

**JS investments**  
*Better Investments for a Better Future!*

CELEBRATING  
**30** YEARS OF TRUST,  
INNOVATION & EXCELLENCE



**JS Islamic Pension Savings Fund**

**ANNUAL REPORT 2025**

# TABLE OF CONTENT

## 01.

### COMPANY INFORMATION

- 02 Company Information
- 04 Vision
- 05 Mission
- 06 Directors Report to the Participants
- 14 Fund Manager's Report
- 17 Report of the Shariah Advisory
- 18 Statement of Compliance with Shariah Principles
- 19 Independent Assurance Report on Compliance with the Shariah Governance Regulations, 2023
- 21 Trustee Report to the Participants
- 22 Independent Auditors' Report to the Participants

## 02.

### Financial Statements

- 26 Statement of Assets and Liabilities
- 28 Income Statement
- 30 Statement of Comprehensive Income
- 32 Statement of Movement in Participants' Sub-funds
- 34 Cash Flow Statement
- 36 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

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

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

### Shariah Advisors

Al - Hilal Shariah Advisors (Pvt) Limited.

\* 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 PARTICIPANTS

FOR THE YEAR ENDED JUNE 30, 2025

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Islamic Pension Savings 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.

## EQUITY MARKET REVIEW:

Pakistan's equity market maintained strong upward momentum through the year, ranking among the top-performing markets globally. Gains were driven by improving macroeconomic stability, sharp declines in interest rates, and renewed investor confidence. The KSE-100 Index advanced 60.14%, while the KSE-30 Total Return and KMI-30 Indices gained 64.23% and 46.24%, respectively. Market activity was vibrant, with average daily volumes on the KSE-All Share Index rising 37% year-on-year to 631 million shares, and average daily traded value increasing 80% to PKR 28 billion.

Sector performance was mixed: Cement, Commercial Banks, and Technology & Communication led gains on re-rating catalysts and risk-on flows, whereas Oil & Gas Exploration, Refineries, and Marketing underperformed amid softer commodity prices and operational constraints.

Investor flows reflected a structural shift. Foreign investors recorded net outflows of USD 303.7 million, alongside selling from mutual funds (USD 225.2 million). Major net buyers were Banks/ DFIs (USD 375.0 million), Companies (USD 95.2 million), and Individuals (USD 70.6 million), signaling stronger local conviction. Globally, emerging and frontier markets outperformed, though trade fragmentation and geopolitical risks tempered sentiment.

## 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 was launched on June 16, 2008 for contributions by eligible participants, under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), with the objective of assisting and facilitating them to plan for their retirement. The Fund presently has three sub-funds that are Equity Sub-Fund, Debt Sub-Fund, and Money Market Sub-Fund.

The Equity Sub-Fund return was 57.02% for the year ended June 30, 2025. The Equity Sub-Fund's Net Assets increased from PKR 30.92 million as of June 30, 2024, to PKR 56.14 million as of June 30, 2025. The Equity Sub-Fund's total expense ratio is 2.57% which includes 0.31% of government levies on the Fund.

The Debt Sub-Fund return was 16.01% for the year ended June 30, 2025. The Debt Sub-Fund's Net Assets increased from PKR 45.34 million as of June 30, 2024, to PKR 69.97 million as of June 30, 2025. The Debt Sub-Fund's total expense ratio is 2.12% which includes 0.25% of government levies on the Fund.

The Money Market Sub-Fund return was 16.23% for the year ended June 30, 2025. The Money Market Sub-Fund's Net Assets increased from PKR 126.50 million as of June 30, 2024 to PKR 213.83 million as of June 30, 2025. The Money Market Sub-Fund's total expense ratio is 0.97% which includes 0.15% of government levies on the Fund.

The Fund has 493 participants as of June 30, 2025.

## PENSION FUND MANAGER 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.

## 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.

## SHARIAH ADISORS

Messrs Al-Hilal Shariah Advisors (Pvt.) Limited, completed its tenure. The Board of Directors of JS Investment Limited, the Management Company of the Fund, upon recommendation of the Audit Committee has approved the appointment of Al-Hilal Shariah Advisors for the ensuing year ending June 30, 2026.

## PATTERN OF UNIT HOLDING:

Category	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Total Rupees in millions	% of total investment
	No. of Unit holders	No. of Units held	Rupees in million	No. of Unit holders	No. of Units held	Rupees in million	No. of Unit holders	No. of Units held	Rupees in million		
Individuals	88	32,194	52	157	164,192	68	461	546,966	212	332	97.75
Director	1	2,889	5	1	3,687	2	1	3,817	1	8	2.25
	89	35,083	56	158	167,880	70	462	550,783	214	339.939	100



#### ACKNOWLEDGMENT

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.

On behalf of the Board



---

Director



---

Chief Executive Officer

August 19, 2025  
Karachi

اظہار تشکر:

ڈائریکٹرز پاکستان سکیورٹیز اینڈ ایکسچینج کمیشن اور سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ کے تعاون، رہنمائی اور معاونت پر دلی تشکر کا اظہار کرتے ہیں۔ بورڈنیشن فنڈ منیجر کے ملازمین کا بھی ان کی محنت اور لگن پر شکریہ ادا کرتا ہے، اور پونٹ 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





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 چینج 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۔

### ایکویٹی مارکیٹ کا جائزہ:

دوران سال پاکستان کی اسٹاک مارکیٹ نے شاندار تیزی کا مظاہرہ کیا اور دنیا کی بہترین کارکردگی دکھانے والی مارکیٹوں میں شامل رہی۔ اس مثبت رجحان کی بڑی وجوہات معیشت میں بہتری، شرح سود میں نمایاں کمی اور سرمایہ کاروں کے اعتماد کی بحالی تھیں۔ KSE-100 انڈیکس میں 60.15 فیصد اضافہ ہوا، جبکہ KSE-30 ٹوٹل ریٹرن انڈیکس اور KMI-30 انڈیکس نے بالترتیب 64.20 فیصد اور 46.24 فیصد اضافہ ریکارڈ کیا۔ مارکیٹ میں سرگرمیاں بھی بہت بہتر رہیں، جہاں روزانہ کی اوسط تجارتی حجم 37 فیصد بڑھ کر 633 ملین حصص تک جا پہنچا اور یومیہ اوسط ٹریڈنگ ویلیو 81 فیصد کے اضافے کے ساتھ 28 ملین روپے تک پہنچ گئی۔

شعبہ کی کارکردگی کے لحاظ سے، کمرشل بینکس، فریڈلائز اور آئل اینڈ گیس ایکسپلوریشن نمایاں رہے، جن میں زیادہ تر اضافہ ری ریٹنگ اور سرمایہ کاروں کے رسک لینے کے رجحان کی وجہ سے ہوا۔ اس کے برعکس، آٹوموبائل پارٹس و ایکسیسریز اور انجینئرنگ کے شعبے کمزور رہے جس کی بڑی وجہ کموڈٹی قیمتوں میں کمی اور آپریشنل مسائل تھے۔

سرمایہ کاروں کے سرمائے کی آمدورفت نے مارکیٹ میں ایک بنیادی تبدیلی کو ظاہر کیا۔ غیر ملکی سرمایہ کاروں نے 303.8 ملین امریکی ڈالر کی خالص فروخت ریکارڈ کرائی، جبکہ بینکس اور DFI نے بھی 57.1 ملین امریکی ڈالر کی فروخت کی۔ اس کے برعکس بڑے خریداروں میں میوچل فنڈز (230.5 ملین امریکی ڈالر)، کمپنیاں (94.3 ملین امریکی ڈالر) اور افراد (69.3 ملین امریکی ڈالر) شامل تھے، جو مقامی سرمایہ کاروں کے مضبوط اعتماد کی عکاسی کرتا ہے۔ عالمی سطح پر بھی ابھرتی ہوئی اور فرنٹیئر مارکیٹس نے اچھی کارکردگی دکھائی، لیکن تجارتی تقسیم اور جیو پالیٹیکل خدشات نے سرمایہ کاروں کے جوش کو کچھ حد تک محدود رکھا۔

### آمدنی/مضی 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 پیس 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 پیس پوائنٹس، 902 پیس پوائنٹس اور 783 پیس 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 پیس پوائنٹس کی کمی کو ظاہر کرتے ہیں، جبکہ 10 سالہ شرح 179 پیس 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 زیرو 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 اسٹراٹیجک 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:

یہ فنڈ 16 جون 2008 کو ڈالینسٹری پنشن سسٹم رولز 2005 (VPS رولز 2005) کے تحت اہل شرکاء کی شراکتوں کے لیے شروع کیا گیا تھا، جس کا مقصد انہیں ریٹائرمنٹ کی منصوبہ بندی میں سہولت فراہم کرنا ہے۔ فی الحال اس فنڈ میں تین سب فنڈز شامل ہیں: ایکویٹی سب فنڈ، ڈیٹ سب فنڈ، اور مونی مارکیٹ سب فنڈ۔

30 جون 2025 کو ایکویٹی سب فنڈ کا منافع 57.02 فیصد رہا، اس سب فنڈ کے خالص اثاثے 30 جون 2024 کو 30.92 بلین روپے سے بڑھ کر 30 جون 2025 کو 56.14 بلین روپے ہو گئے۔ ایکویٹی سب فنڈ کا کل اخراجاتی تناسب 2.12 فیصد رہا، جس میں 0.31 فیصد حکومتی محصولات شامل ہیں۔

30 جون 2025 کو ڈیٹ سب فنڈ کا منافع 16.01 فیصد رہا، اس سب فنڈ کے خالص اثاثے 30 جون 2024 کو 45.34 بلین روپے سے بڑھ کر 30 جون 2025 کو 69.97 بلین روپے ہو گئے۔ ڈیٹ سب فنڈ کا کل اخراجاتی تناسب 2.12 فیصد رہا، جس میں 0.25 فیصد حکومتی محصولات شامل ہیں۔

30 جون 2025 کو مونی مارکیٹ سب فنڈ کا منافع 16.23 فیصد رہا، اس سب فنڈ کے خالص اثاثے 30 جون 2024 کو 126.50 بلین روپے سے بڑھ کر 30 جون 2025 کو 213.83 بلین روپے ہو گئے۔ مونی مارکیٹ سب فنڈ کا کل اخراجاتی تناسب 0.97 فیصد رہا، جس میں 0.15 فیصد حکومتی محصولات شامل ہیں۔

## پونٹ 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 اسلامک انشورنس سیونگز 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 ”ایکسٹینڈڈ فنڈ 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 زیشن فریم ورک کا اجراء تھا، جس کا مقصد عوامی ونجی 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۔

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 کو 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۔



## JS Islamic Pension Savings Fund (JS IPSF)

- **Description of the Collective Investment Scheme/Voluntary Pension Scheme category and type**  
Shariah Compliant Voluntary Pension Scheme
- **Statement of VPS's investment objective**  
JS Islamic Pension Savings Fund is designed to provide a Halal and secure source of savings and retirement income to individuals according to the principles of Islamic Shariah. JS IPSF is a portable pension scheme allowing individuals the flexibility of contributions and portfolio customization through allocation of such contributions among equity, fixed income and other Halal investment avenues suited to their specific needs and risk profile.
- **Explanation as to whether the VPS has achieved its stated objective**  
The VPS achieved its stated objective.
- **Statement of benchmark(s) relevant to the VPS**  
None
- **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

	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
JSIPS-ESF	-1.57%	3.20%	2.22%	14.15%	12.20%	13.88%	-3.94%	1.67%	6.26%	-6.64%	4.17%	2.73%	57.02%
JSIPS-DSF	16.37%	18.40%	14.52%	14.87%	9.20%	10.49%	8.76%	11.02%	7.31%	8.36%	7.85%	53.27%	16.01%
JSIPS-MMSF	16.55%	18.81%	15.22%	13.36%	10.08%	50.61%	8.94%	10.27%	9.89%	9.53%	9.12%	8.82%	16.23%

- **Description of the strategies and policies employed during the period under review in relation to the VPSs performance**

**Money Market Sub-Fund:** During the year, the sub-fund asset allocation was primarily directed toward short-term Sharia compliant money market instruments and Islamic bank cash balances. The fund maintained a shorter duration to benefit from anticipated monetary easing while ensuring liquidity to mitigate risks. This strategy allowed the fund to optimize returns while preserving liquidity and managing risk amid improving macroeconomic indicators.

**Debt Sub-Fund:** During the year, the sub-fund maintained a balanced exposure to Shariah-compliant corporate and government debt instruments. The asset allocation was adjusted strategically to benefit from the anticipated monetary easing, focusing on increasing the portfolio's weighted average duration while carefully considering instrument ratings, credit risk, and fundamental analysis in light of the declining interest rate environment.

**Equity Sub-Fund:** During the year, the sub-fund maintained its focus on growth-oriented sectors with strong fundamentals, continuing to capitalize on opportunities in undervalued stocks with promising recovery potential. The allocation strategy remained aligned with improving macroeconomic indicators, supporting a more constructive stance in cyclical sectors while ensuring a disciplined approach to risk management.

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

Equity Sub Fund	Jun-25	Jun-24
Cash	6.67%	10.04%
Equity	90.73%	87.27%
Other including receivables	2.60%	2.69%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Debt Sub Fund		
Cash	32.99%	40.62%
Sukuk	12.71%	54.86%
Other including receivables	54.30%	4.52%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Money Market Sub Fund		
Cash	89.77%	60.02%
Sukuk	9.32%	21.15%
Other including receivables	0.91%	2.28%
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>

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

#### Equity Sub Fund

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-25	56	1,600.26
30-Jun-24	31	1,019.15

#### Debt Sub Fund

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-25	70	416.77
30-Jun-24	45	359.26

#### Money Market Sub Fund

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-25	214	388.23
30-Jun-24	126	334.03

- **Disclosure of the markets that the Collective Investment Scheme has invested in:**

**Money Market Sub-Fund:** The fund invests in Shariah-compliant short-term government and corporate debt securities, as well as cash placements in bank accounts (excluding TDRs).

**Debt Sub Fund:** The fund invests in GoP Ijarah Sukuks, Shariah-compliant money market placements, deposits, certificate of Musharakah (COM), Shariah-compliant Term Deposit Receipts (TDR), Islamic commercial paper, reverse repo, and corporate Sukuks.

**Equity Sub Fund:** The fund invests in Shariah-compliant equity securities listed on the Pakistan Stock Exchange (PSX).

- Description and explanation of any significant changes in the state of affairs of the VPS 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 Islamic Pension Savings Fund-Equity Sub-Fund	0.0001	to	9,999.9999	89
	10,000.0000	to	49,999.9999	-
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			<b>Total</b>	<b>89</b>

Fund Name	Ranges			Number of Folios
JS Islamic Pension Savings Fund-Debt Sub-Fund	0.0001	to	9,999.9999	155
	10,000.0000	to	49,999.9999	3
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			<b>Total</b>	<b>158</b>

Fund Name	Ranges			Number of Folios
JS Islamic Pension Savings Fund-Money Market Sub-Fund	0.0001	to	9,999.9999	454
	10,000.0000	to	49,999.9999	8
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			<b>Total</b>	<b>462</b>

- 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 VPS, 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.



September 29, 2025



ا لحمد لله رب العالمين، والصلاة والسلام على سيد الأئبياء والمرسلين، وعلى آله وصحبه أجمعين، وبعد

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2025 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in JS Islamic Pension Savings Fund managed by JS Investment Limited are halal and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

والله أعلم بالصواب، وصلى الله على نبيينا محمد وعلى آله وصحبه وبارك وسلم

For and on behalf of Al-Hilal Shariah Advisors (Pvt.) Limited.



Mufti Irshad Ahmad Aijaz  
Member Shariah Council




Faraz Younus Bandukda, CFA  
Chief Executive

JS Investments Limited  
The Centre, 19th Floor,  
Plot No. 28, SB-5,  
Abdullah Haroon Road,  
Saddar Karachi-74400,  
Pakistan.  
[www.jsil.com](http://www.jsil.com)

UAN: (+92 21) 111-222-626

## STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

**JS Islamic Pension Savings Fund** (the Fund) has fully complied with Shariah Principles specified in the Trust Deed and in the guidelines issued by the Shariah Advisors for its operations, investments, bank accounts and placements made during the year ended June 30, 2025. The Shariah Advisors has also confirmed that the transactions were observed to be compliant with the guidelines laid down by Shariah Advisors.

Karachi: September 29, 2025



**Iffat Zehra Mankani**  
Chief Executive Officer

**Independent Assurance Report on Compliance with the Shariah Governance Regulations, 2023  
To the Unit Holders of JS Islamic Pension Savings Fund [the Fund]****1. Introduction**

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (SECP) has required in terms of its Shariah Governance Regulations, 2023 [the Regulations] – External Shariah Audit of JS Islamic Pension Savings Fund [the Fund] for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and independent Shariah scholar(s).

**2. Applicable Criteria**

The criteria for the assurance engagement, against which the underlying subject matter [financial arrangements, contracts, and transactions having Shariah implications for the year ended June 30, 2025] is assessed, comprise the Shariah principles and rules as defined in the Regulations and reproduced as under.

- i. Legal and regulatory framework administered by the Commission;
- ii. Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by Commission;
- iii. Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan, as notified by the Commission;
- iv. Guidance and recommendations of the Shariah advisory committee, as notified by Commission; and
- v. Approvals, rulings or pronouncements of the Shariah supervisory board or the Shariah advisor of the Islamic financial institution, in line with (i) to (iv) above

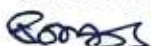
The above criteria were evaluated for their implications on the financial statements of JS Islamic Pension Savings Fund for the year ended June 30, 2025, which are annexed.

**3. Management's Responsibility for Shariah Compliance**

Management is responsible to ensure that the financial arrangements, contracts, and transactions having Shariah implications, entered into by JS Islamic Pension Savings Fund with its customers, other financial institutions, and stakeholders, and related policies and procedures, are, in substance and in their legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for the design, implementation, and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

**4. Our Independence and Quality Control**

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality, and professional behavior.





The firm applies International Standard on Quality Control 1 “Quality Control for Firms That Perform Audits and Reviews of Historical Financial Information, And Other Assurance and Related Services Engagements” and accordingly maintains a comprehensive system of quality control, including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

## 5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on the compliance of JS Islamic Pension Savings Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles, in all material respects, for the year ended June 30, 2025 based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000, ‘Assurance Engagements other than audits or reviews of historical financial statements’, issued by the International Auditing and Assurance Standards Board.


That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of JS Islamic Pension Savings Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

The procedures selected by us for the engagement depended on our judgment, including the assessment of the risks of material non-compliance with the Shariah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shariah principles in order to design 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. We have designed and performed necessary verification procedures on various financial arrangements, contracts, and transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shariah principles [criteria specified in para 2 above].

We believe that the evidence we have obtained through performing our procedures was sufficient and appropriate to provide a basis for our opinion.

## 6. Conclusion

Based on our reasonable assurance engagement, we report that in our opinion, JS Islamic Pension Savings Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2025 are in compliance with the Shariah principles, in all material respects.



(Chartered Accountants)

Engagement Partner: Muhammad Shabbir Kasbati

Dated: September 29, 2025

Karachi

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel : (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)



## **TRUSTEE REPORT TO THE PARTICIPANTS**

### **JS ISLAMIC PENSION SAVINGS FUND**

#### **Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of JS Islamic Pension Savings Fund (the Fund) are of the opinion that JS Investments Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.

**Abdul Samad**  
Chief Operating Officer  
Central Depository Company of Pakistan Limited

Karachi, September 24, 2025



**INDEPENDENT AUDITOR'S REPORT****To the Participants of JS Islamic Pension Savings Fund****Report on the Audit of the Financial Statements****Opinion**

We have audited the financial statements of JS Islamic Pension Savings Fund (the Fund / Pension Fund), which comprise the statement of assets and liabilities as at June 30, 2025, and the income statement, the statement of comprehensive income, statement of movement in participants' sub-funds 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.

**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 Pension Fund Manager 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.



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

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 Pension Fund Manager 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.
- 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 Pension Fund Manager 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.

HH 6



**Report on Other Legal and Regulatory Requirements**

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

- a) the financial statements prepared have been properly prepared in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005;
- b) true and fair view is given of the disposition of the pension fund at the end of the period and of the transactions of the pension fund of the period then ended;
- c) the allocation and reallocation of units of the sub-funds for all the participants have been made according to the Voluntary Pension System Rules, 2005;
- d) the cost and expenses debited to the pension fund are as specified in the constitutive documents of the pension fund;
- e) proper books and records have been kept by the pension fund and the financial statements prepared are in agreement with the pension fund's books and records; and
- f) 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  
Karachi  
Dated: September 30, 2025  
UDIN: AR202510061aywV3HABr

# FINANCIAL STATEMENTS



## STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2025

		2025			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
ASSETS					
Bank balances	5	3,889,468	23,622,024	192,740,161	220,251,653
Investments	6	52,938,136	8,999,938	20,000,000	81,938,074
Profit receivable	7	5,822	807,498	1,739,304	2,552,624
Receivable against sale of investment		-	37,112,466	-	37,112,466
Advances, deposits and other receivables	8	1,514,160	250,446	219,878	1,984,484
Total assets		58,347,586	70,792,372	214,699,343	343,839,301
LIABILITIES					
Payable to JS Investments Limited - Pension Fund Manager	9	829,668	563,892	549,220	1,942,780
Payable to Central Depository Company of Pakistan Limited - Trustee	10	18,321	9,813	29,219	57,353
Payable to the Securities and Exchange Commission of Pakistan (SECP)	11	16,411	22,973	63,960	103,344
Payable against redemption of units		-	-	-	-
Accrued expenses and other liabilities	12	1,341,352	228,224	228,003	1,797,579
Total liabilities		2,205,752	824,902	870,402	3,901,056
NET ASSETS		56,141,834	69,967,470	213,828,941	339,938,245
PARTICIPANTS' SUB - FUNDS (AS PER STATEMENT ATTACHED)		56,141,834	69,967,470	213,828,941	339,938,245
CONTINGENCIES AND COMMITMENTS		13 ----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE		35,083	167,879	550,783	
		----- (Rupees) -----			
NET ASSET VALUE PER UNIT		1,600.26	416.77	388.23	

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2025

		2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
ASSETS					
Bank balances	5	4,204,823	18,767,947	76,598,478	99,571,248
Investments	6	28,847,536	25,265,573	48,120,384	102,233,493
Profit receivable	7	7,361	1,829,084	2,694,786	4,531,231
Receivable against sale of investment		-	-	-	-
Advances, deposits and other receivables	8	388,910	250,446	219,878	859,234
Total assets		33,448,630	46,113,050	127,633,526	207,195,206
LIABILITIES					
Payable to JS Investments Limited - Pension Fund Manager	9	818,908	549,975	500,102	1,868,985
Payable to Central Depository Company of Pakistan Limited - Trustee	10	10,257	6,596	17,908	34,761
Payable to the Securities and Exchange Commission of Pakistan (SECP)	11	16,324	14,162	36,749	67,235
Payable against redemption of units		72,769	43,553	394,171	510,493
Accrued expenses and other liabilities	12	1,605,447	163,394	186,129	1,954,970
Total liabilities		2,523,705	777,680	1,135,059	4,436,444
NET ASSETS		30,924,925	45,335,370	126,498,467	202,758,762
PARTICIPANTS' SUB - FUNDS (AS PER STATEMENT ATTACHED)		30,924,925	45,335,370	126,498,467	202,758,762
CONTINGENCIES AND COMMITMENTS		13	(Number of units)		
NUMBER OF UNITS IN ISSUE		14	30,344	126,190	378,702
			(Rupees)		
NET ASSET VALUE PER UNIT			1,019.15	359.26	334.03

The annexed notes from 1 to 25 form an integral part of these financial statements.

Chief Financial Officer

Chief Executive Officer

Director



## INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

2025					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note	(Rupees)				
<b>INCOME</b>					
Profit on:					
- Bank balances	252,027	3,907,656	9,968,185	14,127,868	
- Government of Pakistan (GoP) Ijarah Sukuks	-	525,605	13,244,336	13,769,941	
- Sukuk certificates - listed	-	1,805,938	1,609,812	3,415,750	
- Sukuk certificates - unlisted	-	-	-	-	
- Musharika certificates	-	-	-	-	
Dividend income	1,713,801	-	-	1,713,801	
Gain on sale of investments - net	10,608,682	3,673,178	-	14,281,860	
Net unrealised appreciation / (diminution) in fair value of investments classified as financial assets 'at fair value through profit or loss'	6.5	5,879,424	(4,800)	-	5,874,624
Other income		125,250	-	-	125,250
<b>Total income</b>		<b>18,579,184</b>	<b>9,907,577</b>	<b>24,822,333</b>	<b>53,309,094</b>
<b>EXPENSES</b>					
Remuneration of JS Investments Limited - Pension Fund Manager	9.1	103,787	527,299	680,933	1,312,019
Sindh Sales Tax on remuneration of the Pension Fund Manager	9.2	15,568	79,096	102,140	196,804
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	60,417	86,101	239,665	386,183
Sindh Sales Tax on remuneration of the Trustee	10.2	9,063	12,915	35,949	57,927
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	11	16,411	22,998	63,984	103,393
Auditors' remuneration	16	367,826	367,824	367,817	1,103,467
Printing and stationery charges		41,305	22,355	41,304	104,964
Securities transaction cost		402,509	5,750	3,683	411,942
Bank and settlement charges		36,409	29,827	13,991	80,227
<b>Total expenses</b>		<b>1,053,295</b>	<b>1,154,165</b>	<b>1,549,466</b>	<b>3,756,926</b>
<b>Net income for the year before taxation</b>		<b>17,525,889</b>	<b>8,753,412</b>	<b>23,272,867</b>	<b>49,552,168</b>
Taxation	4.6	-	-	-	-
<b>Net income for the year after taxation</b>		<b>17,525,889</b>	<b>8,753,412</b>	<b>23,272,867</b>	<b>49,552,168</b>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<b>INCOME</b>				
Profit on:				
- Bank balances	435,624	2,961,283	10,869,465	14,266,372
- Government of Pakistan (GoP) Ijarah Sukuks	-	937,629	2,392,234	3,329,863
- Sukuk certificates - listed	-	1,887,413	-	1,887,413
- Sukuk certificates - unlisted	-	508,422	2,973,521	3,481,943
- Musharika certificates	-	535,509	1,511,467	2,046,976
Dividend income	2,214,852	-	-	2,214,852
Gain on sale of investments - net	18,865,523	462,418	1,012,177	20,340,118
Net unrealised appreciation in fair value of investments classified as financial assets 'at fair value through profit or loss'	6.5 4,577,821	10,644	110,192	4,698,657
Other income	-	-	-	-
<b>Total income</b>	26,093,820	7,303,318	18,869,056	52,266,194
<b>EXPENSES</b>				
Remuneration of JS Investments Limited - Pension Fund Manager	361,934	320,990	314,614	997,538
Sindh Sales Tax on remuneration of the Pension Fund Manager	9.1 47,051	41,729	40,899	129,679
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.2 75,416	63,138	163,128	301,682
Sindh Sales Tax on remuneration of the Trustee	10.1 9,804	8,208	21,206	39,218
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10.2 16,324	14,162	36,749	67,235
Auditors' remuneration	11 275,401	275,401	275,401	826,203
Printing and stationery charges	16 38,071	38,349	38,071	114,491
Securities transaction cost	445,691	4,081	25,340	475,112
Bank and settlement charges	22,654	6,997	7,304	36,955
<b>Total expenses</b>	1,292,346	773,055	922,712	2,988,113
<b>Net income for the year before taxation</b>	24,801,474	6,530,263	17,946,344	49,278,081
Taxation	4.6 -	-	-	-
<b>Net income for the year after taxation</b>	24,801,474	6,530,263	17,946,344	49,278,081

The annexed notes from 1 to 25 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

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----			
<b>Net income for the year after taxation</b>	17,525,889	8,753,412	23,272,867	49,552,168
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the year</b>	<u>17,525,889</u>	<u>8,753,412</u>	<u>23,272,867</u>	<u>49,552,168</u>

The annexed notes from 1 to 25 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

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----			
Net income for the year after taxation	24,801,474	6,530,263	17,946,344	49,278,081
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	<u>24,801,474</u>	<u>6,530,263</u>	<u>17,946,344</u>	<u>49,278,081</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director



## STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

		2025			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
	<b>Net assets at the beginning of the year</b>	30,924,925	45,335,370	126,498,467	202,758,762
	Amount received from issuance of units	56,269,481	102,317,263	196,399,640	354,986,384
	Amount paid on redemption of units	(44,609,520)	(94,006,588)	(128,742,961)	(267,359,069)
	Amount (paid) / received on reallocation of units	(3,968,941)	7,568,013	(3,599,072)	-
		7,691,020	15,878,688	64,057,607	87,627,315
	Gain on sale of investments - net	10,608,682	3,673,178	-	14,281,860
	Net unrealised appreciation / (diminution) in fair value of investments classified as financial assets 'at fair value through profit or loss'	5,879,424	(4,800)	-	5,874,624
	Other income (net of expenses)	1,037,783	5,085,034	23,272,867	29,395,684
	<b>Total comprehensive income for the year</b>	17,525,889	8,753,412	23,272,867	49,552,168
	<b>Net assets at the end of the year</b>	<u>56,141,834</u>	<u>69,967,470</u>	<u>213,828,941</u>	<u>339,938,245</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

## STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		----- (Rupees) -----			
<b>Net assets at the beginning of the year</b>		76,355,714	30,973,138	44,249,595	151,578,447
Amount received from issuance of units	15	12,175,387	33,927,186	119,074,285	165,176,858
Amount paid on redemption of units		(84,119,299)	(26,014,566)	(53,140,759)	(163,274,624)
Amount received / (paid) on reallocation of units		1,711,649	(80,651)	(1,630,998)	-
		(70,232,263)	7,831,969	64,302,528	1,902,234
Gain on sale of investments - net		18,865,523	462,418	1,012,177	20,340,118
Net unrealised appreciation in fair value of investments classified as financial assets 'at fair value through profit or loss'		4,577,821	10,644	110,192	4,698,657
Other income (net of expenses)		1,358,130	6,057,201	16,823,975	24,239,306
<b>Total comprehensive income for the year</b>		24,801,474	6,530,263	17,946,344	49,278,081
<b>Net assets at the end of the year</b>		<u>30,924,925</u>	<u>45,335,370</u>	<u>126,498,467</u>	<u>202,758,762</u>

The annexed notes from 1 to 25 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

2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note ----- (Rupees) -----				
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net income for the year before taxation	17,525,889	8,753,412	23,272,867	49,552,168
<b>Adjustments for:</b>				
Profit on bank deposits and investments	(252,027)	(6,239,199)	(24,822,333)	(31,313,559)
Gain on sale of investments - net	(10,608,682)	(3,673,178)	-	(14,281,860)
Net unrealised (appreciation) / diminution in fair value of investments classified as financial assets 'at fair value through profit or loss'	6.5 (5,879,424)	4,800	-	(5,874,624)
	785,756	(1,154,165)	(1,549,466)	(1,917,875)
<b>(Increase) / decrease in assets</b>				
Investments - net	(7,602,494)	19,934,013	28,120,384	40,451,903
Receivable against sale of investment	-	(37,112,466)	-	(37,112,466)
Advances, deposits and other receivables	(1,125,250)	-	-	(1,125,250)
	(8,727,744)	(17,178,453)	28,120,384	2,214,187
<b>Increase / (decrease) in liabilities</b>				
Payable to JS Investments Limited - Pension Fund Pension Fund Manager	10,760	13,917	49,118	73,795
Payable to Central Depository Company of Pakistan Pakistan Limited - Trustee	8,064	3,217	11,311	22,592
Payable to the Securities and Exchange Commission Exchange Commission of Pakistan (SECP)	87	8,811	27,211	36,109
Payable against redemption of units	(72,769)	(43,553)	(394,171)	(510,493)
Accrued expenses and other liabilities	(264,095)	64,830	41,874	(157,391)
	(317,953)	47,222	(264,657)	(535,388)
Profit received	253,566	7,260,785	25,777,815	33,292,166
<b>Net cash (used in) / generated from operating activities</b>	(8,006,375)	(11,024,611)	52,084,076	33,053,090
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Receipts from issuance of units	56,269,481	102,317,263	196,399,640	354,986,384
Payments on redemption of units	(44,609,520)	(94,006,588)	(128,742,961)	(267,359,069)
(Payments) / receipts on reallocation of units	(3,968,941)	7,568,013	(3,599,072)	-
<b>Net cash generated from financing activities</b>	7,691,020	15,878,688	64,057,607	87,627,315
<b>Net (decrease) / increase in cash and cash equivalents</b>	(315,355)	4,854,077	116,141,683	120,680,405
Cash and cash equivalents at the beginning of the year	4,204,823	18,767,947	76,598,478	99,571,248
<b>Cash and cash equivalents at the end of the year</b>	17 3,889,468	23,622,024	192,740,161	220,251,653

The annexed notes from 1 to 25 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

2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net income for the year before taxation	24,801,474	6,530,263	17,946,344	49,278,081
<b>Adjustments for:</b>				
Profit on bank deposits and investments	(435,624)	(6,830,256)	(17,746,687)	(25,012,567)
Gain on sale of investments - net	(18,865,523)	(462,418)	(1,012,177)	(20,340,118)
Net unrealised appreciation in fair value of investments classified as financial assets 'at fair value through profit or loss'	6.5 (4,577,821)	(10,644)	(110,192)	(4,698,657)
	922,506	(773,055)	(922,712)	(773,261)
<b>Decrease / (increase) in assets</b>				
Investments - net	69,069,034	(16,173,421)	(45,998,015)	6,897,598
Receivable against sale of investment	-	-	-	-
Advances, deposits and other receivables	-	11,613	-	11,613
	69,069,034	(16,161,808)	(45,998,015)	6,909,211
<b>(Decrease) / increase in liabilities</b>				
Payable to JS Investments Limited - Pension Fund Manager	(118,178)	684	25,271	(92,223)
Payable to Central Depository Company of Pakistan Limited - Trustee	(4,617)	445	9,269	5,097
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(15,728)	3,073	21,171	8,516
Payable against redemption of units	-	-	378,299	378,299
Accrued expenses and other liabilities	(612,206)	43,592	65,025	(503,589)
	(750,729)	47,794	499,035	(203,900)
Profit received	470,654	5,837,020	15,777,002	22,084,676
<b>Net cash generated from / (used in) operating activities</b>	69,711,465	(11,050,049)	(30,644,690)	28,016,726
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Receipts from issuance of units	12,175,387	33,927,186	119,074,285	165,176,858
Payments on redemption of units	(84,119,299)	(26,014,566)	(53,140,759)	(163,274,624)
Receipts / (payments) on reallocation of units	1,711,649	(80,651)	(1,630,998)	-
<b>Net cash (used in) / generated from financing activities</b>	(70,232,263)	7,831,969	64,302,528	1,902,234
<b>Net (decrease) / increase in cash and cash equivalents</b>	(520,798)	(3,218,080)	33,657,838	29,918,960
Cash and cash equivalents at the beginning of the year	4,725,621	21,986,027	42,940,640	69,652,288
<b>Cash and cash equivalents at the end of the year</b>	17 4,204,823	18,767,947	76,598,478	99,571,248

The annexed notes from 1 to 25 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 Islamic Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on February 29, 2008. It has been constituted under a Trust Deed, dated January 08, 2008, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Pension Fund Manager (PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the 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.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trusts Act). Consequently, the Fund was required to be registered under the Sindh Trusts Act. Accordingly, on September 03, 2021 the above-mentioned Trust Deed was registered under the Sindh Trusts Act.

- 1.2** The Fund is an open-end fund and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document the Fund shall not distribute any income from the Fund whether in cash or otherwise from any of the Sub-Funds.
- 1.3** The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.
- 1.4** The Management Company has been assigned a credit rating of 'AM++' dated November 30, 2024 (2024: 'AM2+' dated December 27, 2023). Further, the Fund is not rated by any rating agency as at June 30, 2025.
- 1.5** Title to the assets of the Fund is held in the name of Central Depository Company (CDC) of Pakistan Limited as Trustee of the Fund.
- 1.6** The Fund consists of three sub-funds namely, JS Islamic Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Islamic Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Islamic Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the Sub-Funds). Investment policy for each of the Sub-Funds are as follows:

#### Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of the net assets of an Equity Sub-Fund shall be invested in listed equity securities. Investments may be made in equity securities of any single company up to ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager (PFM) may invest up to maximum thirty percent (30%) or index weightage, whichever is higher subject to maximum thirty five percent (35%) of net asset of Equity Sub-Fund in equity securities of companies belonging to single sector as classified by the Stock Exchange and in case of shariah compliant Equity Sub-Fund, the PFM may invest up to thirty five percent (35%) or index weightage, whichever is higher subject to a maximum of forty percent (40%) of net assets of Equity Sub-Fund. The PFM may invest any surplus (un-invested) funds in government treasury bills or government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A" by a rating agency registered with the SECP.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### Debt Sub-Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government not exceeding ninety (90) days maturity or may be deposited with banks having not less than "A plus" rating with stable outlook. Exposure to a single entity shall not exceed fifteen percent (15%) of the net asset for shariah compliant Debt Sub-Fund. Furthermore, the exposure in debt security of a single entity shall not exceed fifteen percent (15%) of net asset of the Debt Sub-Fund or ten percent (10%) of size of issue of that security, whichever is lower.

### Money Market Sub-Fund

The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days except for assets of shariah compliant Money Market Sub-Fund, where time to maturity may be up to one year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months except in the case of shariah compliant Money Market Sub-Fund, where time to maturity of shariah compliant Government securities such as Government Ijarah Sukuks may be up to five (5) years. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with all microfinance banks, NBFCs and modarbas shall not exceed twenty five percent (25%) of the net assets of the Money Market Sub-Fund. The exposure in securities of a single entity shall not exceed fifteen percent (15%) of the net assets of the Money Market Sub-Fund or ten percent (10%) of the size of the issue of the security and shall not exceed twenty five percent (25%) of net assets of Money Market Sub-Fund in a single sector.

- 1.7** The Fund offers four (4) types of allocation schemes, as prescribed by the SECP under the VPS Rules, 2005 vide its Circular no. 12 of 2021 dated April 06, 2021, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the Offering Document). Based on the minimum allocation, the funds are allocated to the above stated Sub-Funds. A participant has the option to select any allocation scheme in relation to the contributions and shall make such selection at the date of opening his / her individual pension account. A participant may change any allocation scheme selected in relation to his / her contributions to a different allocation scheme selected by him by sending form of the change to the Pension Fund Manager as per the allocation policy approved by the SECP.

## **2 BASIS OF PRESENTATION**

The transactions undertaken by the Fund in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor are accounted for on substance rather than the form prescribed by the aforementioned guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

## **3 BASIS OF PREPARATION**

### **3.1 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 (IFRSs) 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
- Voluntary Pension Rules, 2005 (the VPS Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (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 VPS Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

#### **3.2 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 do not have any material impact on the Fund's financial statements and, therefore, have not been detailed in these financial statements.

#### **3.3 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 did 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.

#### **3.4 Critical accounting estimates and judgments**

The preparation of the financial statements in conformity 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 and 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, valuation and impairment of financial assets (notes 4.2, 6 and 9.3).

#### **3.5 Accounting convention**

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values. 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 22.1.

#### **3.6 Functional and presentation currency**

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

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### 4 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 years presented unless otherwise stated.

#### 4.1 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. The short term investments are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

#### 4.2 Financial assets

##### 4.2.1 Initial recognition and measurement

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

##### 4.2.2 Classification and subsequent measurement

###### 4.2.2.1 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); and
- at fair value through profit or loss (FVPL)

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 recognized at FVPL. The debt sub-fund and money market sub-fund primarily invest in debt securities and their performance is measured on a fair value basis. Hence, the management has classified the debt securities invested through debt sub-fund and money market sub-fund as FVPL.

###### 4.2.2.2 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 equity sub-fund is required to invest at least 90 percent of its assets in equity securities and the management has not opted for the irrevocable option. Therefore, the equity sub-fund investments in equity securities are being classified as FVPL.

The dividend income for equity securities classified under FVPL is recognised in the Income Statement.

#### 4.2.3 Impairment (other than debt securities)

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



## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

- 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.

#### 4.2.3.1 Impairment 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 Pension Fund Manager 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 Pension Fund Manager 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 Pension Fund Manager. The provisioning policy approved by the Board of Directors has also been placed on the Pension Fund Manager's website as required under the SECP's Circular.

#### 4.2.4 Regular way contracts

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

#### 4.2.5 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".

#### 4.2.6 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the Income Statement.

### 4.3 Financial liabilities

#### 4.3.1 Classification and subsequent measurement

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

#### 4.3.2 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.

### 4.4 Offsetting of financial assets and financial liabilities

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

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

#### 4.5 Provisions

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

#### 4.6 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

#### 4.7 Revenue recognition

- Gains / (losses) on sale of investments are recorded in the Income Statement on the date on which the transaction takes place.
- Profit on bank balances is recognised on time proportion basis using effective yield method.
- Dividend income is recognised when the right to receive the dividend is established. i.e., on the date of commencement of book closure of the investee company institution declaring the dividend.
- Unrealised gains / (losses) arising on revaluation of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the year in which these arise.
- Income on sukuks certificates, musharaka certificates and government securities is recognised on time proportion basis using the effective yield method, except for the securities which are classified as Non-Performing Asset under Circular No. 33 of 2012 issued by the SECP for which the profit are recorded on cash basis.

#### 4.8 Expenses

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

#### 4.9 Issue, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the Pension Fund Manager. The Net Asset Value (NAV) per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outlined in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a year to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the Net Asset Value per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes, as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

Proceeds received on issuance and paid on redemption of units are reflected in the Participants' Sub-Funds. The Voluntary Pension System Rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participant holders is, therefore, only possible through redemption of units which is based on the Net Asset Value (NAV). Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

#### 4.10 Net asset value per unit

The net asset value (NAV) per unit for each sub-fund, as disclosed in the 'Statement of Assets and Liabilities' is calculated by dividing the net assets of the sub-fund by the number of units in issue of the respective sub-fund at the year end.

#### 4.11 Foreign currency translation

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

## 5 BANK BALANCES

Balances with banks in:

- In savings accounts
- In current accounts

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

Note

5.1	3,193,374	23,622,024	192,740,161	219,555,559
	696,094	-	-	696,094
	<u>3,889,468</u>	<u>23,622,024</u>	<u>192,740,161</u>	<u>220,251,653</u>

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

Balances with banks in:

- In savings accounts
- In current accounts

5.1	3,258,729	18,767,947	76,598,478	98,625,154
	946,094	-	-	946,094
	<u>4,204,823</u>	<u>18,767,947</u>	<u>76,598,478</u>	<u>99,571,248</u>

- 5.1 These include bank balances held by Equity Sub-Fund and Money Market Sub-Fund of Rs.52,051 (2024: Rs. 48,277) and Rs.3,937 (2024: Rs. 3,937) respectively maintained with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 0.10% per annum (2024: 18.50% per annum). Other saving accounts of the Fund carry profit rates ranging from 5.00% to 10.00% per annum (2024: 7.00% to 19.70% per annum).

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note ----- (Rupees) -----			

### 6 INVESTMENTS

#### At fair value through profit or loss

Shares of listed companies	6.1	52,938,136	-	-	52,938,136
Government of Pakistan (GoP) Ijarah Sukuks	6.2	-	-	-	-
Sukuk certificates - listed	6.3	-	3,999,938	-	3,999,938
Sukuk certificates - unlisted	6.4	-	5,000,000	20,000,000	25,000,000
		<u>52,938,136</u>	<u>8,999,938</u>	<u>20,000,000</u>	<u>81,938,074</u>

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

#### At fair value through profit or loss

Shares of listed companies	6.1	28,847,536	-	-	28,847,536
Government of Pakistan (GoP) Ijarah Sukuks	6.2	-	11,819,960	21,120,384	32,940,344
Sukuk certificates - listed	6.3	-	7,445,613	-	7,445,613
Sukuk certificates - unlisted	6.4	-	6,000,000	27,000,000	33,000,000
		<u>28,847,536</u>	<u>25,265,573</u>	<u>48,120,384</u>	<u>102,233,493</u>

### 6.1 Listed equity securities

#### Equity Sub-Fund

Ordinary shares having face value of Rs. 10 each, unless stated otherwise.

Name of the investee company	As at July 1, 2024	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-Fund	total investments of the Sub-Fund	
(Number of shares)						(Rupees)			%		
<b>Automobile Assembler</b>											
Al-Ghazi Tractors Limited (6.1.1)	-	1,900	-	1,900	-	-	-	-	-	-	-
Ghandhara Automobiles Limited *	-	3,300	-	780	2,520	1,205,495	950,972	(254,523)	1.69%	1.80%	-
						1,205,495	950,972	(254,523)	1.69%	1.80%	
<b>Automobile Parts &amp; Accessories</b>											
Thal Limited (6.1.1)	-	1,600	-	1,600	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Cable &amp; Electrical Goods</b>											
Pak Elektron Limited	-	34,000	-	34,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Commercial Banks</b>											
Bank Islami Pakistan Limited (related party)	-	70,000	-	70,000	-	-	-	-	-	-	-
Faysal Bank Limited	-	27,500	-	27,500	-	-	-	-	-	-	-
Meezan Bank Limited	6,710	19,275	-	14,165	11,820	3,388,881	3,924,831	535,950	6.99%	7.41%	0.01%
						3,388,881	3,924,831	535,950	6.99%	7.41%	
<b>Oil &amp; Gas Exploration Companies</b>											
Mari Petroleum Company Limited * (6.1.8)	610	6,030	4,320	7,413	3,547	1,694,996	2,223,579	528,583	3.96%	4.20%	-
Oil & Gas Development Company Limited * (6.1.2)	15,219	34,470	-	35,030	14,659	2,900,149	3,233,189	333,040	5.76%	6.11%	-
Pakistan Petroleum Limited * (6.1.2)	15,541	68,800	-	50,160	34,181	5,597,037	5,816,581	219,544	10.36%	10.99%	-
						10,192,182	11,273,349	1,081,167	20.08%	21.30%	
<b>Oil &amp; Gas Marketing Companies</b>											
Pakistan State Oil Company Limited *	10,276	28,260	-	27,632	10,904	3,588,692	4,116,587	527,895	7.33%	7.78%	-
Sui Northern Gas Pipelines Limited *	-	35,400	-	15,138	20,262	2,166,201	2,364,778	198,577	4.21%	4.47%	-
						5,754,893	6,481,365	726,472	11.54%	12.25%	
<b>Fertilizers</b>											
Engro Corporation Limited (6.1.4)	2,675	7,675	-	10,350	-	-	-	-	-	-	-
Engro Fertilizers Limited *	3,650	22,850	-	23,941	2,559	475,326	474,925	(401)	0.85%	0.90%	-
Fauji Fertilizer Bin Qasim Limited (6.1.3)	35,000	60,650	-	95,650	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited (6.1.3)	-	11,807	-	11,807	-	-	-	-	-	-	-
						475,326	474,925	(401)	0.85%	0.90%	





## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

**6.1.1** All shares have a nominal value of Rs.10 each except for the shares of Thal Limited, Shabbir Tiles and Ceramics Limited, Al-Ghazi Tractors Limited and SPEL Limited which have a nominal value of Rs. 5 each, the shares of K-Electric Limited which have a nominal value of Rs. 3.5 each, the shares of Lucky Cement Limited and Systems Limited which have a nominal value of Rs. 2 each and Zarea Limited have nominal value of Rs. 1 each respectively.

**6.1.2** Investments include 14,659 shares of Oil & Gas Development Company Limited and 34,181 shares of Pakistan Petroleum Limited having market value of Rs. 3.223 million and Rs. 5.817 million respectively as at June 30, 2025 (2024: 15,219 shares of Oil & Gas Development Company Limited and 15,541 shares of Pakistan Petroleum Limited having market value of Rs. 2.060 million and Rs. 1.820 million respectively) out of which 9,880 shares of Oil & Gas Development Company Limited and 12,450 shares of Pakistan Petroleum Limited having market value of Rs. 2.183 million and Rs. 2.116 million respectively have been pledged as collateral with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

**6.1.3** During the year, Fauji Fertilizer Bin Qasim Limited (FFBL) has been merged with and into Fauji Fertilizer Company Limited (FFC), upon sanction by the Honourable Lahore High Court, Rawalpindi Bench on December 12, 2024 and shares have been allotted in favour of those shareholders whose names appeared in the register of members of FFBL as on December 24, 2024. In accordance with the Scheme of Arrangement, and in consideration for the merger in terms thereof, FFCL will allot and issue an aggregate of 150,870,449 ordinary shares of FFCL (FFCL Shares) to the FFBL Shareholders (being the members of FFBL, other than FFCL and its nominees, if any), based on a swap ratio of 1 (one) FFCL Share for every 4.29 ordinary shares of FFBL held by each FFBL Shareholder (subject to the adjustment of fractional shares), in the manner detailed in the Scheme.

As result of above arrangement, the Fund received 11,806 shares of Fauji Fertilizer Company Limited (FFC) in lieu 50,650 shares of Fauji Fertilizer Bin Qasim Limited (FFBL).

**6.1.4** During the year, Engro Corporation Limited (ENGRO) has been merged with and into Engro Holdings Limited (ENGROH) (formerly known as Dawood Hercules Corporation Limited), upon sanction by the Honourable Islamabad High Court on July 18, 2024 and shares have been allotted in favour of those shareholders whose names appeared in the register of members of ENGRO as on January 7, 2025. In accordance with the Scheme of Arrangement, and in consideration for the merger in terms thereof, ENGROH will allot and issue ordinary shares of ENGROH to the ENGRO Shareholders (being the members of ENGRO, other than ENGROH and its nominees, if any), based on a swap ratio of 2.24407865 ENGROH Shares for each ordinary share held by them (subject to the adjustment of fractional shares), in the manner detailed in the Scheme.

As result of above arrangement, the Fund received 11,220 shares of Engro Holdings Limited (ENGROH) in lieu 5,000 shares of Engro Corporation Limited (ENGRO).

**6.1.5** During the year, Lucky Cement Limited (LUCK), pursuant to a resolution passed by its shareholders in the Extraordinary General Meeting held on March 18, 2025, approved the subdivision of the face value of its ordinary shares from Rs. 10 per share to Rs. 2 per share. Shares have been allotted in favour of those shareholders whose names appeared in the register of members of LUCK as on April 22, 2025.

As a result of the share subdivision, the Fund received 15,740 more sub-divided ordinary shares of Lucky Cement Limited having face value of Rs. 2 each (LUCK) in lieu of 3,935 ordinary shares previously held with a face value of Rs. 10 each.

**6.1.6** During the year, Systems Limited (SYS), pursuant to a resolution passed by its shareholders in the Annual General Meeting held on April 28, 2025, approved the subdivision of the face value of its ordinary shares from Rs. 10 per share to Rs. 2 per share. Shares have been allotted in favour of those shareholders whose names appeared in the register of members of SYS as on May 31, 2025.

As a result of the share subdivision, the Fund received 11,900 more sub-divided ordinary shares of Systems Limited having face value of Rs. 2 each (SYS) in lieu of 2,975 ordinary shares previously held with a face value of Rs. 10 each.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

- 6.1.7** The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes / Voluntary Pension Schemes (CISs / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs / VPSs. The petition was based on the fact that because CISs / VPSs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs / VPSs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs / VPSs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs / VPSs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs / VPSs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current year. Subsequent to the year ended June 30, 2019, the CISs / VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs / VPSs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund since July 1, 2018 were not withheld by the investee companies.

As at June 30, 2025, 1,504 shares of the Fund were withheld by SPEL Limited at the time of declaration of the bonus shares. The market value of the bonus shares amounts to Rs. 0.069 million (2024: 0.024 million) as at June 30, 2025.

- 6.1.8** The Finance Act, 2023 had introduced Section 236Z of the Income Tax Ordinance, 2001 (ITO) effective from July 1, 2023, which mandates listed companies to withhold ten percent shares out of bonus shares issued to the Fund. The share so withheld are to be released if the Fund deposits tax equivalent to ten percent of the value of bonus share issues to the Fund. Such tax is to be deposited within fifteen days of the book closure of the respective dividend. In case of failure of the Fund to pay, the issuer company is liable to pay the tax and dispose of the bonus shares to recover the amount paid.

In this regard, a petition was filed by the Collective Investment Schemes / Voluntary Pension Schemes (CISs / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CIS / VPS. The petition is based on the grounds that since the CISs / VPS are exempt from levy of income tax in terms of 99 of Part-I of the Second Schedule to the ITO, no tax is payable by the Fund under Section 236Z of the ITO. During the current year, the Honourable High Court of Sindh has issued notices to the relevant parties and ordered to retain the bonus shares being withheld and no tax shall be paid under section 236Z of the ITO till further orders by the Court. The matter is still pending adjudication and the Fund has included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs / VPS.

During the year, Mari Energies Limited (formerly Mari Petroleum Company Limited) has withheld 432 shares from the bonus shares issued to the Fund. The market value of bonus shares withheld amounts to Rs. 0.271 million as at June 30, 2025.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### 6.2 Government of Pakistan (GoP) Ijarah Sukuks

#### 6.2.1 Debt Sub-Fund

Name of security	Issue date	Face value				As at June 30, 2025			Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-	total investments of the Sub-
		(Rupees)							(%)	
GoP Ijarah Sukuk										
- 01 year	October 9, 2023	3,000,000	13,000,000	16,000,000	-	-	-	-	-	-
- 01 year	March 29, 2024	10,000,000	-	10,000,000	-	-	-	-	-	-
- 05 years	December 4, 2023	-	30,000,000	30,000,000	-	-	-	-	-	-
Total as at June 30, 2025						-	-	-		
Total as at June 30, 2024						11,771,136	11,819,960	48,824		

#### 6.2.2 Money Market Sub-Fund

Name of security	Issue date	Face value				As at June 30, 2025			Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-	total investments of the Sub-
		(Rupees)							(%)	
GoP Ijarah Sukuk										
- 01 year	October 9, 2023	-	74,000,000	74,000,000	-	-	-	-	-	-
- 01 year	March 29, 2024	24,000,000	-	24,000,000	-	-	-	-	-	-
- 05 year	April 30, 2020	-	121,000,000	121,000,000	-	-	-	-	-	-
Total as at June 30, 2025					-			-		
Total as at June 30, 2024					21,010,192		21,120,384		110,192	

### 6.3 Sukuk certificates - listed

#### 6.3.1 Debt Sub-Fund

Name of security	Issue date	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-Fund	total investments of the Sub-Fund
		(Number of certificates)				(Rupees)			(% )	
Pakistan Energy Sukuk - II * (Face value: Rs. 5,000 per certificate)	May 21, 2021	800	-	-	800	4,004,738	3,999,938	(4,800)	5.72%	44.44%
The Hub Power Company Limited (AA+, PACRA) (Face value: Rs. 100,000 per certificate)	November 12, 2020	45	-	45	-	-	-	-	-	-
Airlink Communication Limited (PPSTS II) (A+, PACRA) (Face value: Rs. 1,000,000 per certificate)	July 10, 2024	-	4	4	-	-	-	-	-	-
<b>Total as at June 30, 2025</b>						4,004,738	3,999,938	(4,800)		
<b>Total as at June 30, 2024</b>						7,483,793	7,445,613	(38,180)		

\* These carry effective yield of 11.29% per annum and will mature latest by May 21, 2031.



## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

**6.3.1.1** Significant terms and conditions of sukuk outstanding as at June 30, 2025 are as follows:

Name of security	Number of certificates	Face value per unit	Face value / redemption value in total	Profit rate per annum	Maturity date	Secured / unsecured	Rating
------------------	------------------------	---------------------	--	-----------------------	---------------	---------------------	--------

----- (Rupees) -----

**Listed debt securities**

Pakistan Energy Sukuk - II	800	5,000	4,000,000	6 month kibar - 0.10%	May 21, 2030	Secured	unrated
----------------------------	-----	-------	-----------	-----------------------	--------------	---------	---------

## 6.4 Sukuk certificates - unlisted

### 6.4.1 Debt Sub-Fund

Name of security	Rating of investee company	Issue date	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
							Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-Fund	total investments of the Sub-Fund
							----- (Rupees) -----			----- (%) -----	
K-Electric Limited - STS XXIV (Face value: Rs. 1,000,000 each)	A1+	March 28, 2024	3	-	3	-	-	-	-	-	-
K-Electric Limited - STS XXV (Face value: Rs. 1,000,000 each)	A1+	May 02, 2024	3	-	3	-	-	-	-	-	-
K-Electric Limited - STS XXXII * (Face value: Rs. 1,000,000 each)	A1+	June 12, 2025	-	5	-	5	5,000,000	5,000,000	-	7.15%	55.56%
<b>Total as at June 30, 2025</b>							5,000,000	5,000,000	-		
<b>Total as at June 30, 2024</b>							6,000,000	6,000,000	-		

\* These carry effective yield of 11.08% per annum and will mature latest by December 12, 2025.

### 6.4.2 Money Market Sub-Fund

Name of security	Rating of investee company	Issue date	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
							Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-Fund	total investments of the Sub-Fund
							----- (Rupees) -----			----- (%) -----	
K-Electric Limited - STS XXIV (Face value: Rs. 1,000,000 each)	A1+	March 28, 2024	9	-	9	-	-	-	-	-	-
K-Electric Limited - STS XXV (Face value: Rs. 1,000,000 each)	A1+	May 02, 2024	3	-	3	-	-	-	-	-	-
Lucky Power Electric Company Limited - LEPCL XVII (Face value: Rs. 1,000,000 each)	A1+	March 26, 2024	15	-	15	-	-	-	-	-	-
K-Electric Limited - STS XXXII * (Face value: Rs. 1,000,000 each)	A1+	June 12, 2025	-	20	-	20	20,000,000	20,000,000	-	9.35%	100.00%
<b>Total as at June 30, 2025</b>							20,000,000	20,000,000	-		
<b>Total as at June 30, 2024</b>							27,000,000	27,000,000	-		

\* These carry effective yield of 11.08% per annum and will mature latest by December 12, 2025.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

### 6.5 Unrealised gain / (loss) on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Market value of investments	52,938,136	8,999,938	20,000,000	81,938,074
Less: carrying value of investments	(47,058,712)	(9,004,738)	(20,000,000)	(76,063,450)
	5,879,424	(4,800)	-	5,874,624

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Market value of investments	28,847,536	25,265,573	48,120,384	102,233,493
Less: carrying value of investments	(24,269,715)	(25,254,929)	(48,010,192)	(97,534,836)
	4,577,821	10,644	110,192	4,698,657

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Profit receivable on:				
- Bank balances	5,822	750,076	1,664,598	2,420,496
- Investments	-	57,422	74,706	132,128
	5,822	807,498	1,739,304	2,552,624

### 7 PROFIT RECEIVABLE

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Profit receivable on:				
- Bank balances	7,361	516,169	1,252,160	1,775,690
- Investments	-	1,312,915	1,442,626	2,755,541
	7,361	1,829,084	2,694,786	4,531,231

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

### 8 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

Security Deposit with Central Depository  
Company of Pakistan Limited  
Security Deposit with National Clearing  
Company of Pakistan Limited  
Advance tax  
Receivable from JS Investments Limited

Note

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
100,000	100,000	100,000	300,000
1,000,000	-	-	1,000,000
288,910	150,446	119,878	559,234
125,250	-	-	125,250
1,514,160	250,446	219,878	1,984,484

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
100,000	100,000	100,000	300,000
288,910	150,446	119,878	559,234
388,910	250,446	219,878	859,234

8.1 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 taxes on dividend, profit on bank deposits and profit on debt securities paid to the Fund were 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 May 12, 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 aggregate tax withheld on dividends, profit on bank deposits and profit on debt securities amounts to Rs.0.559 million (2024: Rs.0.559 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Pension Fund Manager) 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 Pension Fund Manager 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 taxes deducted on dividends, profit on bank deposits and profit on debt securities have been shown as other receivable as at June 30, 2025 as, in the opinion of the management, the amount of tax

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

deducted at source will likely be refunded.

		2025			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
<b>9</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER</b>				
Remuneration payable to the Pension Fund Manager	9.1	-	53,555	83,027	136,582
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	9.2	101,957	70,982	65,528	238,467
Federal Excise Duty payable on remuneration of the Pension Fund Manager	9.3	687,692	399,332	360,594	1,447,618
Sales load payable		19	23	71	113
Printing and stationery charges payable		40,000	40,000	40,000	120,000
		<u>829,668</u>	<u>563,892</u>	<u>549,220</u>	<u>1,942,780</u>
		2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)			
Remuneration payable to the Pension Fund Manager	9.1	-	34,943	50,185	85,128
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	9.2	101,957	67,491	60,063	229,511
Federal Excise Duty payable on remuneration of the Pension Fund Manager	9.3	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable		29,259	48,209	29,260	106,728
		<u>818,908</u>	<u>549,975</u>	<u>500,102</u>	<u>1,868,985</u>
<b>9.1</b>	In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.50% of net assets of each Sub-Fund calculated on daily basis. During the year, the Pension Fund Manager charged management fee at the rate upto 1.5% (2024: 1.50%) per annum for Equity Sub-Fund, upto 1% (2024: 0.50% to 1.00%) per annum for Debt Sub-Fund and upto 0.5% (2024: 0.50%) per annum for Money Market Sub-Fund of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.				
	During the year ended June 30, 2025, the SECP, vide S.R.O.600(I)/2025 dated April 10, 2025, revised the management fee cap for a pension fund as 2.50% in case of "equity sub-fund", 1.25% in case of "debt sub-fund" and up to 1.0% for money "market sub-fund" to be calculated on a per annum basis of the average daily net assets. This revision is effective from July 01, 2025.				
<b>9.2</b>	Sindh Sales Tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of the Management Company has been enhanced from rate of 13% to 15% (June 30, 2024: 13%) effective July 1, 2024 vide the Sindh Finance Act, 2024.				
<b>9.3</b>	The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Pension Fund Managers as a result of which FED at the rate of 16 percent on the remuneration of the Pension Fund Manager and sales load was applicable with effect from June 13, 2013. The Pension Fund Manager 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 Pension Fund Manager together with various other pension fund managers				



## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

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 Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provisions for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.69 million (2024: Rs. 0.69 million) for Equity Sub-Fund, Rs. 0.40 million (2024: Rs. 0.40 million) for Debt Sub-Fund and Rs. 0.36 million (2024: Rs. 0.36 million) for Money Market Sub-Fund are being retained in these financial statements of the respective Sub-Funds as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in these financial statements of the Fund, the net asset value of the Fund as at June 30, 2025 would have been higher by Rs. 19.60 (2024: Rs. 22.66) per unit, Rs. 2.38 (2024: Rs. 3.16) per unit and Rs. 0.65 (2024: Rs. 0.95) per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

#### 10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Remuneration payable to the Trustee	10.1	6,385	8,033	24,908	39,326
Sindh Sales Tax payable on remuneration of the Trustee	10.2	958	1,205	3,736	5,899
Settlement charges payable		10,978	575	575	12,128
		18,321	9,813	29,219	57,353

		2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		----- (Rupees) -----			
Remuneration payable to the Trustee	10.1	5,337	5,337	15,355	26,029
Sindh Sales Tax payable on remuneration of the Trustee	10.2	694	694	1,996	3,384
Settlement charges payable		4,226	565	557	5,348
		10,257	6,596	17,908	34,761

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed and the offering document as per the tariff specified therein, based on the average daily net assets of the Fund during the year. The tariff structure applicable to the Fund in respect of trustee remuneration is as follows:

Net Assets (Rs.)	Tariff
-upto Rs. 1 billion	Rs. 0.3 million or 0.15% per annum of net assets, whichever is higher.
-above Rs. 1 billion to Rs. 3 billion	Rs.1.5 million plus 0.10% per annum of net assets, on amount exceeding Rs.1 billion.
-above Rs. 3 billion to Rs. 6 billion	Rs. 3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs. 3 billion.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

-above Rs. 6 billion	Rs. 5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs. 6 billion.
----------------------	--

- 10.2** During the year, an amount of Rs. 0.057 million (2024: Rs. 0.039 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024: 13%).

### 11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent (0.04%) [2024: 0.04%] of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

### 12 ACCRUED EXPENSES AND OTHER LIABILITIES

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- (Rupees) -----

Auditors' remuneration payable	212,420	212,420	212,420	637,260
Withholding tax payable	94,815	10,060	7,786	112,661
Charity payable	669,672	-	-	669,672
Zakat payable	300	19	2,783	3,102
Brokerage and settlement payable	364,145	5,725	5,014	374,884
	<u>1,341,352</u>	<u>228,224</u>	<u>228,003</u>	<u>1,797,579</u>

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- (Rupees) -----

Auditors' remuneration payable	150,234	150,236	150,243	450,713
Withholding tax payable	115,548	9,910	30,659	156,117
Charity payable	946,095	-	-	946,095
Zakat payable	1,166	3,248	3,826	8,240
Brokerage and settlement payable	392,404	-	1,401	393,805
	<u>1,605,447</u>	<u>163,394</u>	<u>186,129</u>	<u>1,954,970</u>

### 13 CONTINGENCIES AND COMMITMENTS

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

2025		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund

----- Number of units -----

### 14 NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the year	30,344	126,190	378,702
Units issued during the year	10,849	87,391	347,240
Units redeemed during the year	(2,266)	(66,337)	(165,551)
Reallocation of units during the year	(3,844)	20,635	(9,608)

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

Total units in issue at the end of the year

<b>35,083</b>	<b>167,879</b>	<b>550,783</b>
---------------	----------------	----------------

Total units in issue at the beginning of the year  
Units issued during the year  
Units redeemed during the year  
Reallocation of units during the year  
Total units in issue at the end of the year

2024		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- Number of units -----		
130,549	103,759	161,682
14,209	102,177	396,597
(117,205)	(78,840)	(173,914)
2,791	(906)	(5,663)
<b>30,344</b>	<b>126,190</b>	<b>378,702</b>

#### 15 CONTRIBUTION TABLE

From:

Individuals / Corporate

2025					
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
Units	Rupees	Units	Rupees	Units	Rupees
<b>10,849</b>	<b>56,269,481</b>	<b>87,391</b>	<b>102,317,263</b>	<b>347,240</b>	<b>196,399,640</b>
<b>10,849</b>	<b>56,269,481</b>	<b>87,391</b>	<b>102,317,263</b>	<b>347,240</b>	<b>196,399,640</b>

From:

Individuals / Corporate

2024					
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
Units	Rupees	Units	Rupees	Units	Rupees
14,209	12,175,387	102,177	33,927,186	396,597	119,074,285
<b>14,209</b>	<b>12,175,387</b>	<b>102,177</b>	<b>33,927,186</b>	<b>396,597</b>	<b>119,074,285</b>

#### 16 AUDITORS' REMUNERATION

Annual audit fee  
Half yearly review  
Shariah audit fee  
Out of pocket expenses  
Sindh Sales Tax

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
<b>186,606</b>	<b>186,604</b>	<b>186,597</b>	<b>559,807</b>
<b>100,000</b>	<b>100,000</b>	<b>100,000</b>	<b>300,000</b>
<b>29,000</b>	<b>29,000</b>	<b>29,000</b>	<b>87,000</b>
<b>27,900</b>	<b>27,900</b>	<b>27,900</b>	<b>83,700</b>
<b>24,320</b>	<b>24,320</b>	<b>24,320</b>	<b>72,960</b>
<b>367,826</b>	<b>367,824</b>	<b>367,817</b>	<b>1,103,467</b>

Annual audit fee  
Half yearly review

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
136,667	136,667	136,667	410,001
80,000	80,000	80,000	240,000

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

Out of pocket expenses	38,334	38,334	38,334	115,002
Sindh Sales Tax	20,400	20,400	20,400	61,200
	<u>275,401</u>	<u>275,401</u>	<u>275,401</u>	<u>826,203</u>

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			

#### 17 CASH AND CASH EQUIVALENTS

Bank balances	<u>3,889,468</u>	<u>23,622,024</u>	<u>192,740,161</u>	<u>220,251,653</u>
	<u>3,889,468</u>	<u>23,622,024</u>	<u>192,740,161</u>	<u>220,251,653</u>

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			

Bank balances	<u>4,204,823</u>	<u>18,767,947</u>	<u>76,598,478</u>	<u>99,571,248</u>
	<u>4,204,823</u>	<u>18,767,947</u>	<u>76,598,478</u>	<u>99,571,248</u>

#### 18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Sub-Funds for the year ended June 30, 2025 are: Equity Sub-Fund 2.57% (2024: 3.17%), Debt Sub-Fund 2.12% (2024: 2.18%) and Money Market Sub-Fund 0.97% (2024: 0.99%), which includes 0.31%, 0.25%, 0.15% (2024: 0.36%, 0.24%, 0.13%) respectively representing government levies on the Sub-Funds such as Sales Taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.50%, 2.50% and 2.00% (excluding government levies) respectively for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively prescribed under the NBFC Regulations for a pension 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 9.1 to the financial statements.

#### 19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan 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 / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment 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 the market rates.



## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The details of transactions carried out by the Fund with connected persons during the year and balances with them as at year end are as follows:

19.1

Details of transactions with connected persons / related parties during the year are as follows:

	June 30, 2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----			
JS Investments Limited - Pension Fund Manager				
Remuneration for the year	103,787	527,299	680,933	1,312,019
Sindh Sales Tax on remuneration of the Pension Fund Manager	15,568	79,096	102,140	196,804
Printing and stationery charges	41,305	22,355	41,304	104,964
Sales Load	448	558	1,706	2,712
Income from Management Company	125,250	-	-	125,250
Central Depository Company of Pakistan Limited - Trustee				
Remuneration for the year	60,417	86,101	239,665	386,183
Sindh Sales Tax on remuneration of the Trustee	9,063	12,915	35,949	57,927
Settlement charges	25,096	6,900	6,909	38,905
JS Global Capital Limited (Fellow subsidiary of Parent company)				
Brokerage expense	69,420	-	-	69,420
Bank Islami Pakistan Limited (Fellow subsidiary of Parent company)				
Profit on bank balances	7,562	-	-	7,562
Key Management Personnel				
Amount received against issuance of units	4,066,682	3,944,008	5,169,514	13,180,204
Units issued (Number of units)	2,873	10,153	14,153	27,179
Amount paid against redemption of units	420,819	1,765,000	3,457,799	5,643,618
Units redeemed (Number of units)	369	4,620	9,101	14,090
Reallocation on redemption of units	15,985,829	12,958,633	5,351,375	34,295,837
Reallocation - Units out	11,726	33,416	14,709	59,851
Reallocation sale amount	15,361,309	14,795,584	4,138,944	34,295,837

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

Reallocation - Units in 10,500      38,396      11,539      60,435

June 30, 2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- (Rupees) -----

#### JS Investments Limited - Pension Fund Manager

Remuneration for the year	361,934	320,990	314,614	997,538
Sindh Sales Tax on remuneration of the Pension Fund Manager	47,051	41,729	40,899	129,679
Printing and stationery charges	38,071	38,349	38,071	114,491
Amount paid against redemption of units	71,038,640	7,983,215	644,395	79,666,250
Units redeemed (Number of units)	101,755	22,727	1,976	126,458
Sales Load	-	-	183	183

#### Central Depository Company of Pakistan Limited - Trustee

Remuneration for the period	75,416	63,138	163,128	301,682
Sindh Sales Tax on remuneration of the Trustee	9,804	8,208	21,206	39,218
Settlement charges	20,255	6,971	7,279	34,505

#### JS Global Capital Limited (Fellow subsidiary of Parent company)

Brokerage expense	60,576	-	-	60,576
-------------------	--------	---	---	--------

#### Bank Islami Pakistan Limited (Fellow subsidiary of Parent company)

Profit on bank balances	5,190	-	2,254	7,444
Proceeds from sale of investments	2,770,077	-	-	2,770,077

#### Key Management Personnel

Amount received against issuance of units	8,502,772	6,896,496	9,780,287	25,179,555
Units issued (Number of units)	9,447	21,287	32,631	63,365
Amount paid against redemption of units	3,061,788	4,174,505	7,602,062	14,838,355
Units redeemed (Number of units)	3,286	12,166	23,057	38,509

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

**19.2 Details of balances with connected persons / related parties as at year end are as follows:**

June 30, 2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

**JS Investments Limited - Pension Fund Manager**

Remuneration payable to the Pension Fund Manager	-	53,555	83,027	136,582
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	101,957	70,982	65,528	238,467
Federal excise duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618
Sales load payable to management company	19	23	71	113
Printing and stationery charges payable	40,000	40,000	40,000	120,000
Receivable from Management Company	125,250	-	-	125,250

**Central Depository Company of Pakistan Limited - Trustee**

Remuneration of Trustee	6,385	8,033	24,908	39,326
Sindh Sales Tax on remuneration of the Trustee	958	1,205	3,736	5,899
Settlement charges payable	10,978	575	575	12,128
Security deposit	100,000	100,000	100,000	300,000

**Bank Islami Pakistan Limited (Fellow subsidiary of Parent company)**

Bank balances	52,051	-	3,937	55,988
---------------	--------	---	-------	--------

**Key management personnel**

Investment at year end	11,903,761	8,182,381	4,646,694	24,732,836
Units outstanding (Number of units)	7,439	19,633	12,041	39,113

June 30, 2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

**JS Investments Limited - Pension Fund Manager**

Remuneration payable to the Pension Fund Manager	-	34,943	50,185	85,128
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	101,957	67,491	60,063	229,511
Federal excise duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable	29,259	48,209	29,260	106,728

**Central Depository Company of Pakistan Limited - Trustee**

Remuneration of Trustee	5,337	5,337	15,355	26,029
Sindh Sales Tax on remuneration of the Trustee	694	694	1,996	3,384
Settlement charges payable	4,226	565	557	5,348
Security deposit	100,000	100,000	100,000	300,000

**Bank Islami Pakistan Limited (Fellow subsidiary of Parent company)**

Bank balances	48,277	-	3,937	52,214
---------------	--------	---	-------	--------

**Key management personnel**

Investment at year end	6,279,285	3,276,734	3,369,594	12,925,613
Units outstanding (Number of units)	6,161	9,121	10,159	25,441

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### 20 FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2025						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	Total
<b>Financial assets</b>							
Bank balances	3,889,468	-	3,889,468	23,622,024	-	23,622,024	192,740,161
Investments	-	52,938,136	52,938,136	-	8,999,938	8,999,938	20,000,000
Profit receivable	5,822	-	5,822	807,498	-	807,498	1,739,304
Receivable against sale of investment	-	-	-	37,112,466	-	37,112,466	-
Advances, deposits and other receivables	1,225,250	-	1,225,250	100,000	-	100,000	100,000
	5,120,540	52,938,136	58,058,676	61,641,988	8,999,938	70,641,926	194,579,465
							214,579,465
							343,280,067
<b>Financial liabilities</b>							
Payable to JS Investments Limited - Pension Fund Manager	829,668	-	829,668	563,892	-	563,892	549,220
Payable to Central Depository Company of Pakistan Limited - Trustee	18,321	-	18,321	9,813	-	9,813	29,219
Payable against redemption of units	-	-	-	-	-	-	-
Accrued expenses and other liabilities	1,246,237	-	1,246,237	218,145	-	218,145	217,434
	2,094,226	-	2,094,226	791,850	-	791,850	795,873
							795,873
							1,942,780
							57,353
							1,681,816
							3,681,949
<b>2024</b>							
Particulars	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	Total
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	Total
<b>Financial assets</b>							
Bank balances	4,204,823	-	4,204,823	18,767,947	-	18,767,947	76,598,478
Investments	-	28,847,536	28,847,536	-	25,265,573	25,265,573	48,120,384
Profit receivable	7,361	-	7,361	1,829,084	-	1,829,084	2,694,786
Receivable against sale of investment	-	-	-	-	-	-	-
Advances, deposits and other receivables	100,000	-	100,000	100,000	-	100,000	100,000
	4,312,184	28,847,536	33,159,720	20,697,031	25,265,573	45,962,604	79,393,264
							127,513,648
							206,635,972
<b>Financial liabilities</b>							
Payable to JS Investments Limited - Pension Fund Manager	818,908	-	818,908	549,975	-	549,975	500,102
Payable to Central Depository Company of Pakistan Limited - Trustee	10,257	-	10,257	6,596	-	6,596	17,908
Payable against redemption of units	72,769	-	72,769	43,553	-	43,553	394,171
Accrued expenses and other liabilities	1,488,733	-	1,488,733	150,236	-	150,236	151,644
	2,390,667	-	2,390,667	750,360	-	750,360	1,063,825
							1,063,825
							500,102
							17,908
							394,171
							151,644
							1,063,825
							4,204,852
							1,868,985
							34,761
							510,493
							1,790,613
							4,204,852

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

### 21 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

#### 21.1 Market risk

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

The Pension Fund Manager manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the Securities and Exchange Commission of Pakistan.

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

##### 21.1.1 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. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

##### 21.1.2 Profit rate risk

Profit 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 profit rates. The profit rate profile of the Fund's interest bearing financial instruments is as follows:

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

#### Variable rate instruments (financial assets)

Bank balances	3,889,468	23,622,024	192,740,161	220,251,653
Sukuk certificates - listed	-	3,999,938	-	3,999,938
Sukuk certificates - unlisted	-	5,000,000	20,000,000	25,000,000
	<u>3,889,468</u>	<u>32,621,962</u>	<u>212,740,161</u>	<u>249,251,591</u>

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

#### Variable rate instruments (financial assets)

Bank balances	4,204,823	18,767,947	76,598,478	99,571,248
GoP Ijarah Sukuks	-	8,800,160	21,120,384	29,920,544
Sukuk certificates - listed	-	7,445,613	-	7,445,613
Sukuk certificates - unlisted	-	6,000,000	27,000,000	33,000,000
	<u>4,204,823</u>	<u>41,013,720</u>	<u>124,718,862</u>	<u>169,937,405</u>



# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### 21.1.2.1 Sensitivity analysis of variable rate instruments

Presently, the Fund holds balances with bank, investment in sukuk certificates and government securities which expose the Fund to cash flow profit rate risk. A reasonably possible change of 100 basis points in profit rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			

#### Change in basis points

Increase of 100 basis points	38,895	326,220	2,127,402	2,492,517
Decrease of 100 basis points	(38,895)	(326,220)	(2,127,402)	(2,492,517)

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			

#### Change in basis points

Increase of 100 basis points	42,048	410,137	1,247,189	1,699,374
Decrease of 100 basis points	(42,048)	(410,137)	(1,247,189)	(1,699,374)

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

Profit rate sensitivity position for the financial instruments recognised on the statement of assets and liabilities 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 profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 can be determined as follows:

### JS Islamic Pension Savings Fund - Equity Sub Fund

Particulars	2025						2024					
	Yield / effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total	Yield / effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												
<hr/>												

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### JS Islamic Pension Savings Fund - Debt Sub Fund

Particulars	2025						2024					
	Effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total	Effective Interest Rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	----- % -----	(Rupees)					----- % -----	(Rupees)				
Financial assets												
Bank balances	10%	23,622,024	-	-	-	23,622,024	7% - 19.70%	18,767,947	-	-	-	18,767,947
Investments	11.08% - 11.29%	-	5,000,000	3,999,938	-	8,999,938	19.99% - 24.08%	3,000,000	14,819,960	7,445,613	-	25,265,573
Profit receivable		-	-	-	807,498	807,498		-	-	-	1,829,084	1,829,084
Receivable against sale of investment		-	-	-	37,112,466	37,112,466		-	-	-	-	-
Advances, deposits and other receivables		-	-	-	100,000	100,000		-	-	-	100,000	100,000
		23,622,024	5,000,000	3,999,938	38,019,964	70,641,926		21,767,947	14,819,960	7,445,613	1,929,084	45,962,604
Financial liabilities												
Payable to JS Investments Limited - Pension Fund Manager		-	-	-	563,892	563,892		-	-	-	549,975	549,975
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	9,813	9,813		-	-	-	6,596	6,596
Payable against redemption of units		-	-	-	-	-		-	-	-	43,553	43,553
Accrued expenses and other liabilities		-	-	-	218,145	218,145		-	-	-	150,236	150,236
Sub Total		-	-	-	791,850	791,850		-	-	-	750,360	750,360
On-balance sheet gap		23,622,024	5,000,000	3,999,938	37,228,114	69,850,076		21,767,947	14,819,960	7,445,613	1,178,724	45,212,244
Total interest rate sensitivity gap		23,622,024	5,000,000	3,999,938	37,228,114	69,850,076		21,767,947	14,819,960	7,445,613	1,178,724	45,212,244
Cumulative interest rate sensitivity gap		23,622,024	28,622,024	32,621,962				21,767,947	36,587,907	44,033,520		

### JS Islamic Pension Savings Fund - Money Market Sub Fund

Particulars	2025					2024						
	Effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total	Effective Interest Rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)					%	(Rupees)				
Financial assets												
Bank balances	0.10% to 10%	192,740,161	-	-	-	192,740,161	7% - 19.70%	76,598,478	-	-	-	76,598,478
Investments	11.08%	-	20,000,000	-	-	20,000,000	21.73% - 21.90%	24,000,000	24,120,384	-	-	48,120,384
Profit receivable		-	-	-	1,739,304	1,739,304		-	-	-	2,694,786	2,694,786
Receivable against sale of investment		-	-	-	-	-		-	-	-	-	-
Advances, deposits and other receivables		-	-	-	100,000	100,000		-	-	-	100,000	100,000
		192,740,161	20,000,000	-	1,839,304	214,579,465		100,598,478	24,120,384	-	2,794,786	127,513,648
Financial liabilities												
Payable to JS Investments Limited - Pension Fund Manager		-	-	-	549,220	549,220		-	-	-	500,102	500,102
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	29,219	29,219		-	-	-	17,908	17,908
Payable against redemption of units		-	-	-	-	-		-	-	-	394,171	394,171
Accrued expenses and other liabilities		-	-	-	217,434	217,434		-	-	-	151,644	151,644
Sub Total		-	-	-	795,873	795,873		-	-	-	1,063,825	1,063,825
On-balance sheet gap		192,740,161	20,000,000	-	1,043,431	213,783,592		100,598,478	24,120,384	-	1,730,961	126,449,823
Total interest rate sensitivity gap		192,740,161	20,000,000	-	1,043,431	213,783,592		100,598,478	24,120,384	-	1,730,961	126,449,823
Cumulative interest rate sensitivity gap		192,740,161	212,740,161	212,740,161				100,598,478	124,718,862	124,718,862		

#### 21.1.3 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.

The Fund has exposure to equity price risk arising from the Fund investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's Constitutive Documents, the VPS rules and circulars issued by SECP from time to time.

The table below summarizes the sensitivity of the Fund's net assets attributable to unit holders to the equity price movements as at June 30, 2025. The analysis is based on the assumption that the KSE index increased / decreased by 1%, with all other variables held constant and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the index. This represents managements' best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

At June 30, 2025, the fair value of equity securities exposed to price risk was disclosed in note 6.1.

	2025	2024
	----- (Rupees) -----	
Investment and net assets	<u>529,381</u>	<u>288,475</u>
Income statement	<u>529,381</u>	<u>288,475</u>

#### 21.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk mainly arises from deposits with banks, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the Fund mainly consist of government securities that represent the interest of Government of Pakistan and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.
- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.

##### 21.2.1 Exposure to credit risk

The maximum exposure to credit risk as at 30 June 2025 is as follows:

	2025		2024	
	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk
<b>JS Islamic Pension Savings Fund - Equity Sub Fund</b>				
	----- (Rupees) -----			
Bank balances	3,889,468	3,889,468	4,204,823	4,204,823
Investments	52,938,136	-	28,847,536	-
Profit receivable	5,822	5,822	7,361	7,361
Receivable against sale of investment	-	-	-	-
Advances, deposits and other receivables	1,225,250	1,225,250	100,000	100,000
	<u>58,058,676</u>	<u>5,120,540</u>	<u>33,159,720</u>	<u>4,312,184</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in listed equity securities of Rs 52.938 million (2024: Rs 28.848 million) are not exposed to credit risk.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

### JS Islamic Pension Savings Fund- Debt Sub Fund

	2025		2024	
	Balance as per Statement of assets and liabilities	Maximum exposure	Balance as per Statement of assets and liabilities	Maximum exposure
<b>(Rupees)</b>				
Bank balances	23,622,024	23,622,024	18,767,947	18,767,947
Investments	8,999,938	8,999,938	25,265,573	13,445,613
Profit receivable	807,498	807,498	1,829,084	1,829,084
Receivable against sale of investment	37,112,466	37,112,466	-	-
Advances, deposits and other receivables	100,000	100,000	100,000	100,000
	<b>70,641,926</b>	<b>70,641,926</b>	<b>45,962,604</b>	<b>34,142,644</b>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Nil (2024: Rs. 11.820 million) are not exposed to credit risk.

### JS Islamic Pension Savings Fund- Money Market Sub Fund

	2025		2024	
	Balance as per Statement of assets and liabilities	Maximum exposure	Balance as per Statement of assets and liabilities	Maximum exposure
<b>(Rupees)</b>				
Bank balances	192,740,161	192,740,161	76,598,478	76,598,478
Investments	20,000,000	20,000,000	48,120,384	27,000,000
Profit receivable	1,739,304	1,739,304	2,694,786	2,694,786
Receivable against sale of investment	-	-	-	-
Advances, deposits and other receivables	100,000	100,000	100,000	100,000
	<b>214,579,465</b>	<b>214,579,465</b>	<b>127,513,648</b>	<b>106,393,264</b>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Nil (2024: Rs. 21.120 million) are not exposed to credit risk.

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

No financial assets were considered to be past due or impaired as at June 30, 2025.

### 21.2.2 Credit quality of financial assets

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

Name of bank	Rating agency	Published Rating	2025	2024
			Percentage of total bank balances	
JS Islamic Pension Savings Fund - Equity Sub Fund				
Bank Alfalah Limited	PACRA	AAA	0.78%	0.79%
Habib Metropolitan Bank Limited	PACRA	AA+	71.46%	75.43%
Bank Islami Pakistan Limited	PACRA	AA-	1.34%	1.15%
Dubai Islamic Bank Pakistan Limited	VIS	AA	0.24%	0.24%
Soneri Bank Limited	PACRA	AA-	26.18%	22.39%
			100.00%	100.00%
JS Islamic Pension Savings Fund - Debt Sub Fund				
Bank Alfalah Limited	PACRA	AAA	0.04%	0.11%

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

Habib Metropolitan Bank Limited	PACRA	AA+	0.06%	0.07%
Name of bank	Rating agency	Published Rating	2025 Percentage of total bank balances	2024
Allied Bank Limited	PACRA	AAA	0.20%	0.24%
Faysal Bank Limited	PACRA	AA	0.63%	0.15%
Dubai Islamic Bank Pakistan Limited	VIS	AA	98.95%	98.68%
Al Baraka Bank (Pakistan) Limited	VIS	AA-	0.00%	0.14%
United Bank Limited	VIS	AAA	0.12%	0.00%
Meezan Bank Limited	VIS	AAA	0.00%	0.62%
			100.00%	100.00%
<b>JS Islamic Pension Savings Fund - Money Market</b>				
<b>Sub Fund</b>				
Bank Alfalah Limited	PACRA	AAA	0.01%	0.02%
Habib Metropolitan Bank Limited	PACRA	AA+	0.01%	0.01%
Allied Bank Limited	PACRA	AAA	0.01%	0.02%
Bank Islami Pakistan Limited	PACRA	AA-	0.00%	0.01%
Faysal Bank Limited	PACRA	AA	0.10%	0.23%
Askari Bank Limited	PACRA	AA+	0.01%	0.03%
Dubai Islamic Bank Pakistan Limited	VIS	AA	99.86%	99.67%
United Bank Limited	VIS	AAA	0.01%	0.02%
			100.00%	100.00%

The credit ratings of investments have been disclosed in their respective notes.

#### 21.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is mainly held with credit worthy counterparties thereby mitigating any credit risk.

#### 21.3 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 these 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.

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 up to 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 summarises 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.



## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

JS Islamic Pension Savings Fund - Equity Sub Fund	2025					Total
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	
----- Rupees -----						
Financial Liabilities						
Payable to JS Investments Limited - Pension Fund Manager	829,668	-	-	-	-	829,668
Payable to Central Depository Company of Pakistan Limited - Trustee	18,321	-	-	-	-	18,321
Accrued expenses and other liabilities	1,246,237	-	-	-	-	1,246,237
	2,094,226	-	-	-	-	2,094,226

JS Islamic Pension Savings Fund - Equity Sub Fund	2024					Total
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	
Rupees						
Financial Liabilities						
Payable to JS Investments Limited - Pension Fund Manager	818,908	-	-	-	-	818,908
Payable to Central Depository Company of Pakistan Limited - Trustee	10,257	-	-	-	-	10,257
Payable against redemption of units	72,769	-	-	-	-	72,769
Accrued expenses and other liabilities	1,488,733	-	-	-	-	1,488,733
	2,390,667	-	-	-	-	2,390,667

JS Islamic Pension Savings Fund - Debt Sub Fund	2025					Total
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	
Rupees						
Payable to JS Investments Limited - Pension Fund Manager	563,892	-	-	-	-	563,892
Payable to Central Depository Company of Pakistan Limited - Trustee	9,813	-	-	-	-	9,813
Accrued expenses and other liabilities	218,145	-	-	-	-	218,145
	791,850	-	-	-	-	791,850

	2024					
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
	Rupees					
Financial Liabilities						
Payable to JS Investments Limited - Pension Fund Manager	549,975	-	-	-	-	549,975
Payable to Central Depository Company of Pakistan Limited - Trustee	6,596	-	-	-	-	6,596
Payable against redemption of units	43,553	-	-	-	-	43,553
Accrued expenses and other liabilities	150,236	-	-	-	-	150,236
	750,360	-	-	-	-	750,360

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## FOR THE YEAR ENDED JUNE 30, 2025

### JS Islamic Pension Savings Fund - Money Market Sub Fund

2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees					
Payable to JS Investments Limited - Pension Fund Manager	549,220	-	-	-	549,220
Payable to Central Depository Company of Pakistan Limited - Trustee	29,219	-	-	-	29,219
Accrued expenses and other liabilities	217,434	-	-	-	217,434
	795,873	-	-	-	795,873

### Financial Liabilities

Payable to JS Investments Limited - Pension Fund Manager

Payable to Central Depository Company of Pakistan Limited - Trustee

Accrued expenses and other liabilities

2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees					
Payable to JS Investments Limited - Pension Fund Manager	500,102	-	-	-	500,102
Payable to Central Depository Company of Pakistan Limited - Trustee	17,908	-	-	-	17,908
Payable against redemption of units	394,171	-	-	-	394,171
Accrued expenses and other liabilities	151,644	-	-	-	151,644
	1,063,825	-	-	-	1,063,825

### Financial Liabilities

Payable to JS Investments Limited - Pension Fund Manager

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable against redemption of units

Accrued expenses and other liabilities

## 22 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 Assets and Liabilities" date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

### Fair value hierarchy

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

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

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

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

#### Equity Sub-Fund

##### At fair value through profit or loss

Listed equity securities

2025			
Level 1	Level 2	Level 3	Total
(Rupees)			
52,938,136	-	-	52,938,136
52,938,136	-	-	52,938,136

##### At fair value through profit or loss

Listed equity securities

2024			
Level 1	Level 2	Level 3	Total
(Rupees)			
28,847,536	-	-	28,847,536
28,847,536	-	-	28,847,536

#### Debt Sub-Fund

##### At fair value through profit or loss

Government of Pakistan (GoP) Ijarah Sukuks

Sukuk certificates - listed

Sukuk certificates - unlisted

2025			
Level 1	Level 2	Level 3	Total
(Rupees)			
-	-	-	-
3,999,938	-	-	3,999,938
-	5,000,000	-	5,000,000
3,999,938	5,000,000	-	8,999,938

##### At fair value through profit or loss

Government of Pakistan (GoP) Ijarah Sukuks

Sukuk certificates - listed

Sukuk certificates - unlisted

2024			
Level 1	Level 2	Level 3	Total
(Rupees)			
-	11,819,960	-	11,819,960
7,445,613	-	-	7,445,613
-	6,000,000	-	6,000,000
7,445,613	17,819,960	-	25,265,573

#### Money Market Sub Fund

##### At fair value through profit or loss

Sukuk certificates - unlisted

2025			
Level 1	Level 2	Level 3	Total
(Rupees)			
-	20,000,000	-	20,000,000
-	20,000,000	-	20,000,000

##### At fair value through profit or loss

Government of Pakistan (GoP) Ijarah Sukuks

Sukuk certificates - unlisted

2024			
Level 1	Level 2	Level 3	Total
(Rupees)			
-	21,120,384	-	21,120,384
-	27,000,000	-	27,000,000
-	48,120,384	-	48,120,384

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2025

#### 22.1 Valuation techniques used in determination of fair values

Items	Valuation approach and input used
Equity securities	The fair value of Equity securities listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange as on June 30, 2025.
Corporate sukuks	The valuation has been determined through closing rates announced by MUFAP as on June 30, 2025.

22.2 During the year ended June 30, 2025, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

#### 23 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base to meet unexpected losses or opportunities.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the Fund and rank parry passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

#### 24 GENERAL

24.1 Figures have been rounded off to the nearest rupee.

#### 25 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on 19, August 2025 by the Board of Directors of the Pension Fund Manager.



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