000,000,000)	-	-	-	-	-	-
- 12 Months	October 17, 2024	-	2,500,000,000	(2,500,000,000)	-	-	-	-	-	-
- 12 Months	October 19, 2023	-	600,000,000	(600,000,000)	-	-	-	-	-	-
- 12 Months	October 31, 2024	-	500,000,000	(500,000,000)	-	-	-	-	-	-
- 12 Months	May 15, 2025	-	500,000,000	(500,000,000)	-	-	-	-	-	-
- 12 Months	May 29, 2025	-	500,000,000	-	500,000,000	454,020,563	455,087,500	1,066,937	6.01%	0.02%
- 12 Months	June 12, 2025	-	500,000,000	-	500,000,000	453,390,158	453,492,000	101,842	5.99%	0.00%
Total as at June 30, 2025						907,410,722	908,579,500	1,168,778		
Total as at June 30, 2024						1,277,408,368	1,287,257,000	9,848,632		

5.1.1 These carry effective yield ranging from 10.89% to 11.16% (2024: 19.88% to 20.20%) per annum.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

5.2 Government Securities - Pakistan Investment Bonds

Tenure	Issue date	Face value				Balance as at June 30, 2025			Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Fund	total investment of the Fund
		(Rupees)								%
Pakistan Investment Bonds										
- 2 Years	September 8, 2022	-	2,600,000,000	2,600,000,000	-	-	-	-	-	-
- 2 Years	September 20, 2024	-	2,000,000,000	2,000,000,000	-	-	-	-	-	-
- 2 Years	January 16, 2025	-	2,700,000,000	-	2,700,000,000	2,272,178,519	2,299,162,995	26,984,476	30.38%	42.90%
Pakistan Investment Bonds										
- 3 Years	July 4, 2023	1,550,000,000	-	1,550,000,000	-	-	-	-	-	-
- 3 Years	February 15, 2024	150,000,000	125,000,000	275,000,000	-	-	-	-	-	-
- 3 Years	October 7, 2021	-	300,000,000	300,000,000	-	-	-	-	-	-
- 3 Years	September 20, 2024	-	250,000,000	250,000,000	-	-	-	-	-	-
Pakistan Investment Bonds										
- 5 Years	January 17, 2024	175,000,000	400,000,000	575,000,000	-	-	-	-	-	-
- 5 Years	October 19, 2023	1,350,000,000	-	1,350,000,000	-	-	-	-	-	-
- 5 Years	September 21, 2023	550,000,000	50,000,000	600,000,000	-	-	-	-	-	-
- 5 Years	December 14, 2023	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
- 5 Years	April 18, 2024	-	1,500,000,000	1,500,000,000	-	-	-	-	-	-
- 5 Years	June 27, 2024	-	1,650,000,000	1,650,000,000	-	-	-	-	-	-
- 5 Years	September 20, 2024	-	1,500,000,000	500,000,000	1,000,000,000	1,082,247,069	1,085,479,166	3,232,097	14.34%	20.26%
- 5 Years	January 16, 2025	-	550,000,000	-	550,000,000	558,834,650	561,576,030	2,741,380	7.42%	10.48%
Pakistan Investment Bonds										
- 10 Years	April 21, 2016	78,000,000	-	-	78,000,000	73,169,382	76,742,328	3,572,946	1.01%	1.43%
Total as at June 30, 2025						3,986,429,621	4,022,960,519	36,530,899		
Total as at June 30, 2024						3,644,810,150	3,635,573,060	(9,237,090)		

5.2.1 These carry effective yield ranging from 10.95% to 17.27% (2024: 14% to 24.79%) per annum.

5.3 Listed debt securities - Term Finance Certificates and Corporate sukuk certificates

Name of the investee company	Issue date	Maturity date	As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Balance as at June 30, 2025			Market value as a percentage of		Investment as a percentage of issue size
							Carrying value	Market value	Unrealised diminution	net assets of the Fund	total investment of the Fund	
			(Number of certificates)			(Rupees)			%			
Corporate sukuk certificates												
Power generation & distribution												
The Hub Power Company Limited (AA+, PACRA) (Face value: Rs. 75,000 per certificate)	November 12, 2020	November 12, 2025	3,803	-	3,803	-	-	-	-	-	-	-
Term Finance Certificates												
Commercial Banks												
Bank Al-Habib (AAA, PACRA) (Face value: Rs. 4,995 per certificate)	December 23, 2022	December 23, 2032	20,000	-	-	20,000	103,100,846	103,018,600	(82,246)	1.36%	1.92%	1.43%
Total as at June 30, 2025							103,100,846	103,018,600	(82,246)			
Total as at June 30, 2024							395,882,848	393,927,715	(1,955,133)			

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

5.3.1 These carry effective yield at the rate of 12.60% (2024: 21.46%) per annum.

5.4 Unlisted debt securities - Corporate sukuk certificates

Name of the investee company	Issue date	Maturity date	As at 1, July 2024	Purchased during the year	Matured / sold during the year	As at June 30, 2025	Balance as at June 30, 2025			Market value as a percentage of		Investment as a percentage of
							Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Fund	total investment of the Fund	issue size
			----- (Number of certificates) -----			----- Rupees -----			----- % -----			
Corporate sukuk certificates												
Power generation & distribution												
K-Electric Limited (STS 25) (A1+, VIS) (Face value: Rs. 1,000,000 per certificate)	May 2, 2024	November 2, 2024	377	-	377	-	-	-	-	-	-	-
Technology & Communication												
Airlink Communication Limited (PPSTS II) (A+, PACRA) (Face value: Rs. 1,000,000 per certificate)	July 10, 2024	January 10, 2025	-	308	308	-	-	-	-	-	-	-
Pharmaceutical												
OBS AGP Private Limited (A+, VIS) (Face value: Rs. 31,250 per certificate)	July 15, 2021	July 15, 2026	500	-	-	500	15,737,500	15,692,695	(44,805)	0.21%	0.29%	0.19%
Power generation & distribution												
K-Electric Limited (AA+, VIS) (Face value: Rs. 90,000 per certificate)	November 23, 2022	November 23, 2029	1,100	60	-	1,160	105,373,175	106,748,950	1,375,775	1.41%	1.99%	1.73%
Technology & Communication												
Sunridge Foods (Private) Limited (AAA, VIS) (Face value: Rs. 100,000 per certificate)	May 19, 2025	May 19, 2030	-	175	-	175	175,000,000	175,000,000	-	2.31%	3.27%	0.88%
Total as at June 30, 2025							296,110,675	297,441,645	1,330,970			
Total as at June 30, 2024							517,673,333	516,106,170	(1,567,163)			

5.4.1 These carry effective yield ranging from 12.11% to 13.63% (2024: 21.69% to 23.28%) per annum.

5.5 Debt securities - Term Finance Certificates - at amortised cost

Name of the investee company	Note	-----Number of certificates-----				Balance as at June 30, 2025			Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Carrying Amount as at June 30, 2025	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investments of the Fund
Personal Goods										
Azgard Nine Limited - Privately placed 6th issue (related party)	5.5.1 &	5,844	-	-	5,844	15,011,475	-	-	-	-
Provision held	5.5.2					(15,011,475)	-	-	-	-
						-				
Azgard Nine Limited - Privately placed 7th issue (related party)	5.5.1 &	12,408	-	-	12,408	62,040,000	-	-	-	-
Provision held	5.5.2					(62,040,000)	-	-	-	-
						-				
Cement										
Dewan Cement Limited Pre-IPO Investment	5.5.1	5,000	-	-	5,000	50,000,000	-	-	-	-
Provision held						(50,000,000)	-	-	-	-
Total as at June 30, 2025						-	-	-		
Total as at June 30, 2024						-	-	-		

5.5.1 Due to non-recoverability of these investments, the Fund has classified these as non-performing securities and recognised full provision in accordance with circular 33 of 2012 issued by the SECP.

5.5.2 On April 29, 2021, the facility was restructured through approved scheme of arrangement ("Approved Scheme") under the terms approved by Honorable Lahore High Court. According to the arrangement the principal outstanding on TFC is payable starting from April 29, 2021 over a period of 10 years. Further, new zero coupon Privately Placed Term Finance Certificates (PPTFCs) were issued for the existing PPTFC and interest accrued on TFC and PPTFC till the date of restructuring on the existing TFC and PPTFC, having redemption of principal through bullet payment from 10th anniversary of the issuance date. During the period, Rs. 6.903 million have been received against principal redemptions till June 30, 2025.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

5.6 Debt security - non-convertible, redeemable preference shares

Name of the investee company	Note	As at July 1, 2024	Issued during the year	Sold during the year	As at June 30, 2025	Balance as at June 30, 2025			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation	net assets of the Fund	total investment of the Fund
			(Number of certificates)				Rupees		%	
CHEMICAL										
Agritech Limited - Class A	5.6.1	-	6,734,620	-	6,734,620	-	26,938,480	26,938,480	0.36%	0.50%
Total as at June 30, 2025						-	26,938,480	26,938,480		
Total as at June 30, 2024						-	-	-		

5.6.1 In previous years, the Fund had made investment in Corporate sukuk certificates and Privately Placed Term Finance Certificates of Agritech Limited (AGTL) having issue dates of August 8, 2008 and July 1, 2011, respectively. These Corporate sukuk certificates and Term Finance Certificates were classified as non-performing asset by the Mutual Fund Association of Pakistan (MUFAP) on August 21, 2010 and January 17, 2012 respectively, on account of non-payment of the coupon on the due dates in the respective years. Accordingly, the Fund had booked 100% provision against these non-performing securities and had stopped making further accrual of profit on the aforesaid investments after the afore-mentioned dates.

In this respect, the creditors and the management of Agritech Limited held various meetings for the purpose of formulating a plan to discharge AGTL's liability and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement (SOA) as approved by the Honourable Lahore High Court on July 5, 2022, which took effect retrospectively from December 31, 2013. Accordingly, with respect to non-performing outstanding principal pertaining to sukuks and term finance certificates issued by AGTL, the creditors had a choice to opt between the two options provided in the Scheme of Arrangement.

Out of the two options available under the SOA, the Fund has elected option 2 as mentioned in 'Schedule F' of the Scheme of Arrangement for the settlement of Fund's outstanding liability including mark-up / profit accrued thereon. The key terms of the option 2 are as follows:

- Outstanding mark-up would be converted into zero-coupon TFCs, payable as a bullet payment at the end of FY 2026.
- Any unutilized cash flows, after payment to creditors of option 1, cash flows available for debt servicing (CFADS), would be used to partially settle principal liabilities and issue preference shares for the remaining portion of principal liabilities.

In compliance with the SOA, Agritech Limited has disbursed five tranches of cash flows available for debt servicing (CFADS) payments, starting from September 27, 2022 to December 28, 2023 aggregating to Rs. 6,310,996 to the Fund while the remaining liabilities are to be settled through the issuance of preference shares and zero-coupon PPTFCs.

In this regard, the Agritech Limited had to issue zero coupon PPTFCs for the overdue / outstanding profit amounting to Rs. 19,750,000 payable as a bullet payment by the end of FY 2026, which are pending as at the reporting date.

However, in current year, on December 23, 2024, AGTL has issued 6,734,620 Non-Convertible, Redeemable Class A Preference Shares of Agritech Limited to the Fund with limited voting rights in compliance with the SOA having face value of Rs. 67,346,200. The Fund has classified these preference shares as unlisted debt security in the financial statements for the year ended June 30, 2025.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

As per the Master Circular No. 1 of 2023, the valuation of debt securities held by collective investment schemes shall be determined by MUFAP based on the methodology provided in the aforesaid circular. As of June 30, 2025, the MUFAP has not assigned any value to these preference shares of Agritech Limited under the aforesaid notification.

However, the management has assigned a value of Rs. 4 per share to these Non Convertible, Redeemable, Preference Shares of Agritech Limited as at the reporting date on the basis of an offer price received from a third party during the current year. The offer was not accepted by the Fund.

The management had written to the Securities Exchange Commission of Pakistan to confirm the valuation basis of valuing these preference shares at Rs 4 per share and the reply of SECP on this matter is pending to date.

5.7 Details of non-compliant investments with the investment criteria as specified by the SECP

In accordance with clause (v) of the investment criteria laid down for 'income scheme' in Circular No. 7 of 2009, the Fund is required to invest in any security having rating not lower than the investment grade (credit rating of BBB and above). However, as at June 30, 2025, the Fund is non-compliant with the above mentioned requirement in respect of the following investments. Except for the investment in preference shares of Agritech Limited, the other securities were in compliance with the circular (i.e. investment grade) at the time of purchase and were subsequently downgraded to non investment grade by MUFAP on default by the respective issuer at the time of repayment of coupon due on the respective dates.

Name of non-compliant security	Note	Type of investment	2025				
			Value of investment before provision	Provision held	Value of investment after provision	Percentage of net assets of the Fund	Percentage of total investments of the Fund
			Rupees				
Azgard Nine Limited - PPTFCs							
6th issue - restructured	5.7.1	Privately placed TFC	15,011,475	(15,011,475)	-	-	-
Azgard Nine Limited - PPTFCs 7th issue	5.7.2	Privately placed TFC	62,040,000	(62,040,000)	-	-	-
Dewan Cement Limited	5.7.3	Pre-IPO investment	50,000,000	(50,000,000)	-	-	-
Agritech Limited	5.6	Non-convertible, redeemable preference shares	26,938,480	-	26,938,480	0.36%	0.50%

5.7.1 The Fund received 5,844 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but original cost is carried at Rs. 29,220,000.

5.7.2 The Fund received 12,408 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs. 62,040,000.

5.7.3 This represent Pre-IPO disbursement to Dewan Cement Limited (the Company) made on January 14, 2008. As per the requirement of the Trust Deed, the IPO was to take place within 270 days of the initial disbursement, however, the Company has not yet arranged the IPO. Accordingly, the Management Company decided to suspend mark-up on this placement from October 29, 2008 and has made a full provision of Rs. 50 million against the actual amount disbursed which is without prejudice to the Fund's claim against the above entire exposure, unrecognised mark-up and other charges etc.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

		Note	2025	2024
			Rupees	Rupees
5.8	Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at 'fair value through profit or loss' - net			
	Market value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	5,358,938,744	5,832,863,945
	Less: carrying value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	(5,293,051,863)	(5,835,774,699)
			65,886,881	(2,910,754)
6	MARK-UP / PROFIT RECEIVABLE			
	Mark-up / profit receivable on:			
	- Bank balances in savings accounts		27,418,877	40,022,172
	- Government securities - Pakistan Investments Bonds		70,911,498	200,357,175
	- Debt securities - Term Finance Certificates and Corporate Sukuks Certificates		3,643,468	27,313,121
			101,973,843	267,692,468
7	DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
	Advance tax refundable	7.1	3,115,249	3,115,249
	Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000
	Security deposit with National Clearing Company of Pakistan Limited		2,750,000	2,750,000
	Prepaid fees		422,255	364,364
			6,387,504	6,329,613

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding tax on profit on government securities and profit on bank deposits paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL. II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. The tax withheld on profit on debt securities and profit on bank deposits amounts to Rs. 3.115 million.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt securities and profit on bank deposits has been recorded as receivables as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded to the Fund.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

8	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY	Note	2025 ----- Rupees -----	2024
	Remuneration payable to the Management Company	8.1	17,533,892	7,868,566
	Sindh Sales Tax payable on remuneration of Management Company	8.2	3,103,278	1,496,108
	Federal Exercise Duty payable on remuneration of Management Company	8.3	3,143,283	3,143,283
	Payable against allocated expenses	8.4	-	698,391
	Payable against selling and marketing expenses	8.5	1,661,621	20,852,711
	Payable against printing and stationery charges		120,000	87,774
	Sales load payable		20,327	-
			<u>25,582,401</u>	<u>34,146,833</u>

8.1 As per Regulation 61 of NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates upto 1.16% (2024: 2.00%) per annum of average daily net assets of the Fund. The remuneration is payable to the Management Company in arrears.

8.1.1 During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, introduced the management fee cap of 1.50% to be calculated on a per annum basis of the average daily net assets, applicable to an "Income Scheme". This revision is effective from July 1, 2025.

8.2 During the year, an amount of Rs 12.904 million (2024: Rs 8.454 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the applicable rate of 15% (2024: 13%).

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 3.143 million is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.048 (2024: Re. 0.038) per unit.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

- 8.4** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses for registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company, based on its own discretion, has charged such expense till April 30, 2025 at the rates ranging between 0.00% to 0.10% (2024: 0.10%) per annum on average daily net assets of the Fund.

Further, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to registrar services, accounting, operation and valuation services has been excluded. This amendment was effective immediately upon its release on April 10, 2025.

- 8.5** In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged such expenses to the Fund till April 30, 2025 at the rates upto 0.36% (2024: 2.50%) per annum on average daily net assets of the Fund.

Further, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to selling and marketing services has been excluded. This amendment was effective immediately upon its release on April 10, 2025.

	Note	2025	2024
		----- Rupees -----	
9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE			
Remuneration payable to the Trustee	9.1	462,262	523,793
Sindh Sales Tax payable on remuneration of the Trustee	9.2	69,339	68,093
		<u>531,601</u>	<u>591,886</u>

- 9.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.075% (2024: 0.075%) per annum on the average annual net assets of the Fund calculated on a daily basis.

- 9.2** During the year, an amount of Rs 0.832 million (2024: Rs 0.543 million) was charged on account of sales tax on remuneration of the trustee levied through the Sindh Sales Tax on Services Act, 2011 at the applicable rate of 15% (2024: 13%).

	Note	2025	2024
		----- Rupees -----	
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)			
	10.1	<u>462,262</u>	<u>523,793</u>

- 10.1** 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% (2024: 0.075%) per annum of the daily net assets during the year. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		2025	2024
		----- Rupees -----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES			
Brokerage payable		152,243	578,234
Auditors' remuneration payable		889,560	692,882
Zakat payable		16,027	54,087
Withholding tax on dividend payable		3,249,622	34,063,145
Other payable		<u>75,806,163</u>	<u>3,041,718</u>
		<u>80,113,615</u>	<u>38,430,066</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

12 CONTINGENCIES AND COMMITMENTS

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

	Note	2025	2024
		----- Rupees -----	
13 AUDITORS' REMUNERATION			
Annual audit fee		601,258	570,000
Fee for half yearly review		380,000	300,000
Fee for other certifications		180,000	-
Out of pocket expenses		113,000	86,555
Sindh Sales Tax		98,000	76,524
		<u>1,372,258</u>	<u>1,033,079</u>
		2025	2024
		----- (Number of units) -----	
14 NUMBER OF UNITS IN ISSUE			
Units in issue at the beginning of the year		83,169,163	9,228,478
Units issued during the year		150,709,120	282,173,233
Units redeemed during the year		(168,910,164)	(208,232,548)
Total units in issue at the end of the year		<u>64,968,119</u>	<u>83,169,163</u>
15 CASH AND CASH EQUIVALENTS			
Bank balances		<u>2,207,882,320</u>	<u>2,487,778,267</u>

16 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at June 30, 2025 is 2.03% (June 30, 2024: 2.50%) which included 0.27% (June 30, 2024: 0.25%) representing Government levies on the Fund such as provision for sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.50% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Income scheme".

During the year ended June 30, 2025, the Securities and Exchange Commission of Pakistan (SECP), vide S.R.O. 600(I)/2025 dated April 10, 2025, amended the previously applicable Total Expense Ratio (TER) caps. With effect from July 1, 2025, this amendment replaces the earlier TER-based cap structure with a direct cap on the management fee, irrespective of the scheme's overall expense ratio. The revised management fee limits have been disclosed in note 8.1.1 to the financial statements.

17 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by 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 has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2025 to the unit holders in a manner as explained above, no provision for taxation has been made in these financial statements during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

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

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the holding company of the Management Company - holding 84.56% shares of JS Investments Limited, Jahangir Siddiqui & Co. Limited (JSCL) being the holding company of JSBL - holding 71.20 % shares of JS Bank Limited, BankIslami Pakistan Limited (BIPL) which is a fellow subsidiary of JSBL - 75.12% shares are held by JS Bank Limited, JS Global Capital Limited (JSGCL) which is a fellow subsidiary of JSBL - 92.90% shares are held by JS Bank Limited and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other Funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at June 30, 2025. It also includes staff retirement benefit Funds of the above related parties / connected persons.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company and the Trustee of the Fund are determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

The details of transactions carried out by the Fund with related parties / connected persons, during the year ended June 30, 2025 and balances with them as at year end are as follows:

18.1	Transactions with related parties / connected persons during the year	2025	2024
		Rupees	
	JS Investments Limited (Management Company)		
	Remuneration of the Management Company	86,028,558	65,030,034
	Sindh Sales Tax on remuneration of Management Company	12,904,281	8,453,904
	Sales load	423,017	241,846
	Allocated expenses	5,557,512	5,566,772
	Printing and stationery charges	123,918	114,210
	Selling and marketing expenses	26,985,299	46,300,062
	Issuance of: 5,480,205 (2024: 28,144,314) units	619,116,759	3,070,448,439
	Redemption of: 7,847,187 (2024: 25,223,134) units	866,325,522	2,712,455,277
	Dividend reinvested: 10,713 (2024: 10,060) units	1,242,137	1,208,405
	Units refunded as capital: Nil (2024: 1,091,925) units	-	-
	Digital Custodian Company Limited (Trustee)		
	Remuneration of the Trustee	5,548,092	4,175,075
	Sindh Sales Tax on remuneration of the Trustee	832,214	542,760
	JS Bank Limited (Holding Company of JSIL)		
	Mark-up on savings account	16,896,797	13,592,212
	Issuance of: Nil (2024: 845,626) units	-	90,000,000
	Redemption of: Nil (2024: 845,626) units	-	90,143,756
	BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)		
	Mark-up on savings account	1,865	8,222

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024
	Rupees	
Azgard Nine Limited (Other related party)		
Mark-up received (Non Performing - ANL PPTFC)	-	1,355,128
Principal redemption against non-performing security	6,903,525	5,844,000
JS Fund of Funds (Fund under JSIL Management)		
Issuance of: 1,211,123 (2024: 2,778,746) units	125,000,000	295,108,824
Redemption of: 1,725,755 (2024: 2,365,658) units	186,674,934	250,963,218
Dividend reinvested: Nil (2024: 61,894) units	-	6,319,332
Units refunded as capital: Nil (2024: 39,650) units	-	-
Speed (Private) Limited Staff Provident Fund (Other related party)		
Dividend reinvested: 53 (2024: 1,529) units	6,234	222,958
Key Management Personnel and Directors of the Management Company		
Issuance of: 249,004 (2024: 181,699) units	27,537,305	19,430,038
Redemption of: 243,610 (2024: 165,693) units	27,110,544	17,771,123
Dividend reinvested: 6 (2024: 2,676) units	713	321,659
Units refunded as capital: 741 (2024: 8,354) units	-	-
Unitholders holding 10% or more of units in issue		
Issuance of: 90,173,883 (2024: 154,154,542) units	10,271,078,434	16,164,390,613
Redemption of: 96,233,460 (2024: 112,188,070) units	5,831,604,646	11,454,725,051
Dividend reinvested: Nil (2024: 4,443,287) units	-	533,717,144
Units refunded as capital: 383,947 (2024: 4,164,661) units	-	-
18.2 Amounts / balances outstanding with related parties / connected persons as at year end	2025	2024
	Rupees	
JS Investments Limited (Management Company)		
Remuneration payable to Management Company	17,533,892	7,868,566
Sindh Sales Tax payable on remuneration of the Management Company	3,103,278	1,496,108
Payable against allocated expenses	-	698,391
Payable against selling and marketing expenses	1,661,621	20,852,711
Payable against printing and stationery charges	120,000	87,774
Payable against Federal Excise Duty on Management Company's remuneration	3,143,283	3,143,283
Sales load payable to Management Company	20,327	-
Outstanding 1,666,896 (2024: 4,023,165) units	194,193,450	412,173,295
Digital Custodian Company Limited (Trustee)		
Remuneration payable to the Trustee	462,262	523,793
Sindh Sales Tax payable on remuneration of the Trustee	69,339	68,093
JS Bank Limited (Parent Company of JSIL)		
Bank balances	101,995,742	54,456,230
Mark-up receivable on bank balances	10,140,811	1,218,000
BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)		
Bank balance	51,488	44,541
JS Fund of Funds (Fund under JSIL Management)		
Outstanding Nil (2024: 514,632) units	-	52,724,068

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024
	Rupees	
Speed (Private) Limited - Staff Provident Fund (Other related party)		
Outstanding 12,522 (2024: 12,469) units	1,458,913	1,277,458
Key Management Personnel and Directors of the Management Company		
Outstanding 87,598 (2024: 81,457) units	10,205,196	8,345,233
Unitholders holding 10% or more of units in issue		
Outstanding 44,898,790 (2024: 50,574,420) units	5,230,709,141	5,181,349,308

19 FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets

Bank balances
Investments
Mark-up / profit receivable
Deposits and other receivables

Financial liabilities

Payable to JS Investments Limited - Management Company
Payable to Digital Custodian Company Limited - Trustee
Accrued expenses and other liabilities

2025		
At amortised cost	At fair value through profit or loss	Total
Rupees		
2,207,882,320	-	2,207,882,320
-	5,358,938,744	5,358,938,744
101,973,843	-	101,973,843
2,850,000	-	2,850,000
2,312,706,163	5,358,938,744	7,671,644,907
25,582,401	-	25,582,401
531,601	-	531,601
1,385,481	-	1,385,481
27,499,483	-	27,499,483

Financial assets

Bank balances
Investments
Mark-up / profit receivable
Deposits and other receivables

Financial liabilities

Payable to JS Investments Limited - Management Company
Payable to Digital Custodian Company Limited - Trustee
Accrued expenses and other liabilities

2024		
At amortised cost	At fair value through profit or loss	Total
Rupees		
2,487,778,267	-	2,487,778,267
-	5,832,863,945	5,832,863,945
267,692,468	-	267,692,468
2,850,000	-	2,850,000
2,758,320,735	5,832,863,945	8,591,184,680
34,146,833	-	34,146,833
591,886	-	591,886
4,312,834	-	4,312,834
39,051,553	-	39,051,553

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

20.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee and regulations laid down by the SECP.

Market risk comprises of three types of : currency risk, yield / interest rate risk and price risk.

20.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

20.1.2 Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market yield / interest rates. As of June 30, 2025, the Fund is exposed to such risk on its balances held with banks, market treasury bills, Pakistan investment bonds, term finance certificates and corporate sukuk certificates. The Investment Committee of the Management Company reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks, Term finance certificates and Corporate sukuk certificates, which expose the Fund to Yield / interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 26.08 million (2024: Rs. 69.65 million).

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

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

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

On-balance sheet financial instruments

Financial assets

Bank balances	0.10% to 12.25%	2,207,882,320	-	-	-	2,207,882,320
Investments	10.89% to 17.27%	122,441,645	1,263,340,428	3,973,156,671	-	5,358,938,744
Mark-up / profit receivable		-	-	-	101,973,843	101,973,843
Deposits and other receivables		-	-	-	2,850,000	2,850,000
		2,330,323,965	1,263,340,428	3,973,156,671	104,823,843	7,671,644,907

Financial liabilities

Payable to JS Investments Limited - Management Company		-	-	-	25,582,401	25,582,401
Payable to Digital Custodian Company Limited - Trustee		-	-	-	531,601	531,601
Accrued and other liabilities		-	-	-	1,385,481	1,385,481
		-	-	-	27,499,483	27,499,483

On-balance sheet gap

2,330,323,965	1,263,340,428	3,973,156,671	77,324,360	7,644,145,424
----------------------	----------------------	----------------------	-------------------	----------------------

Total interest rate sensitivity gap

2,330,323,965	1,263,340,428	3,973,156,671	77,324,360	7,644,145,424
----------------------	----------------------	----------------------	-------------------	----------------------

Cumulative interest rate sensitivity gap

2,330,323,965	3,593,664,393	7,566,821,064
----------------------	----------------------	----------------------

On-balance sheet financial instruments

Financial assets

Bank balances	18.50% to 24%	2,487,778,267	-	-	-	2,487,778,267
Investments	14.00% to 24.08%	-	1,664,257,000	4,168,606,945	-	5,832,863,945
Mark-up / profit receivable		-	-	-	267,692,468	267,692,468
Deposits and other receivables		-	-	-	2,850,000	2,850,000
		2,487,778,267	1,664,257,000	4,168,606,945	270,542,468	8,591,184,680

Financial liabilities

Payable to JS Investments Limited - Management Company		-	-	-	34,146,833	34,146,833
Payable to Digital Custodian Company Limited - Trustee		-	-	-	591,886	591,886
Accrued and other liabilities		-	-	-	4,312,834	4,312,834
		-	-	-	39,051,553	39,051,553

On-balance sheet gap

2,487,778,267	1,664,257,000	4,168,606,945	231,490,915	8,552,133,127
----------------------	----------------------	----------------------	--------------------	----------------------

Total interest rate sensitivity gap

2,487,778,267	1,664,257,000	4,168,606,945	231,490,915	8,552,133,127
----------------------	----------------------	----------------------	--------------------	----------------------

Cumulative interest rate sensitivity gap

2,487,778,267	4,152,035,267	8,320,642,212
----------------------	----------------------	----------------------

* There is no off-balance sheet financial instrument that existed as at year ended June 30, 2025 and June 30, 2024.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

20.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not hold any investment in equity securities that expose it to price risk as of June 30, 2025.

20.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arises from deposits with banks, mark-up / profit receivable and deposits and other receivable.

Credit risk arising on financial assets is monitored through a regular analysis of financial position of brokers and other parties. In accordance with the risk management policy of the Fund, the investment manager monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

20.2.1 Exposure to credit risk

The table below analyses the Fund's maximum exposure to credit risk:

	2025		2024	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	Rupees			
Bank balances	2,207,882,320	2,207,882,320	2,487,778,267	2,487,778,267
Investments	5,358,938,744	427,398,725	5,832,863,945	910,033,885
Mark-up / profit receivable	101,973,843	31,062,345	267,692,468	67,335,293
Deposits and other receivables	2,850,000	2,850,000	2,850,000	2,850,000
	<u>7,671,644,907</u>	<u>2,669,193,390</u>	<u>8,591,184,680</u>	<u>3,467,997,445</u>

The difference in the balance of investments and mark-up / profit receivable as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in Government Securities and mark-up / profit receivable thereon amounts to Rs. 4,931.54 million (2024: Rs. 4,922.83 million) and Rs. 70.91 million (2024: Rs. 200.36 million) respectively.

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

20.2.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its bank balances, investments other than Government securities, mark-up / profit receivable thereon and receivable other receivables. The credit rating profile of balances with banks and accrued markup / profit thereon is as follows:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

Bank balances

The Fund held bank balances at June 30, 2025 with banks having following credit ratings:

Name of the Bank	Rating agency	Rating (Long term)	2025	2024
			% of financial assets exposed to credit risk	
JS Bank Limited	PACRA	AA	4.62%	2.19%
Mobilink Microfinance Bank Limited	PACRA	A	0.43%	1.01%
FINCA Microfinance Bank Limited *	PACRA	BBB+	43.52%	0.00%
Habib Bank Limited	VIS	AAA	10.73%	32.73%
U Microfinance Bank Limited	PACRA	A+	40.68%	64.07%
NRSP Microfinance Bank Limited *	PACRA	A-	0.00%	0.00%
HBL Microfinance Bank *	PACRA	A+	0.00%	0.00%
Bank of Punjab Limited *	PACRA	AA+	0.00%	0.00%
MCB Bank Limited *	PACRA	A+	0.00%	0.00%
Allied Bank Limited *	PACRA	AAA	0.00%	0.00%
Bankislami Pakistan Limited *	PACRA	AA-	0.00%	0.00%
United Bank Limited *	VIS	AAA	0.00%	0.00%
Samba Bank Limited *	PACRA	AA	0.00%	0.00%
Sindh Bank Limited *	VIS	AA-	0.00%	0.00%
Telenor Microfinance Bank Limited *	PACRA	A+	0.00%	0.00%
Dubai Islamic Bank Limited *	VIS	AA	0.00%	0.00%
Faysal Bank Limited *	PACRA	AA	0.00%	0.00%
Bank Al Habib Limited *	PACRA	AAA	0.00%	0.00%
			<u>100.00%</u>	<u>100.00%</u>

Ratings of Term Finance Certificates and Corporate sukuk certificates are disclosed in related notes to the financial statements. Investments in Market Treasury Bills and Pakistan Investment Bonds are issued by the Government of Pakistan and therefore do not carry credit risk, owing to the sovereign guarantee associated with these instruments.

* Percentage shown as nil due to rounding off.

20.2.3 Concentration of credit risk

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

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

20.3 Liquidity risk

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

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets either in short term instruments or in investments that are traded in an active market and can be readily disposed and are considered readily realisable in order to maintain liquidity.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

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

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

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

	June 30, 2025					
	Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial Instruments with no fixed maturity
	(Rupees)					
Financial assets						
Bank balances	2,207,882,320	-	-	-	-	2,207,882,320
Investments	-	-	985,321,828	4,243,659,836	103,018,600	5,358,938,744
Mark-up / profit receivable	27,418,877	71,446,028	3,108,938	-	-	101,973,843
Deposits and other receivables	-	-	-	-	-	2,850,000
	2,235,301,197	71,446,028	988,430,766	4,243,659,836	103,018,600	29,788,480
						7,671,644,907
Financial liabilities						
Payable to JS Investments Limited - Management Company	25,582,401	-	-	-	-	25,582,401
Payable to Digital Custodian Company Limited - Trustee	531,601	-	-	-	-	531,601
Accrued and other liabilities	1,385,481	-	-	-	-	1,385,481
	27,499,483	-	-	-	-	27,499,483
	2,207,801,714	71,446,028	988,430,766	4,243,659,836	103,018,600	29,788,480
						7,644,145,424
	June 30, 2024					
	Within one month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial Instruments with no fixed maturity
	(Rupees)					
Financial assets						
Bank balances	2,487,778,267	-	-	-	-	2,487,778,267
Investments	-	-	1,664,257,000	4,065,466,118	103,140,827	5,859,802,425
Mark-up / profit receivable	40,022,172	-	227,670,296	-	-	267,692,468
Deposits and other receivables	-	-	-	-	-	2,850,000
	2,527,800,439	-	1,891,927,296	4,065,466,118	103,140,827	29,788,480
						8,618,123,160
Financial liabilities						
Payable to JS Investments Limited - Management Company	34,146,833	-	-	-	-	34,146,833
Payable to Digital Custodian Company Limited - Trustee	591,886	-	-	-	-	591,886
Accrued and other liabilities	4,312,834	-	-	-	-	4,312,834
	39,051,553	-	-	-	-	39,051,553
	2,488,748,886	-	1,891,927,296	4,065,466,118	103,140,827	29,788,480
						8,579,071,607

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

21 FAIR VALUE MEASUREMENT

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

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

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

21.1 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).

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

	2025			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	Rupees			
Government securities - Market Treasury Bills	-	908,579,500	-	908,579,500
Government securities - Pakistan Investment Bonds	-	4,022,960,519	-	4,022,960,519
Listed debt securities - Corporate sukuk certificates and Term Finance Certificates	103,018,600	-	-	103,018,600
Unlisted debt securities - Corporate sukuk certificates	-	297,441,645	-	297,441,645
Debt security - non convertible, redeemable preference	-	26,938,480	-	26,938,480
	<u>103,018,600</u>	<u>5,255,920,144</u>	<u>-</u>	<u>5,358,938,744</u>
	2024			
	Level 1	Level 2	Level 3	Total
Government securities - Market Treasury Bills	-	1,287,257,000	-	1,287,257,000
Government securities - Pakistan Investment Bonds	-	3,635,573,060	-	3,635,573,060
Listed debt securities - Corporate sukuk certificates and Term Finance Certificates	393,927,715	-	-	393,927,715
Unlisted debt securities - Corporate sukuk certificates	-	516,106,170	-	516,106,170
	<u>393,927,715</u>	<u>5,438,936,230</u>	<u>-</u>	<u>5,832,863,945</u>

21.2 There were no transfers between level 1 and level 2 and no movement in or out of level 3 fair value hierarchy during the year ended June 30, 2025.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

21.3 The following valuation techniques have been used in determination of fair values of the instruments during the year:

Item	Valuation approach and input used
Market Treasury Bills	The fair value of Market Treasury Bills have been derived using PKRV rates as on June 30, 2025. The PKRV rates are announced by FMA (Financial Market Association) daily through Reuters.
Pakistan Investment Bonds - Fixed Rate	The fair value of Pakistan Investment Bonds have been derived using PKRV rates as on June 30, 2025. The PKRV rates are announced by FMA (Financial Market Association) daily through Reuters.
Term Finance Certificates	The fair value of Term Finance Certificates have been determined through closing rates announced by MUFAP as on June 30, 2025.
Non convertible, redeemable preference shares	The valuation has been determined on the basis of a third party offer received during the year.
Corporate sukus	The valuation has been determined through closing rates announced by MUFAP as on June 30, 2025.

22 UNIT HOLDING PATTERN OF THE FUND

Category	As at June 30, 2025			
	Number of unit holders	Number of units held	Investment amount	Percentage of total investment
Individuals	585	6,462,307	752,858,767	9.95%
Associated Companies and Directors	3	89,138	10,384,566	0.14%
Insurance Companies	-	-	-	0.00%
Banks and DFIs	-	-	-	0.00%
NBFCs	1	1,666,897	194,193,450	2.57%
Retirement Funds	20	6,815,736	794,033,252	10.49%
Public Limited Companies	15	47,916,343	5,582,253,944	73.76%
Others	10	2,017,698	234,768,553	3.10%
	634	64,968,119	7,568,492,532	100.00%

Category	As at June 30, 2024			
	Number of unit holders	Number of units held	Investment amount	Percentage of total investment
Individuals	576	9,727,271	996,849,898	11.70%
Associated Companies and Directors	4	577,790	59,194,600	0.69%
Insurance Companies	-	-	-	0.00%
Banks and DFIs	-	-	-	0.00%
NBFCs	1	4,023,165	412,173,295	4.84%
Retirement Funds	19	6,750,500	691,588,682	8.12%
Public Limited Companies	20	59,119,607	6,056,803,726	71.08%
Others	11	2,970,830	304,361,514	3.57%
	631	83,169,163	8,520,971,715	100.00%

23 DETAILS OF MEMBERS OF INVESTMENT COMMITTEE AND FUND MANAGER

Details of the members of Investment Committee and Fund Manager of the Fund are as follows

S.No	Name	Designation	Overall Experience	Qualification
1	Ms. Iffat Zehra Mankani	Chief Executive Officer	24	MBA
2	Mr. Khawar Iqbal	Chief Operating Officer & Company Secretary	32	MBA
3	Ms. Samina Faisal	Country Head Business Development	34	MBA
4	Syed Hussain Haider	Chief Investment Officer	23	CFA / CIPM
5	Mr. Safdar Raza	Fund Manager	9	B.COM

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

23.1 Name and qualification of the Fund Manager

Name	Designation	Qualification	Other funds managed by the Fund Manager
Mr. Safdar Raza	Fund Manager	Bachelors in Commerce	JS Government Securities Fund, JS Microfinance Sector Fund, JS Islamic Income Fund, JS Islamic Money Market Fund (Formerly JSIDDF), JS Cash Fund, JS Money Market Fund, JS Fixed Term Munafa Fund and JS Fixed Term Munafa Fund II

24 LIST OF TOP 10 BROKERS BY PERCENTAGE OF COMMISSION PAID

2025		2024	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Pearl Securities Limited	22.87%	C & M Management (Private) Limited	28.51%
C & M Management (Private) Limited	21.44%	Alfalah CLSA Securities (Private) Limited	28.48%
Alfalah CLSA Securities (Private) Limited	17.42%	Summit Capital (Private) Limited	11.96%
Currency Market Associates (Private) Limited	9.12%	K Trade Securities Limited	10.66%
Vector Securities Limited	7.86%	Pearl Securities Limited	7.06%
Summit Capital (Private) Limited	6.37%	Vector Securities Limited	3.98%
Multiline Securities Limited	5.14%	Currency Market Associates (Private) Limited	2.60%
Optimus Capital Management (Private) Limited	5.08%	Next Capital Limited	2.33%
K Trade Securities Limited	2.34%	Arif Habib Limited	1.90%
Magenta Capital (Private) Limited	1.45%	Optimus Capital Management (Private) Limited	1.64%

25 MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Following is the analysis of attendance in the meetings of Board of Directors of the management committee during the period:

S.No.	Name of Directors	Meetings attended	Meetings held on						
			July 30, 2024	August 20, 2024	September 11, 2023	October 22, 2024	December 26, 2024	February 25, 2025	April 22, 2025
1	Mr. Suleman Lalani	7	✓	✓	✓	✓	✓	✓	✓
2	Ms. Iffat Zehra Mankani	7	✓	✓	✓	✓	✓	✓	✓
3	Mr. Hasan Shahid	7	✓	✓	✓	✓	✓	✓	✓
4	Ms. Aisha Fariel Salahuddin	1	✓	x	x	x	x	x	x
5	Ms. Mediha Kamal Afsar	7	✓	✓	✓	✓	✓	✓	✓
6	Mr. Faisal Anwar**	2	x	x	x	x	x	✓	✓
7	Mr. Farooq Ahmed Malik	6	x	✓	✓	✓	✓	✓	✓
8	Mr. Atif Salim Malik*	4	✓	✓	✓	✓	x	x	x
9	Mr. Mirza M. Sadeed H. Barlas***	5	✓	✓	✓	✓	✓	x	x
10	Mr. Syed Kazim Raza****	1	x	x	x	x	x	x	✓
			7	7	7	7	6	6	7

* Mr. Atif Salim Malik resigned from the Board on November 21, 2024.

** Mr. Faisal Anwer joined the Board on January 7, 2025.

*** Mr. Mirza M. Sadeed H. Barlas resigned from the Board on January 15, 2025.

**** Mr. Syed Kazim Raza joined the Board on March 6, 2025.

26 UNIT HOLDER'S FUND RISK MANAGEMENT

The Fund is an open end collective investment scheme. The unit holders' fund of open end schemes is represented by net assets attributable to unit holders. The risk in case of an open end scheme is that the amount of net assets attributable to unit holders can change significantly on daily basis as the Fund is subject to daily issuance and redemption of units at the discretion of the unit holders and occurrence of unexpected losses in investment portfolio which may cause adverse effects on the Fund's continuation as a going concern.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

The Fund's objective when managing net assets attributable to unit holders is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders and to ensure reasonable safety of unit holders' fund. In order to maintain or adjust the unit holder fund structure, the Fund performs the following:

- Monitors the level of daily issuance and redemptions relative to liquid assets;
- Redeems and issues units in accordance with the constitutive documents of the Fund, which include the ability to restrict redemptions as allowed under the rules and regulations; and
- Monitors portfolio allocations and return on net assets and where required makes necessary adjustments in portfolio allocations in light of changes in market conditions.

The Fund Manager / Investment Committee members and the Chief Executive Officer of the Management Company critically monitors capital of the Fund on the basis of the value of net assets attributable to the unit holders and tracks the movement of "Assets under Management" as well as returns earned on the net assets to maintain investors' confidence and achieve future growth in business. Further, the Board of Directors are updated about the Fund's yield and movement of net asset value and total Fund size at the end of each quarter.

In accordance with the NBFC Regulations, the Fund is required to distribute at least ninety percent of its income from sources other than capital gains as reduced by such expenses as are chargeable to the Fund.

Under the NBFC Regulations, the minimum size of an open end scheme shall be one hundred million rupees at all the times during the life of the scheme. The Fund has maintained minimum size of one hundred million rupees at all times during the year.

27 GENERAL

27.1 Rounding off

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

27.2 Corresponding figures

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

28 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 19, August 2025 by the Board of Directors of the Management Company.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

- **Head Office - Karachi**
19th Floor, The Centre, Plot No. 28, SB-5,
Abdullah Haroon Road, Saddar, Karachi.
- **Wealth Centre**
Ground Floor, Plot No. 97-C, Main
Khayaban-e-Shaheen, DHA Phase 8, Karachi
- **Regional Office - Islamabad**
Office No. 414, 4th Floor, PSX Building,
Jinnah Avenue, Islamabad.
- **Regional Office - Lahore**
1st Floor, Plot # 151-MB, DHA Phase 6-C,
Near KFC, Lahore, Pakistan. Phone : 042-38302094
- **Wealth Centre - Lahore**
Ground Floor, Plot # 151-MB, DHA Phase 6-C,
Near KFC, Lahore, Pakistan. Phone : 042-38302094

☎ 0800-00887 ✉ "Invest to 8027" ✉ ir@jsil.com 🌐 www.jsil.com

📘 www.facebook.com/jsinvestments 🐦 http://twitter.com/JSinvestment

🌐 http://www.linkedin.com/company/js-investment-limited



QR Code for
website access