

Alfalah
Islamic Stable Return Fund

FUND INFORMATION

Management Company:	Alfalalah Asset Management Limited
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khaled Khanfer Mr. Farooq Ahmed Khan Mr. Zaigham Sheriff Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee (BAC)	Mr. Khaled Khanfer Mr. Farooq Ahmed Khan Mr. Khalilullah Shaikh
Business Risk Management Committee (BRMC)	Mr. Khaled Khanfer Mr. Farooq Ahmed Khan Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO)
Human Resource & Remuneration Committee (HRRC)	Mr. Farooq Ahmed Khan Mr. Zaigham Sheriff Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Board Investment Committee (BIC)	Mr. Farooq Ahmed Khan Mr. Sohail Sultan Ms. Ayesha Aziz
Company Secretary:	Mr. Saad Haseeb Qureshi
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Al-Falah Limited Bank Al-Habib Limited
Auditors:	Grant Thornton Anjum Rahman (GTAR) 1st & 3rd Floor, Modern Motors House, Beaumont Road, Karachi
Legal Advisor:	Mohsin Tayebaly & Co. 1st Floor, Dime Centre, BC-4, Block-9, Kehkashan, Clifton, Karachi – 75600. Pakistan.
Registrar:	Alfalalah Asset Management Limited Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi..
Distributor:	Bank Alfalah Limited
Rating:	A+(f) by PACRA

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH ISLAMIC STABLE RETURN FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic Stable Return Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2026 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi: September 23, 2026

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE WITH THE SHARIAH GOVERNANCE REGULATIONS, 2023

To The Board of Directors of Alfalah Asset Management Limited (Management Company of Alfalah Islamic Stable Return 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 **Alfalah Islamic Stable Return Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2026. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

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, 2026) is assessed, comprise of the Shariah principles and rules, as defined in the Regulations and reproduced as under:

- a) legal and regulatory framework administered by the SECP;
- b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;
- c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;
- d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and
- e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

Our engagement was carried out as required under Regulation 29 of Chapter VII of the Regulations.

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2026, 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 the Fund with its unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for 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 Management

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 (the Code), 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 Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or 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 compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2026, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), 'Assurance Engagements Other than Audits or Reviews of Historical Financial Information', 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 the 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 judgement, 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 were sufficient and appropriate to provide a basis for our opinion.

6. Conclusion

Based on our reasonable assurance engagement, we report that in our opinion, the Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2026, are in compliance with the Shariah principles (criteria specified in the paragraph 2 above), in all material respects.

The engagement partner on the assurance resulting in this independent assurance report is **Shafqat Ali**.



Chartered Accountants

Date: September 22, 2026

Place: Karachi

**Grant Thornton Anjum
Rahman**

1st & 3rd Floor,
Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

T +92 21 35672951-56

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Alfalah Islamic Stable Return Fund

Report on the Audit of financial statements

Opinion

We have audited the annexed financial statements of Alfalah Islamic Stable Return Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2026 and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2026 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 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.

Emphasis of matter

We draw attention to note 1.4 to the financial statements which states that during the year all investment plans offered by AISRF have matured and as of the reporting date, 100% of the units are redeemed. However, subsequent to the year end, the Fund has launched a new plan AISRF plan XIX on July 22, 2026 and has invested its own equity to sustain the future operations of the Fund. Our opinion is not modified in respect of this matter.

Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Except for the matter described in the Emphasis of matter section, we have determined that there are no key audit matters to communicate in our report.

Information Other than the financial statements and Auditor's Report Thereon

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 for the financial statements

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Khurram Jameel.



Chartered Accountants

Place: Karachi

Date: 25 September 2026

UDIN: AR202610093AcNrLs31V

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT JUNE 30, 2026

		2026										
		AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
Note		(Rupees)										
Assets												
Balances with banks	5	26,797	479,565	694,642	459,608	602,551	254,547	370,817	190,000	242,372	945,686	1,898,513
Investments	6	-	-	-	-	-	-	-	-	-	-	-
Advances, deposits and profit receivables		126,416	105,000	102,369	16,487	-	-			-	-	-
Total assets		153,213	584,565	797,011	476,095	602,551	254,547	370,817	190,000	242,372	945,686	1,898,513
Liabilities												
Payable to the Management Company	7	26,797	115,000	10,000	10,000	10,000	10,000	10,000	-	-	554,512	1,530,710
Payable to the Trustee	8	-	-	-	-	-	-	-	-	-	-	-
Payable to the SECP	9	-	-	-	-	-	-	-	-	-	-	-
Accrued expenses and other liabilities	10	126,416	469,565	787,011	466,095	592,551	244,547	370,817	190,000	242,372	391,174	367,803
Total liabilities		153,213	584,565	797,011	476,095	602,551	254,547	370,817	190,000	242,372	945,686	1,898,513
Net assets		-	-	-	-	-	-	-	-	-	-	-
UNIT holders' fund (as per the statement attached)		-	-	-	-	-	-	-	-	-	-	-
Contingencies and commitments	11											
(Number of units)												
Number of units in issue		-	-	-	-	-	-	-	-	-	-	-
(Rupees)												
Net asset value per unit		-	-	-	-	-	-	-	-	-	-	-

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT JUNE 30, 2026

		2026					2025				
		AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total	AISRP-I	AISRP-II	AISRP-III	AISRP-IV	Total
Note		(Rupees)									
Assets											
Balances with banks	5	1,428,924	23,953,088	14,393,754	3,693,773	49,634,637	24,841	488,883	104,762	417,713	1,036,199
Investments	6	-	-	-	-	-	-	-	-	-	-
Advances, deposits and profit/receivables		-	195,916	8,293	7,073	561,554	126,416	2,852	-	102,506	231,774
Total assets		1,428,924	24,149,004	14,402,047	3,700,846	50,196,191	151,257	491,735	104,762	520,219	1,267,973
Liabilities											
Payable to the Management Company	7	782,171	557,589	286,022	189,735	4,092,536	26,797	138,508	-	283,504	448,809
Payable to the Trustee	8	405,443	711,760	309,217	90,291	1,516,711	-	-	-	-	-
Payable to the SECP	9	-	386,419	237,759	72,617	696,795	-	-	-	-	-
Accrued expenses and other liabilities	10	241,310	22,493,236	13,569,049	3,348,203	43,890,149	124,460	353,227	104,762	236,715	819,164
Total liabilities		1,428,924	24,149,004	14,402,047	3,700,846	50,196,191	151,257	491,735	104,762	520,219	1,267,973
Net assets		-	-	-	-	-	-	-	-	-	-
UNIT holders' fund (as per the statement attached)		-	-	-	-	-	-	-	-	-	-
Contingencies and commitments	11										
(Number of units)											
Number of units in issue		-	-	-	-	-	-	-	-	-	-
(Rupees)											
Net asset value per unit		-	-	-	-	-	-	-	-	-	-

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

		30 Jun 2026									
		AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
Note		(Rupees)									
Income											
Profit on bank balances	11	2,278,533	395,456	735,048	31,613,779	30,654,763	164,655	892,181	3,925	25,666	42,963
Return on investments		263,837,438	125,083,926	106,613,321	244,023,241	14,972,055	86,386,500	45,369,863	114,734,329	130,315,197	66,641,024
Net realized (loss) / gain on sale of investments at FVTPL		(970,000)	(327,750)	(213,300)	(952,100)	-	(87,892)	-	-	(485,000)	-
Other Income		-	-	99,655	-	-	-	-	-	-	-
Total income		265,145,971	125,151,632	107,234,724	274,684,920	45,626,818	86,463,263	46,262,044	114,738,254	129,855,863	66,683,987
Expenses											
Remuneration of the Management Company	7.1	1,351,133	-	-	-	-	-	-	323,154	-	826,521
Sindh sales tax on remuneration of the Management Company	7.2	202,669	-	-	-	-	-	-	48,474	-	123,978
Allocated expense	7.3	-	-	-	-	-	-	-	-	-	-
Sindh sales tax on allocated expense		-	-	-	-	-	-	-	-	-	-
Selling and marketing expenses	7.4	-	-	-	-	-	-	-	-	-	-
Sindh sales tax on selling and marketing expenses		-	-	-	-	-	-	-	-	-	-
Remuneration of the Trustee	8.1	1,374,122	646,726	554,193	1,407,724	231,546	446,384	257,405	626,513	702,038	352,045
Sindh sales tax on remuneration of the Trustee	8.2	206,119	97,007	83,127	211,157	34,732	66,958	38,610	93,977	105,306	52,807
CDC charges		6,900	-	-	-	-	-	-	-	-	-
Fee to the SECP	9	1,873,793	881,874	755,717	1,919,621	315,743	608,703	351,006	854,332	957,320	480,060
Auditors' remuneration	12	228,908	305,550	152,662	230,337	150,000	247,283	100,000	151,666	150,000	199,517
Brokerage expenses		139,152	132,577	10,190	179,447	-	24,187	-	374	141,174	49,143
Legal and professional Fee		55,087	50,000	58,272	44,565	31,516	29,674	30,000	30,000	30,000	29,143
Shariah auditor's remuneration		185,209	173,432	112,044	92,135	31,516	30,000	30,000	30,000	40,000	30,000
Shariah advisory fee		111,209	125,452	132,953	46,067	31,515	29,674	30,000	30,333	30,000	60,000
Other expenses		100,025	100,025	100,909	94,158	100,025	100,025	100,023	98,914	100,025	100,025
Total expenses		5,834,326	2,512,643	1,960,067	4,225,211	926,593	1,582,888	937,044	2,287,737	2,255,863	2,303,239
Income before taxation		259,311,645	122,638,989	105,274,657	270,459,709	44,700,225	84,880,375	45,325,000	112,450,517	127,600,000	64,380,748
Taxation	14	-	-	-	-	-	-	-	-	-	-
Net income for the period		259,311,645	122,638,989	105,274,657	270,459,709	44,700,225	84,880,375	45,325,000	112,450,517	127,600,000	64,380,748
Earnings per unit	4.13										
Allocation of net income for the period											
Net income for the period		259,311,645	122,638,989	105,274,657	270,459,709	44,700,225	84,880,375	45,325,000	112,450,517	127,600,000	64,380,748
Income already paid on units redeemed		(259,311,645)	(122,638,989)	(105,274,657)	(270,459,709)	(44,700,225)	(84,880,375)	(45,325,000)	(112,450,517)	(127,600,000)	(64,380,748)
		-	-	-	-	-	-	-	-	-	-
Accounting income available for distribution											
- Relating to capital gains		(970,000)	(327,750)	(213,300)	(952,100)	-	(87,892)	-	-	(485,000)	-
- Excluding capital gains		970,000	327,750	213,300	952,100	-	87,892	-	-	485,000	-
		-	-	-	-	-	-	-	-	-	-

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

Note	30 Jun 2026					30 Jun 2025				
	AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total	AISRP-II	AISRP-III	AISRP-IV	Total	
	(Rupees)									
Income										
Profit on bank balances	11	313,518	195,211	8,263	7,073	67,331,034	200,478,411	994,626	187,056,031	388,529,068
Return on investments		67,194,453	127,857,288	55,871,222	17,123,117	1,466,022,974				
Net realized (loss) / gain on sale of investments at FVTPL		-	-	-	(186,250)	(3,222,292)	(7,418,190)	72,000	(6,485,492)	(13,831,682)
Other Income		-	-	-	-	99,655	-	-	-	-
Total income		67,507,971	128,052,499	55,879,485	16,943,940	1,530,231,371	193,060,221	1,066,626	180,570,539	374,697,386
Expenses										
Remuneration of the Management Company	7.1	177,824	-	49,649	48,055	2,776,336	7,376,587	29,395	3,385,318	10,791,300
Sindh sales tax on remuneration of the Management Company	7.2	26,686	-	7,447	7,208	416,462	1,105,656	4,605	513,919	1,624,180
Allocated expense	7.3	-	-	-	-	-	658,593	5,214	600,221	1,264,028
Sindh sales tax on allocated expense		-	-	-	-	-	-	646	-	646
Selling and marketing expenses	7.4	-	-	-	-	-	977,500	-	805,000	1,782,500
Sindh sales tax on selling and marketing expenses		-	-	-	-	-	-	-	-	-
Remuneration of the Trustee	8.1	352,559	618,922	268,884	78,514	7,917,575	605,299	2,952	580,985	1,189,236
Sindh sales tax on remuneration of the Trustee	8.2	52,884	92,838	40,333	11,777	1,187,632	88,585	449	86,886	175,920
CDC charges		-	-	-	-	6,900	15,659	-	12,760	28,419
Fee to the SECP	9.0	480,760	843,982	366,659	107,065	10,796,635	825,386	3,908	792,228	1,621,522
Auditors' remuneration	12.0	96,775	150,000	100,645	88,421	2,351,764	356,082	104,762	248,960	709,804
Brokerage expenses		84,535	2,616	374	748	764,517	440	-	-	440
Legal and professional Fee		-	-	-	4,737	392,994	75,000	-	75,000	150,000
Shariah auditor's remuneration		30,000	30,000	30,000	30,000	874,336	-	-	108,000	108,000
Shariah advisory fee		30,000	30,000	30,000	30,000	747,203	44,616	-	34,181	78,797
Other expenses		100,024	100,025	100,025	100,025	1,394,253	12,827	2,915	22,484	38,226
Total expenses		1,432,047	1,868,383	994,016	506,550	29,626,607	12,142,230	154,846	7,265,942	19,563,018
Income before taxation		66,075,924	126,184,116	54,885,469	16,437,390	1,500,604,764	180,917,991	911,780	173,304,597	355,134,368
Taxation	14	-	-	-	-	-	-	-	-	-
Net income for the period		66,075,924	126,184,116	54,885,469	16,437,390	1,500,604,764	180,917,991	911,780	173,304,597	355,134,368
Earnings per unit	4.13									
Allocation of net income for the period										
Net income for the period		66,075,924	126,184,116	54,885,469	16,437,390	1,500,604,764	180,917,991	911,780	173,304,597	355,134,368
Income already paid on units redeemed		(52,573,982)	(109,782,980)	(53,623,408)	(16,437,390)	(1,469,439,625)	(180,917,991)	(911,780)	(173,304,597)	(355,134,368)
		13,501,942	16,401,136	1,262,061	-	31,165,139	-	-	-	-
Accounting income available for distribution										
- Relating to capital gains		-	-	-	-	(3,222,292)	(7,418,190)	-	(6,485,492)	(13,831,682)
- Excluding capital gains		13,501,942	16,401,136	1,262,061	-	34,387,431	7,418,190	-	6,485,492	13,831,682
		13,501,942	16,401,136	1,262,061	-	31,165,139	-	-	-	-

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)***FOR THE YEAR ENDED JUNE 30, 2026*

	30 Jun 2026								
	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII
	(Rupees)								
Net income for the period	259,311,645	122,638,989	105,274,657	270,459,709	44,700,225	84,880,375	45,325,000	112,450,517	127,600,000
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	<u>259,311,645</u>	<u>122,638,989</u>	<u>105,274,657</u>	<u>270,459,709</u>	<u>44,700,225</u>	<u>84,880,375</u>	<u>45,325,000</u>	<u>112,450,517</u>	<u>127,600,000</u>

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)***FOR THE YEAR ENDED JUNE 30, 2026*

	30 Jun 2026						30 Jun 2025			
	AISRP-XIV	AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total	AISRP-II	AISRP-III	AISRP-IV	Total
	(Rupees)									
Net income for the period	64,380,748	66,075,924	126,184,116	54,885,469	16,437,390	1,500,604,764	180,917,991	911,780	173,304,597	355,134,368
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	<u>64,380,748</u>	<u>66,075,924</u>	<u>126,184,116</u>	<u>54,885,469</u>	<u>16,437,390</u>	<u>1,500,604,764</u>	<u>180,917,991</u>	<u>911,780</u>	<u>173,304,597</u>	<u>355,134,368</u>

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

	2026											
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	AISRP-V			AISRP-VI			AISRP-VII			AISRP-VIII		
	(Rupees)											
Net assets at beginning of the period	-	-	-	-	-	-	-	-	-	-	-	-
Issuance of 100,001,240 units of AISRP V, 42,289,832 units of AISRF VI												
40,227,665 units of AISRF VII, 111,571,639 units of AISRF VIII												
- Capital value (at net asset value per unit at the beginning of the period)	10,000,123,990	-	10,000,123,990	4,228,983,156	-	4,228,983,156	4,022,766,490	-	4,022,766,490	11,157,163,877	-	11,157,163,877
- Element of income	965	-	965	432	-	432	9,796,352	-	9,796,352	88,447,455	-	88,447,455
Total proceeds on issuance of units	10,000,124,955	-	10,000,124,955	4,228,983,588	-	4,228,983,588	4,032,562,842	-	4,032,562,842	11,245,611,332	-	11,245,611,332
Redemption of 100,001,239 units of AISRF V, 41,289,832 units of AISRF VI,												
40,227,665 units of AISRF VII, 111,571,638 units of AISRF VIII												
- Capital value (at net asset value per unit at the beginning of the period)	(10,000,124,955)	-	(10,000,124,955)	(4,228,983,100)	-	(4,228,983,100)	(4,022,766,501)	-	(4,022,766,501)	(11,157,200,788)	-	(11,157,200,788)
- Element of income	-	(259,311,645)	(259,311,645)	(488)	(122,638,989)	(122,639,477)	(9,796,341)	(105,274,657)	(115,070,998)	(88,410,544)	(270,459,709)	(358,870,253)
Total payments on redemption of units	(10,000,124,955)	(259,311,645)	(10,259,436,600)	(4,228,983,588)	(122,638,989)	(4,351,622,577)	(4,032,562,842)	(105,274,657)	(4,137,837,499)	(11,245,611,332)	(270,459,709)	(11,516,071,041)
Total comprehensive income for the period	-	259,311,645	259,311,645	-	122,638,989	122,638,989	-	105,274,657	105,274,657	-	270,459,709	270,459,709
Net assets at the end of the period	-	-	-	-	-	-	-	-	-	-	-	-
	(Rupees)			(Rupees)			(Rupees)			(Rupees)		
Undistributed income brought forward												
- Realised loss	-			-			-			-		
- Unrealised income	-			-			-			-		
Accounting income available for distribution												
- Relating to capital gains	-			-			-			-		
- Excluding capital gains	-			-			-			-		
Undistributed income carried forward	-			-			-			-		
Undistributed income carried forward												
- Realised income	-			-			-			-		
- Unrealised income	-			-			-			-		
	(Rupees)			(Rupees)			(Rupees)			(Rupees)		
Net assets value per unit at the beginning of the year	-			-			-			-		
Net assets value per unit at end of the year	-			-			-			-		

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

2026												
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	
AISRP-IX			AISRP-X			AISRP-XI			AISRP-XII			
(Rupees)												
Net assets at beginning of the period												
Issuance of 46,553,707 units of AISRF IX, 32,486,366 units of AISRF X, 50,000,000 units of AISRP XI, 45,120,984 units of AISRF XII												
- Capital value (at net asset value per unit at the beginning of the period)												
4,655,370,791	-	4,655,370,791	3,248,636,527	-	3,248,636,527	5,000,000,000	-	5,000,000,000	4,512,098,331	-	4,512,098,331	
- Element of income	241,365	241,365	-	-	-	-	-	-	-	-	-	
Total proceeds on issuance of units	4,655,612,156	-	4,655,612,156	3,248,636,527	-	3,248,636,527	5,000,000,000	-	5,000,000,000	4,512,098,331	-	4,512,098,331
Redemption of 46,553,707 units of AISRF IX, 32,486,365 units of AISRF X, 50,000,000 units of AISRF XI, 42,120,984 units of AISRF XII												
- Capital value (at net asset value per unit at the beginning of the period)												
(4,655,370,701)	-	(4,655,370,701)	(3,248,636,500)	-	(3,248,636,500)	(5,000,000,000)	-	(5,000,000,000)	(4,512,098,331)	-	(4,512,098,331)	
- Element of income	(241,455)	(44,700,225)	(44,941,680)	(27)	(84,880,375)	(84,880,402)	(45,325,000)	(45,325,000)	-	(112,450,517)	(112,450,517)	
Total payments on redemption of units	(4,655,612,156)	(44,700,225)	(4,700,312,381)	(3,248,636,527)	(84,880,375)	(3,333,516,902)	(5,000,000,000)	(45,325,000)	(5,045,325,000)	(4,512,098,331)	(112,450,517)	(4,624,548,848)
Total comprehensive income for the period	-	44,700,225	44,700,225	-	84,880,375	84,880,375	-	45,325,000	45,325,000	-	112,450,517	112,450,517
Net assets at the end of the period												
(Rupees)												
Undistributed income brought forward												
- Realised loss	-		-			-			-			
- Unrealised income	-		-			-			-			
Accounting income available for distribution												
- Relating to capital gains	-		-			-			-			
- Excluding capital gains	-		-			-			-			
Undistributed income carried forward	-		-			-			-			
Undistributed income carried forward												
- Realised income	-		-			-			-			
- Unrealised income	-		-			-			-			
(Rupees)												
Net assets value per unit at the beginning of the year												
(Rupees)												
Net assets value per unit at end of the year												
(Rupees)												
The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.												

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

2026											
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
AISRP-XIII			AISRP-XIV			AISRP-XV			AISRP-XVI		
(Rupees)											
Net assets at beginning of the period											
Issuance of 50,000,000 Units of AISRF XIII, 72,600,357 Units of AISRF XIV, 77,299,455 units of AISRP XV, 124,402,150 Units of AISRF XVI											
- Capital value (at net asset value per unit at the beginning of the period)											
5,000,000,000	-	5,000,000,000	7,260,035,800	-	7,260,035,800	7,729,676,915	-	7,729,676,915	12,440,214,966	-	12,440,214,966
- Element of income											
-	-	-	602,658	-	602,658	134,159	-	134,159	569,275	-	569,275
Total proceeds on issuance of units											
5,000,000,000	-	5,000,000,000	7,260,638,458	-	7,260,638,458	7,729,811,074	-	7,729,811,074	12,440,784,241	-	12,440,784,241
Redemption of 50,000,000 units in AISRF XIII and units 72,600,357 in XIV 77,435,815 units in AISRF XV, 124,570,808 units in AISRF XVI											
- Capital value (at net asset value per unit at the beginning of the period)											
(5,000,000,000)	-	(5,000,000,000)	(7,260,638,458)	-	(7,260,638,458)	(7,729,811,074)	-	(7,729,811,074)	(12,440,784,241)	-	(12,440,784,241)
- Element of income											
-	(127,600,000)	(127,600,000)	-	(64,380,748)	(64,380,748)	-	(52,573,982)	(52,573,982)	-	(109,782,980)	(109,782,980)
Total payments on redemption of units											
(5,000,000,000)	(127,600,000)	(5,127,600,000)	(7,260,638,458)	(64,380,748)	(7,325,019,206)	(7,729,811,074)	(52,573,982)	(7,782,385,056)	(12,440,784,241)	(109,782,980)	(109,782,980)
Dividend Distribution Per Unit 0.8790 in AISRF XV, 1.0189 in AISRF XVI											
-	-	-	-	-	-	-	13,501,942	13,501,942	-	16,401,136	16,401,136
Total comprehensive income for the year											
-	127,600,000	127,600,000	-	64,380,748	64,380,748	-	66,075,924	66,075,924	-	126,184,116	126,184,116
Net assets at the end of the period											
(Rupees)											
Undistributed income brought forward											
- Realised loss											
- Unrealised income											
Accounting income available for distribution											
- Relating to capital gains											
- Excluding capital gains											
Undistributed income carried forward											
Undistributed income carried forward											
- Realised income											
- Unrealised income											
(Rupees)											
Net assets value per unit at the beginning of the period											
Net assets value per unit at end of the period											

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

	2026						Total		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	AISRP-XVII			AISRP-XVIII					
	(Rupees)								
Net assets at beginning of the year	-	-	-	-	-	-	-	-	-
Issuance of 52,165,694 units of AISRF XVII, 16,725,062 units of AISRF XVIII									
- Capital value (at net asset value per unit at the beginning of the period)	5,216,715,358	-	5,216,715,358	1,672,506,200	-	1,672,506,200	86,144,292,401	-	86,144,292,401
- Element of income	(58,014)	-	(58,014)	-	-	-	99,734,647	-	99,734,647
Total proceeds on issuance of units	5,216,657,344		5,216,657,344	1,672,506,200		1,672,506,200	86,244,027,048	-	86,244,027,048
Redemption of 52,179,165 units of AISRF XVII, 16,725,062 units in AISRF XVIII									
- Capital value (at net asset value per unit at the beginning of the period)	(5,216,657,344)	-	(5,216,657,344)	(1,672,506,200)	-	(1,672,506,200)	(86,145,578,193)	-	(86,145,578,193)
- Element of income	-	(53,623,408)	(53,623,408)	-	(16,437,390)	(16,437,390)	(98,448,855)	(1,469,439,625)	(1,567,888,480)
Total payments on redemption of units	(5,216,657,344)	(53,623,408)	(5,270,280,752)	(1,672,506,200)	(16,437,390)	(1,688,943,590)	(86,244,027,048)	(1,469,439,625)	(87,713,466,673)
Dividend Distriution Per Unit 1.0521 in AISRF XVII	-	1,262,061	1,262,061	-	-	-	-	31,165,139	31,165,139
Total comprehensive income for the year	-	54,885,469	54,885,469	-	16,437,390	16,437,390	-	1,500,604,764	1,500,604,764
Net assets at the end of the year	-	-	-	-	-	-	-	-	-
	(Rupees)			(Rupees)					
Undistributed income brought forward									
- Realised loss	-			-					
- Unrealised income	-			-					
	-			-					
Accounting income available for distribution									
- Relating to capital gains	-			-					
- Excluding capital gains	-			-					
	-			-					
Undistributed income carried forward									
Undistributed income carried forward									
- Realised income	-			-					
- Unrealised income	-			-					
	-			-					
	(Rupees)			(Rupees)					
Net assets value per unit at the beginning of the period / year	-			-					
Net assets value per unit at end of the period / year	-			-					

The annexed notes from 1 to 20 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

	2025						For the period from July 12, 2024 to September 26,		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	AISRP-II			AISRP-IV			AISRP-III		
	(Rupees)								
Net assets at beginning of the year	1,413,136,613	3,858,806	1,416,995,419	1,079,821,250	1,344,039	1,081,165,288	-	-	-
Units Issuance of 250,000 units of AISRP III									
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-	25,000,000	-	25,000,000
- Element of income	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-	25,000,000		25,000,000
Redemption of 14,129,578 units of AISRF - II, AISRP- III 250,000 , AISRF - IV - 10,797,917									
- Capital value (at net asset value per unit at the beginning of the period)	(1,412,958,595)	-	(1,412,958,595)	(1,079,791,700)	-	(1,079,791,700)	(25,000,000)	-	(25,000,000)
- Element of income	(4,036,824)	(180,917,991)	(184,954,815)	(1,373,589)	(173,304,597)	(174,678,185)	-	(911,780)	(911,780)
Total payments on redemption of units	(1,416,995,419)	(180,917,991)	(1,597,913,410)	(1,081,165,289)	(173,304,597)	(1,254,469,885)	(25,000,000)	(911,780)	(25,911,780)
Total comprehensive income for the year / period	-	180,917,991	180,917,991	-	173,304,597	173,304,597	-	911,780	911,780
Net assets at the end of the year / period	(3,858,806)	3,858,806	-	(1,344,039)	1,344,039	-	-	-	-
	(Rupees)			(Rupees)			(Rupees)		
Undistributed income brought forward									
- Realised loss		(3,565,374)			(5,141,443)			-	
- Unrealised income		7,424,180			6,485,482			-	
		3,858,806			1,344,039			-	
Accounting income available for distribution									
- Relating to capital gains		-			-			-	
- Excluding capital gains		-			-			-	
		-			-			-	
Undistributed income carried forward		3,858,806			1,344,039			-	
Undistributed income carried forward									
- Realised income		-			-			-	
- Unrealised income		-			-			-	
		3,858,806			1,344,039			-	
	(Rupees)			(Rupees)			(Rupees)		
Net assets value per unit at the beginning of the year / period		100.2858			100.1272			-	
Net assets value per unit at end of the year / period		-			-			-	

The annexed notes from 1 to 20 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

	2026							
	AISRF I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI
Note	(Rupees)							
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the year	-	259,311,645	122,638,989	105,274,657	270,459,709	44,700,225	84,880,375	45,325,000
Decrease / (increase) in assets								
Investments	1,956	-	-	-	-	-	-	-
Advances, deposits and profit receivables	-	(105,000)	(102,369)	(16,487)	-	-	-	-
	1,956	(105,000)	(102,369)	(16,487)	-	-	-	-
Increase in liabilities								
Payable to the Management Company	-	115,000	10,000	10,000	10,000	10,000	10,000	-
Payable to the Trustee	-	-	-	-	-	-	-	-
Payable to the SECP	-	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	469,565	787,011	466,095	592,551	244,547	360,817	190,000
	-	584,565	797,011	476,095	602,551	254,547	370,817	190,000
Net cash generated from operating activities	1,956	259,791,210	123,333,631	105,734,265	271,062,260	44,954,772	85,251,192	45,515,000
CASH FLOWS FROM FINANCING ACTIVITIES								
Amounts received against issuance of units	-	10,000,124,955	4,228,983,588	4,032,562,842	11,245,611,332	4,655,612,156	3,248,636,527	5,000,000,000
Payments made against redemption of units	-	(10,259,436,600)	(4,351,622,577)	(4,137,837,499)	(11,516,071,041)	(4,700,312,381)	(3,333,516,902)	(5,045,325,000)
Dividend paid	-	-	-	-	-	-	-	-
Net cash generated used in financing activities	-	(259,311,645)	(122,638,989)	(105,274,657)	(270,459,709)	(44,700,225)	(84,880,375)	(45,325,000)
Net increase in cash and cash equivalents during the year / period	1,956	479,565	694,642	459,608	602,551	254,547	370,817	190,000
Cash and cash equivalents at beginning of the year / period	24,841	-	-	-	-	-	-	-
Cash and cash equivalents at end of the year / period	5	26,797	479,565	694,642	459,608	602,551	370,817	190,000

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

		2026							
		AISRP-XII	AISRP-XIII	AISRP-XIV	AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total
		(Rupees)							
CASH FLOWS FROM OPERATING ACTIVITIES	Note								
Net income for the year		112,450,517	127,600,000	64,380,748	66,075,924	126,184,116	54,885,469	16,437,390	1,500,604,764
Increase in assets									
Investments		-	-	-	-	-	-	-	1,956
Advances, deposits and profit receivables		-	-	-	-	(195,916)	(8,293)	(7,073)	(658,994)
		-	-	-	-	(195,916)	(8,293)	(7,073)	(657,038)
Increase / (decrease) in liabilities									
Payable to the Management Company		-	554,512	1,530,710	782,171	557,589	286,022	189,735	4,065,739
Payable to the Trustee		-	-	-	405,443	711,760	309,217	90,291	1,516,711
Payable to the SECP		-	-	-	-	386,419	237,759	72,617	696,795
Accrued expenses and other liabilities		242,372	391,174	367,803	241,310	22,493,236	13,569,049	3,348,203	43,763,733
		242,372	945,686	1,898,513	1,428,924	24,149,004	14,402,047	3,700,846	50,042,978
Net cash generated from / (used in) operating activities		112,692,889	128,545,686	66,279,261	67,504,848	150,137,204	69,279,223	20,131,163	1,549,990,704
CASH FLOWS FROM FINANCING ACTIVITIES									
Amounts received against issuance of units		4,512,098,331	5,000,000,000	7,260,638,458	7,729,811,074	12,440,784,241	5,216,657,344	1,672,506,200	86,244,027,048
Payments made against redemption of units		(4,624,548,848)	(5,127,600,000)	(7,325,019,206)	(7,782,385,056)	(12,550,567,221)	(5,270,280,752)	(1,688,943,590)	(87,713,466,673)
Dividend paid		-	-	-	(13,501,942)	(16,401,136)	(1,262,061)	-	(31,165,139)
Net cash generated from / (used in) financing activities		(112,450,517)	(127,600,000)	(64,380,748)	(66,075,924)	(126,184,116)	(54,885,469)	(16,437,390)	(1,500,604,764)
Net increase / (decrease) in cash and cash equivalents during the period		242,372	945,686	1,898,513	1,428,924	23,953,088	14,393,754	3,693,773	49,609,796
Cash and cash equivalents at beginning of the year									24,841
Cash and cash equivalents at end of the year	5	242,372	945,686	1,898,513	1,428,924	23,953,088	14,393,754	3,693,773	49,634,637

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE YEAR ENDED JUNE 30, 2026

	2025	2025	From July 12, 2024 to September 26, 2024	2025	2025
	AISRP-I	AISRP-II	AISRP-III	AISRP-IV	Total
----- (Rupees) -----					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the year / period	-	180,917,991	911,780	173,304,597	355,134,368
Decrease in assets					
Investments	-	1,422,985,872	-	1,080,550,900	2,503,536,772
Advances, deposits and profit receivables	-	89,369	-	404,008	493,377
	-	1,423,075,241	-	1,080,954,908	2,504,030,149
Increase / (decrease) in liabilities					
Payable to the Management Company	(1,545,218)	(34,805)	-	(380,851)	(1,960,874)
Payable to the Trustee	-	(223,420)	-	(70,924)	(294,344)
Payable to the SECP	-	(86,454)	-	(68,175)	(154,629)
Accrued expenses and other liabilities	(135,528)	(10,943,060)	104,762	(3,911,557)	(14,885,383)
	(1,680,746)	(11,287,739)	104,762	(4,431,507)	(17,295,230)
Net cash (used in) / generated from operating activities	(1,680,746)	1,592,705,493	1,016,542	1,249,827,998	2,841,869,287
CASH FLOWS FROM FINANCING ACTIVITIES					
Amounts received against issuance of units	-	-	25,000,000	-	25,000,000
Payments made against redemption of units	-	(1,597,913,410)	(25,911,780)	(1,254,469,885)	(2,878,295,075)
Net cash used in financing activities	-	(1,597,913,410)	(911,780)	(1,254,469,885)	(2,853,295,075)
Net (decrease) / increase in cash and cash equivalents during the year / period	(1,680,746)	(5,207,917)	104,762	(4,641,887)	(11,425,788)
Cash and cash equivalents at beginning of the year / period	1,705,587	5,696,800	-	5,059,600	12,461,987
Cash and cash equivalents at end of the year / period	24,841	488,883	104,762	417,713	1,036,199

Note

5

The annexed notes from 1 to 20 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC STABLE RETURN FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah Islamic Stable Return Fund is an open end collective investment scheme established through a Trust Deed registered under the Sindh Trusts Act, 2020 executed between Alfalah Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited (the Trustee), on July 3, 2008 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulations) Rules, 2003 (NBFC Rules)
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non Banking Finance Companies Rules through a certificate issued by the SECP on February 23, 2023. The registered office of the Management Company of the Fund is situated at A, Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, Street 2, KDA Scheme 5 Block 9 Clifton, Karachi.
- 1.3** The Fund is categorized as a Fixed Return Scheme pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.4** According to the Trust Deed, the objective of the Fund is to generate returns on shariah compliant investments as per the respective Investment Plan by investing in avenues such as government securities, balances with banks, Islamic money market placements, deposits, certificate of deposits, and certificate of musharaka. The duration of the Fund is perpetual, however, Plans may have set time frame. The issue and maturity dates and their status of the plans are as follows:

Plans	Stable Return Plan - I	Stable Return Plan - II	Stable Return Plan - III	Stable Return Plan - IV	Stable Return Plan - V	Stable Return Plan - VI	Stable Return Plan - VII	Stable Return Plan - VIII	Stable Return Plan - IX	Stable Return Plan - X	Stable Return Plan - XI	Stable Return Plan - XII	Stable Return Plan - XIII	Stable Return Plan - XIV	Stable Return Plan - XV	Stable Return Plan - XVI	Stable Return Plan - XVII	Stable Return Plan - XVIII
Issue date	Nov 01, 2023	Mar 27, 2024	July 12, 2024	May 22, 2024	Aug 8, 2025	Oct 01, 2025	Oct 8, 2025	Oct 8, 2025	Dec 11, 2025	Dec 12, 2025	Jan 14, 2026	Feb 3, 2026	Feb 17, 2026	Mar 11, 2026	April 13, 2026	May 14, 2026	May 20, 2026	May 22, 2026
Maturity date	Nov 23, 2023	Mar 27, 2025	Sep 26, 2024	May 23, 2025	Nov 6, 2026	Jan 09, 2026	Jan 16, 2026	Jan 27, 2026	Jan 14, 2026	Mar 11, 2026	Feb 17, 2026	May 5, 2026	May 20, 2026	April 14, 2026	May 14, 2026	June 16, 2026	June 23, 2026	June 23, 2026
Status	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured	Matured

- 1.5** VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on January 26, 2026.

- 1.6** Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PRESENTATION

The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor and are accounted for on substance rather than the form prescribed by the earlier referred 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. Accounting and reporting standards applicable in Pakistan comprise of:

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

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

3.2 New accounting standards

3.2.1 Accounting standards not yet effective

There are certain new standards and amendments that are mandatory for the Fund's accounting period beginning on July 01, 2025 but are considered either to be not relevant or to not have any significant effect on the Fund's operations and are, therefore, not detailed in these financial statements.

3.2.2 Accounting standards not yet effective

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Fund's accounting periods beginning on / after 01 July 2026. However, the Fund expects that these standards (other than IFRS 18) will not have any material impact on the Fund's financial statements in the period of initial application. The Fund is currently working to identify all impacts that IFRS 18 will have on the financial statements.

3.3 Significant accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements 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 judgements that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 4.2.1 and 5).

3.4 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which are stated at fair value.

3.5 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICIES

4.1 Cash and cash equivalents

These are stated at cost.

4.2 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

4.2.1 Financial assets

i) Initial recognition and measurement

On initial recognition, financial assets are classified at amortised cost; Fair Value through Other Comprehensive Income (FVTOCI) or Fair Value through Profit or Loss (FVTPL). These are measured at at fair value and transaction cost, if any, except for financial assets at FVTPL, in which case, transaction cost is charged to Income Statement.

ii) Subsequent measurement

Financial assets at amortized cost

These are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains or losses are recognised in Income Statement when the asset is derecognised, modified or impaired.

Financial assets at FVTPL

These are subsequently measured at fair value with gains and losses arising from changes in fair value recognised in Income Statement.

Financial assets at FVTOCI

The Fund does not have any financial asset at FVTOCI as of the reporting date.

iii) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Fund's statement of asset and liabilities) when the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement? and either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Fund continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Fund also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Fund has retained.

iv) Impairment

The Fund assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Any impairment loss on financial assets including financial assets carried at amortised cost are recognised in Income Statement.

4.2.2 Financial liabilities

i) Initial recognition and measurement

On initial recognition, financial liabilities are classified at amortised cost or FVTPL and these are measured at fair value less transaction cost, if any, except for financial liabilities at FVTPL, in which case, transaction cost is charged to Income Statement.

ii) Subsequent measurement

Financial liabilities at FVTPL:

The Fund has not designated any financial liability at FVTPL as of the reporting date.

Financial liabilities at amortised cost:

These are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the Income Statement when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR.

iii) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Income Statement.

4.3 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.

4.4 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. 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.

4.5 Provisions

Provisions are recognised in the "Statement of Assets and Liabilities" 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 Net asset value per unit

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

4.7 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

4.8 Distributions to unit holders

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

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

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

Element of income represents the difference between NAV per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting year. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4.10 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement, on the date when the transaction takes place.
- Profit on term deposit receipts and Bai Muajjal is recognised on time proportion basis using the effective yield; and
- Profit on bank deposits is recognized on a time proportionate basis using effective yield method.

4.11 Expenses

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

4.12 Taxation

The Fund's income is exempt from income tax as per clause (99) of part I of the Income Tax Ordinance, 2001 (the Ordinance), subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realized or unrealized is distributed amongst the unit holders.

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

4.13 Earnings per unit

Earnings / (loss) per unit is calculated by dividing the net profit / loss of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

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

5 BALANCES WITH BANKS - saving accounts

These carry mark-up rates ranging from 8.5% to 9% (2025: 8% to 9.50%) per annum.

June 30, 2026																		June 30, 2026					June 30, 2025				
(Un-audited)																		(Un-audited)					(Audited)				
AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV	AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total	AISRF I	AISRF II	AISRF III	AISRF IV	Total							
(Rupees)																		(Rupees)					(Rupees)				
Note																											
Savings account	5.1	26,797	479,565	694,642	459,608	602,551	254,547	370,817	190,000	242,372	945,686	1,898,513	1,428,924	23,953,088	14,393,754	3,693,773	49,634,637	24,841	488,883	104,762	417,713	1,036,199					

- 5.1 The rate of return on these accounts ranges from 8% to 9.75% for AISRP-VI, AISRP-VII, AISRP-VIII, AISRP-IX, AISRP-X, AISRF-XI, AISRF XII, AISRF XIII, AISRF XIV (June 30, 2025: 8.00% to 9.50%) per annum. These include balance of Rs. 0.57 million in AISRP-V, Rs. 0.79 million in AISRP-VI, Rs. 0.55 million in AISRP-VII, Rs. 0.70 million in AISRP-VIII and Rs. 0.35 billion in AISRP-IX and Rs. 1.5 million in AISRP-X (June 30, 2025: Rs. 0.36 million in AISRP-II, Rs. 0.05 million in AISRP-III and Rs. 0.30 million in AISRP-IV) which is maintained with Bank Alfalah Limited (a related party), having a profit rate of 11.25% (June 30, 2024: 9.25%) per annum.

6 INVESTMENTS

[illegible]

6 INVESTMENTS - at FVTPL

6.1 Bai Muajjal

Name of Investee Company	Date of issue	Maturity Date	Profit rate	----- Face value -----				Balance as at June 30, 2026			Market value as percentage of	
				As at July 1, 2025	Purchased during the period	Sold / matured during the period	As at June 30, 2026	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the fund	total investments of the fund
----- Rupees -----											----- % -----	

Alfalah Islamic Stable Return Fund Plan V

Askari Bank Pakistan Ltd	August 8, 2025	November 6, 2025	10.75%	-	2,549,133,082	2,549,133,082	-	-	-	-	-	-
United Bank Limited	August 8, 2025	November 6, 2025	10.72%	-	4,083,012,932	4,083,012,932	-	-	-	-	-	-
Askari Bank Pakistan Ltd	August 8, 2025	November 6, 2025	10.75%	-	2,345,202,436	2,345,202,436	-	-	-	-	-	-
Askari Bank Pakistan Ltd	August 11, 2025	November 6, 2025	10.75%	-	1,021,658,395	1,021,658,395	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-

Alfalah Islamic Stable Return Plan-VI

Askari Bank Pakistan Ltd	October 2, 2025	January 9, 2026	10.85%	-	1,663,349,524	1,663,349,524	-	-	-	-	-	-
Askari Bank Pakistan Ltd	October 3, 2025	January 9, 2026	10.85%	-	164,763,684	164,763,684	-	-	-	-	-	-
Askari Bank Pakistan Ltd	October 1, 2025	January 9, 2026	10.85%	-	2,399,707,962	2,399,707,962	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-

Alfalah Islamic Stable Return Plan-VII

Askari Bank Limited	October 23, 2025	January 16, 2026	10.83%	-	355,623,442	355,623,442	-	-	-	-	-	-
Askari Bank Limited	October 28, 2025	January 16, 2026	10.83%	-	399,523,615	399,523,615	-	-	-	-	-	-
Zarai Taraqiat Islamic	October 20, 2025	January 16, 2026	10.85%	-	1,797,413,487	1,797,413,487	-	-	-	-	-	-
Pak Brunei Investment	October 20, 2025	January 16, 2026	10.90%	-	498,065,880	498,065,880	-	-	-	-	-	-
Pak Oman Investment	October 20, 2025	December 31, 2025	10.90%	-	497,372,782	497,372,782	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-

Alfalah Islamic Stable Return Fund Plan VIII

Askari Bank Limited	November 7, 2025	January 27, 2026	10.85%	-	6,169,982,836	6,169,982,836	-	-	-	-	-	-
United Bank Limited	November 25, 2025	January 27, 2026	10.90%	-	5,074,062,750	5,074,062,750	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-

Alfalah Islamic Stable Return Fund Plan IX

Bank Alfalah Ltd	January 2, 2026	January 16, 2026	10.80%	-	4,600,000,000	4,600,000,000	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-

Name of Investee Company	Date of issue	Maturity Date	Profit rate	----- Face value -----				Balance as at June 30, 2026			Market value as percentage of	
				As at July 1, 2025	Purchased during the period	Sold / matured during the period	As at June 30, 2026	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the fund	total investments of the fund
----- Rupees -----											----- % -----	

Alfalsh Islamic Stable Return Fund Plan X

Askari Bank Limited	December 12, 2025	March 12, 2026	10.82%	-	2,835,411,762	2,835,411,762	-	-	-	-	-	-
Askari Bank Limited	December 12, 2025	March 12, 2026	10.82%	-	299,270,766	299,270,766	-	-	-	-	-	-
Askari Bank Limited	December 15, 2025	March 12, 2026	10.82%	-	68,393,095	68,393,095	-	-	-	-	-	-
Askari Bank Limited	December 24, 2025	March 12, 2026	10.30%	-	45,024,017	45,024,017	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Alfalsh Islamic Stable Return Fund Plan XIV

Askari Bank Ltd	March 11, 2026	14-Apr-26	10.45%	-	5,441,000,000	5,441,000,000	-	-	-	-	0%	0%
JS Global Capital Limited	March 12, 2026	14-Apr-26	10.50%	-	843,000,000	843,000,000	-	-	-	-	0%	0%
Askari Bank Ltd	March 12, 2026	13-Mar-26	10.30%	-	600,000,000	600,000,000	-	-	-	-	0%	0%
Askari Bank Ltd	March 13, 2026	14-Apr-26	10.50%	-	407,000,000	407,000,000	-	-	-	-	0%	0%
Askari Bank Ltd	March 13, 2026	16-Mar-26	10.40%	-	393,000,000	393,000,000	-	-	-	-	0%	0%
Askari Bank Ltd	March 16, 2026	14-Apr-26	10.50%	-	125,700,000	125,700,000	-	-	-	-	0%	0%
Zarai Taraqiati Bank	March 19, 2026	27-Mar-26	10.30%	-	50,950,000	50,950,000	-	-	-	-	0%	0%
Zarai Taraqiati Bank	March 27, 2026	10-Apr-26	10.30%	-	51,000,000	51,000,000	-	-	-	-	0%	0%
Zarai Taraqiati Bank	April 10, 2026	14-Apr-26	10.30%	-	50,700,000	50,700,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

6.2 Investment In Term Deposit Receipts - LOP

Name of Investee Company	Date of issue	Maturity Date	Profit rate	----- Face value -----				Balance as at June 30, 2026			Market value as percentage of	
				As at July 1, 2025	Purchased during the period	Sold / matured during the period	As at June 30, 2026	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the fund	total investments of the fund
----- Rupees -----											----- % -----	

Alfalsh Islamic Stable Return Fund Plan VII

Zarai Taraqiati Bank Islamic Banking	October 17, 2025	October 20, 2026	10.65%		2,800,000,000	2,800,000,000	-	-	-	-	0%	0%
Pakistan Mortgage Refinance Company Limited	October 17, 2025	January 16, 2026	10.85%	-	478,000,000	478,000,000	-	-	-	-	0%	0%
Zarai Taraqiati Bank Islamic Banking	December 31, 2025	January 16, 2026	10.25%	-	441,000,000	441,000,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Name of Investee Company	Date of issue	Maturity Date	Profit rate	----- Face value -----				Balance as at June 30, 2026			Market value as percentage of	
				As at July 1, 2025	Purchased during the period	Sold / matured during the period	As at June 30, 2026	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the fund	total investments of the fund
				----- Rupees -----								

Alfalah Islamic Stable Return Fund Plan XI

Askari Bank Limited	January 15, 2026	February 16, 2026	10.35%	-	5,000,000,000	5,000,000,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Alfalah Islamic Stable Return Fund Plan XII

Meezan Bank Ltd	February 3, 2026	May 05, 2026	10.20%	-	4,511,746,392	4,511,746,392	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Alfalah Islamic Stable Return Fund Plan XIII

Zarai Taraqiat Bank Islamic	May 19, 2026	May 22, 2026	11.40%	-	5,126,000,000	5,126,000,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Alfalah Islamic Stable Return Fund Plan XV

Meezan Bank Ltd	April 15, 2026	May 14, 2026	10.60%	-	502,640,000	502,640,000	-	-	-	-	0%	0%
Meezan Bank Ltd	April 14, 2026	May 14, 2026	10.60%	-	247,000,000	247,000,000	-	-	-	-	0%	0%
Meezan Bank Ltd	April 14, 2026	May 14, 2026	10.60%	-	100,000,000	100,000,000	-	-	-	-	0%	0%
Meezan Bank Ltd	April 14, 2026	May 14, 2026	10.60%	-	40,000,000	40,000,000	-	-	-	-	0%	0%
Meezan Bank Ltd	April 14, 2026	May 14, 2026	10.60%	-	1,500,000,000	1,500,000,000	-	-	-	-	0%	0%
Zarai Taraqiat Bank	April 16, 2026	May 14, 2026	10.45%	-	9,439,559	9,439,559	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Alfalah Islamic Stable Return Fund Plan XVI

Askari Bank Limited- Islamic	May 14, 2026	June 16, 2026	11.45%	-	100,000,000	100,000,000	-	-	-	-	0%	0%
Askari Bank Limited- Islamic	May 14, 2026	June 16, 2026	11.45%	-	4,000,000,000	4,000,000,000	-	-	-	-	0%	0%
Askari Bank Limited- Islamic	May 15, 2026	June 16, 2026	11.45%	-	60,000,000	60,000,000	-	-	-	-	0%	0%
Askari Bank Limited- Islamic	May 15, 2026	June 16, 2026	11.45%	-	1,650,000,000	1,650,000,000	-	-	-	-	0%	0%
Askari Bank Limited- Islamic	May 15, 2026	June 16, 2026	11.45%	-	1,230,000,000	1,230,000,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025								-	-	-		

Name of Investee Company	Date of issue	Maturity Date	Profit rate	----- Face value -----				Balance as at June 30, 2026			Market value as percentage of	
				As at July 1, 2025	Purchased during the period	Sold / matured during the period	As at June 30, 2026	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the fund	total investments of the fund
				----- Rupees -----								

Alfalah Islamic Stable Return Fund Plan XVII

Askari Bank Limited- Islamic	May 20, 2026	June 23, 2026	11.50%	-	5,215,600,000	5,215,600,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025							-	-	-	-		

Alfalah Islamic Stable Return Fund Plan XVIII

Zarai Taraqiati Bank Islamic	May 22, 2026	May 25, 2026	11.25%	-	55,000,000	55,000,000	-	-	-	-	0%	0%
Zarai Taraqiati Bank Islamic	May 25, 2026	June 23, 2026	11.30%	-	60,400,000	60,400,000	-	-	-	-	0%	0%
Total as at June 30, 2026								-	-	-		
Total as at June 30, 2025							-	-	-	-		

7

PAYABLE TO THE MANAGEMENT COMPANY

2026											
	AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
Note	(Rupees)										
Management remuneration payable	7.1	23,714	-	-	-	-	-	-	-	-	826,521
Sindh sales tax on remuneration of the Management Company	7.2	3,083	-	-	-	-	-	-	-	-	123,978
Allocated Expense	7.3	-	-	-	-	-	-	-	-	-	-
Sindh sales tax payable on allocated expense		-	-	-	-	-	-	-	-	-	-
Other payable		-	115,000	10,000	10,000	10,000	10,000	-	-	554,512	580,211
		26,797	115,000	10,000	10,000	10,000	10,000	-	-	554,512	1,530,710

		2026				
		AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total
		(Rupees)				
Management remuneration payable	7.1	177,824	-	49,649	48,055	1,125,763
Sindh sales tax on remuneration of the Management Company	7.2	26,686	-	7,447	7,208	168,402
Allocated Expense	7.3	-	-	-	-	-
Sindh sales tax payable on allocated expense		-	-	-	-	-
Other payable		577,661	557,589	228,926	134,472	2,798,371
		782,171	557,589	286,022	189,735	4,092,536

		2025				
		AISRP I	AISRP II	AISRP III	AISRP IV	Total
Note		(Rupees)				
Management remuneration payable	7.1	23,714	-	-	-	23,714
Sindh sales tax on remuneration of the Management Company	7.2	3,083	-	-	-	3,083
Allocated Expense	7.3	-	120,979	-	157,404	278,383
Sindh sales tax payable on allocated expense		-	17,529	-	23,593	41,122
Other payable		-	-	-	102,507	102,507
		26,797	138,508	-	283,504	448,809

- 7.1** As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. The Management Company has charged remuneration at a rate of 0.054% in AISRP-V, 0.028% in AISRP-XII, 0.129% in AISRP-XIV, 0.028% in AISRP-XV, 0.055% in AISRP-XVII and 0.055% in AISRP-XVIII of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.
- 7.2** During the year, sales tax at the rate of 15% on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011.
- 7.3** Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the AMCs to charge allocated expenses to the Fund. Accordingly, the Management Company has not charged such allocated expenses in the current year. However, prior to such amendment, the Management Company charged such allocated expenses to the Fund at the rate of 0.0615% per annum of the average net assets of the Fund till aforementioned date.
- 7.4** Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the AMCs to charge selling and marketing expenses to the Fund. Accordingly, the Management Company has not charged such selling and marketing expenses in the current year. However, prior to such amendment, the Management Company charged such selling and marketing expenses to the Fund at the rate of 0.1164% per annum of the average annual net assets of the Fund till aforementioned date.

8 PAYABLE TO THE TRUSTEE

		2026										
		AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
Note		(Rupees)										
Remuneration payable to the Trustee	8.1	-	-	-	-	-	-	-	-	-	-	-
Sindh sales tax payable on Trustee remuneration	8.2	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-

		2026				
		AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total
		(Rupees)				
Remuneration payable to the Trustee	8.1	352,559	618,922	268,884	78,514	1,318,879
Sindh sales tax payable on Trustee remuneration	8.2	52,884	92,838	40,333	11,777	197,832
		405,443	711,760	309,217	90,291	1,516,711

		2025				
		AISRP I	AISRP II	AISRP III	AISRP IV	Total
Note		(Rupees)				
Remuneration payable to the Trustee	8.1	-	-	-	-	-
Sindh sales tax payable on Trustee remuneration	8.2	-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net assets of the Fund at the rate of 0.055% per annum of the net assets of the Fund.

8.2 During the year, sales tax at the rate of 15% on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

		2026										
		AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
Note		(Rupees)										
Annual Fee	9.1	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-

		2026				
		AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total
		(Rupees)				
Annual Fee	9.1	-	386,419	237,759	72,617	696,795
		-	386,419	237,759	72,617	696,795
		-	386,419	237,759	72,617	696,795

		2025				
		AISRP I	AISRP II	AISRP III	AISRP IV	Total
Note		(Rupees)				
Annual Fee	9.1	-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.075% (June 30, 2025: 0.075%) per annum of the daily net assets during the year ended December 31, 2025.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

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ACCRUED EXPENSES AND OTHER LIABILITIES

Capital gain tax payable
 Brokerage and settlement charges payable
 Shariah Advisory Fee payable
 Legal & professional fee
 Shariah audit fee
 Other payable

2026										
AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
(Rupees)										
-	-	-	-	-	-	-	-	-	-	-
-	139,152	132,577	10,164	179,447	-	24,187	-	373	141,174	49,143
-	23,209	126,462	132,953	46,067	31,515	29,674	30,000	30,333	30,000	60,000
-	55,087	50,000	58,272	44,565	31,516	29,674	30,000	30,000	30,000	29,143
-	23,209	172,422	112,044	92,135	31,516	30,000	30,000	30,000	40,000	30,000
126,416	228,908	305,550	152,662	230,337	150,000	247,283	100,000	151,666	150,000	199,517
126,416	469,565	787,011	466,095	592,551	244,547	360,818	190,000	242,372	391,174	367,803

Capital gain tax payable
 Brokerage and settlement charges payable
 Shariah advisory fee payable
 Legal & professional fee
 Shariah audit fee payable
 Other payable

2026				
AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total
(Rupees)				
-	22,280,620	13,405,126	3,194,297	38,880,043
84,535	2,616	374	748	764,490
30,000	30,000	30,000	30,000	660,213
-	-	2,904	4,737	395,898
30,000	30,000	30,000	30,000	711,326
96,775	150,000	100,645	88,421	2,478,180
241,310	22,493,236	13,569,049	3,348,203	1,107,224

Capital gain tax payable
 Brokerage and settlement charges payable
 Auditors' remuneration payable
 Shariah advisory fee payable
 Legal & professional fee
 Shariah audit fee payable
 Printing charges payable
 Other payable

2025				
AISRP I	AISRP II	AISRP III	AISRP IV	Total
(Rupees)				
-	-	-	-	-
-	440	-	-	440
124,460	345,712	104,762	229,008	803,942
-	-	-	-	-
-	2,262	-	2,262	4,524
-	-	-	-	-
-	4,813	-	5,445	10,258
-	-	-	-	-
124,460	353,227	104,762	236,715	819,164

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CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2026 and June 30, 2025.

12

AUDITORS' REMUNERATION

2026										
AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
(Rupees)										
Audit fee	-	154,879	206,735	103,292	155,845	101,491	167,312	67,660	102,617	101,490
Review and other certifications	-	29,427	39,280	19,625	29,611	19,283	31,789	12,855	19,497	19,283
Out of pocket expenses	-	27,646	36,902	18,438	27,818	18,116	29,865	12,077	18,317	18,116
Sindh sales tax	-	16,956	22,633	11,308	17,062	11,111	18,317	7,407	11,234	11,111
-	-	228,908	305,550	152,662	230,337	150,000	247,283	100,000	151,666	150,000
										199,517

Audit fee
Review and other certifications
Out of pocket expenses
Sindh sales tax

2026				
AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII	Total
(Rupees)				
65,478	101,490	68,096	59,826	1,591,204
12,441	19,283	12,938	11,367	302,328
11,688	18,116	12,155	10,679	284,029
7,169	11,111	7,455	6,550	174,203
96,775	150,000	100,645	88,421	2,351,764

Audit fee
Review and other certifications
Out of pocket expenses
Sindh sales tax

2025				
AISRP I	AISRP II	AISRP III	AISRP IV	Total
(Rupees)				
-	240,925	70,882	168,446	480,253
-	45,776	13,468	32,005	91,249
-	43,005	12,653	30,068	85,726
-	26,376	7,758	18,442	52,576
-	356,082	104,761	248,960	709,804

13

TOTAL EXPENSE RATIO

Total Expense Ratio (TER) of AISRP V is 0.23%, AISRP VI is 0.22%, AISRP VII is 0.20%, AISRP VIII is 0.17%, AISRP IX is 0.22%, AISRP X is 0.20%, AISRP XI is 0.20, AISRP XII is 0.20%, AISRP XIII is 0.18%, AISRP XIV is 0.37%, AISRF XV is 0.22%, AISRP XVI is 0.17%, AISRFP-XVII is 0.19% and AISRF XVIII is 0.34% as at June 30, 2026 which includes AISRF V 0.02%, AISRP VI - AISRP XIII 0.01%, AISRP XIV 0.03% and AISRP XV - XVIII 0.01% representing government levies, sales taxes and annual fee to the SECP. Pursuant to the amendments in the NBFC Regulations by SECP wide notification SRO 600(I)/2025 dated April 10, 2025, the requirement related to maximum TER limits has been removed as applicable to Collective Investment Schemes, effective from July 1, 2025.

14

TAXATION

During the year, the Fund has distributed more than 90% of its accounting income, accordingly no provision is required in these financial statements.

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TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include Alfalah Asset Management Limited being the Management Company, Funds under management of the Management Company, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of Management Company, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah GHP Investment Management Limited and Central Depository Company of Pakistan Limited being the Trustee of the Fund, other associated companies and any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. These transactions are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Transactions and balances during the year with connected persons / related parties are as follows:

Unit Holders' Fund

	2026									
	As at July 1, 2025	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at June 30, 2026	As at July 1, 2025	Issued for cash / conversion in / transfer in	Dividend Reinvested	Redeemed / conversion out / transfer out	As at June 30, 2026
	Units					(Rupees)				
Alfalsh Islamic Stable Return Plan - V										
Unit holder Holding 10% Units Or More Units	-	100,000,000	-	100,000,000	-	-	10,000,000,000	-	10,156,970,000	-
Alfalsh Islamic Stable Return Plan - VI										
Unit holder Holding 10% Units Or More Units	-	5,000,000	-	5,000,000	-	-	500,000,000	-	513,356,000	-
Alfalsh Islamic Stable Return Plan - VII										
Associated Companies / Undertakings										
Alfalsh Asset Management Limited	-	500,000	-	500,000	-	-	50,000,000	-	51,221,850	-
Unit holder Holding 10% Units Or More Units	-	27,359,503	-	27,359,503	-	-	2,741,570,246	-	2,802,808,717	-
Alfalsh Islamic Stable Return Plan - VIII										
Associated Companies / Undertakings										
Alfalsh Asset Management Limited	-	500,000	-	500,000	-	-	50,000,000	-	51,222,900	-
Unit holder Holding 10% Units Or More Units	-	101,140,656	-	101,140,656	-	-	10,194,482,500	-	10,361,435,380	-
Alfalsh Islamic Stable Return Plan - IX										
Unit holder Holding 10% Units Or More Units	-	20,000,000	-	20,000,000	-	-	2,000,000,000	-	2,012,338,000	-
Alfalsh Islamic Stable Return Plan - X										
Unit holder Holding 10% Units Or More Units	-	21,506,603	-	21,506,603	-	-	2,150,660,335	-	2,163,097,569	-
Alfalsh Islamic Stable Return Plan - XI										
Unit holder Holding 10% Units Or More Units	-	50,000,000	-	50,000,000	-	-	5,000,000,000	-	5,033,993,750	-
Alfalsh Islamic Stable Return Plan - XII										
Unit holder Holding 10% Units Or More Units	-	45,120,985	-	45,120,985	-	-	4,512,098,470	-	4,624,548,986	-
Alfalsh Islamic Stable Return Plan - XIII										
Unit holder Holding 10% Units Or More Units	-	50,000,000	-	50,000,000	-	-	5,000,000,000	-	5,033,993,750	-
Alfalsh Islamic Stable Return Plan - XIV										
Unit holder Holding 10% Units Or More Units	-	72,606,353	-	72,606,353	-	-	7,260,638,328	-	7,325,019,076	-
Alfalsh Islamic Stable Return Plan - XV										
Unit holder Holding 10% Units Or More Units	-	77,300,796	-	77,300,796	-	-	7,730,079,559	-	7,796,155,482	-
Alfalsh Islamic Stable Return Plan - XVI										
Unit holder Holding 10% Units Or More Units	-	124,407,842	-	124,407,842	-	-	12,440,784,241	-	12,556,968,356	-
Alfalsh Islamic Stable Return Plan - XVII										
Unit holder Holding 10% Units Or More Units	-	52,165,694	-	52,165,694	-	-	5,216,596,386	-	5,271,538,950	-
Alfalsh Islamic Stable Return Plan - XVIII										
Unit holder Holding 10% Units Or More Units	-	16,752,062	-	16,752,062	-	-	1,672,506,200	-	1,688,943,590	-

	As at July 1, 2024	Issued for cash	Dividend reinvested	Redeemed	As at June 30, 2025	As at July 1, 2024	Issued for cash	Dividend reinvested	Redeemed	As at June 30, 2025
	(Units)				(Rupees)					
Alfalah Islamic Stable Return Plan II Unit holder holding 10% or more units	13,606,495	-	-	13,606,495	-	1,303,232,628	-	-	1,494,273,318	-
Alfalah Islamic Stable Return Plan III Associated Companies / Undertakings: Alfalah Asset Management Limited	-	250,000	-	250,000	-	-	25,000,000	-	25,683,831	-
Alfalah Islamic Stable Return Plan IV Unit holder holding 10% or more units	10,212,221	-	-	10,212,221	-	1,022,498,599	-	-	1,145,125,247	-

	2026										
	AISRP-I	AISRP-V	AISRP-VI	AISRP-VII	AISRP-VIII	AISRP-IX	AISRP-X	AISRP-XI	AISRP-XII	AISRP-XIII	AISRP-XIV
Other transactions during the year	(Rupees)										
Associated companies / undertakings											
Alfalah Asset Management Limited - the Management Company											
Remuneration of the Management Company	1,351,133	-	-	-	-	-	-	-	323,154	-	826,521
Sindh sales tax on remuneration of the Management Company	202,669	-	-	-	-	-	-	-	48,474	-	123,978
Bank Alfalah Limited											
Profit on bank deposit	2,278,533	395,456	735,048	31,613,779	30,654,763	164,655	892,181	3,925	25,666	42,963	
Trustee											
Central Depository Company of Pakistan Limited											
Remuneration of the Trustee	1,374,122	646,726	554,193	1,407,724	231,546	446,384	257,405	626,513	702,038	352,045	
Sindh sales tax on remuneration of the Trustee	206,119	97,007	83,127	211,157	34,732	66,958	38,610	93,977	105,306	52,807	

	2026			
	AISRP-XV	AISRP-XVI	AISRP-XVII	AISRP-XVIII
	(Rupees)			
Other transactions during the year				
Associated companies / undertakings				
Alfalah Asset Management Limited - the Management Company				
Remuneration of the Management Company	177,824	-	49,649	48,055
Sindh sales tax on remuneration of the Management Company	26,686	-	7,447	7,208
Bank Alfalah Limited				
Profit on bank deposit	313,518	195,211	8,263	7,073
Trustee				
Central Depository Company of Pakistan Limited				
Remuneration of the Trustee	352,559	618,922	268,884	78,514
Sindh sales tax on remuneration of the Trustee	52,884	92,838	40,333	11,777

Other transactions during the year

Associated companies / undertakings

**Alfalah Asset Management Limited -
the Management Company**
Remuneration of the Management
Company
Sindh sales tax on remuneration
of the Management Company

Bank Alfalah Limited
Profit on bank deposit

Trustee

**Central Depository Company of
Pakistan Limited**
Remuneration of the Trustee
Sindh sales tax on remuneration
of the Trustee

2025			
AI SRP I	AI SRP II	AI SRP III	AI SRP IV
(Rupees)			

-	7,376,587	29,395	7,290,045
-	1,105,656	4,605	1,099,627
-	88,264	67,440	326,304
-	605,299	2,952	483,752
-	88,585	449	72,302

Balances outstanding as at year end

Associated companies / undertakings

**Alfalah Asset Management Limited -
the Management Company**
Management remuneration payable
Sindh sales tax payable
on management remuneration
Other payable

Bank Alfalah Limited
Balance with bank
Profit receivable

The Trustee
Remuneration payable to the Trustee
Sindh sales tax payable on
Trustee remuneration

2026										
AI SRP-I	AI SRP-V	AI SRP-VI	AI SRP-VII	AI SRP-VIII	AI SRP-IX	AI SRP-X	AI SRP-XI	AI SRP-XII	AI SRP-XIII	AI SRP-XIV
(Rupees)										

23,714	-	-	-	-	-	-	-	-	-	826,521
3,083	-	-	-	-	-	-	-	-	-	123,978
-	115,000	10,000	10,000	10,000	10,000	10,000	-	-	554,512	580,211
26,797	479,565	694,642	459,608	602,551	254,547	370,817	190,000	242,372	945,686	1,898,513
-	-	-	16,487	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-

Balances outstanding as at year end

Associated companies / undertakings

**Alfalah Asset Management Limited -
the Management Company**
Management remuneration payable
Sindh sales tax payable
on management remuneration
Other payable

Bank Alfalah Limited
Balance with bank

The Trustee
Remuneration payable to the Trustee
Sindh sales tax payable on Trustee remuneration

2026			
AI SRP-XV	AI SRP-XVI	AI SRP-XVII	AI SRP-XVIII
(Rupees)			

177,824	-	49,649	48,055
26,686	-	7,447	7,208
577,661	557,589	228,926	134,472
1,428,924	23,953,088	14,393,754	3,693,773
352,559	618,922	268,884	78,514
52,884	92,838	40,333	11,777

Balances outstanding as at year end

Associated companies / undertakings

**Alfalah Asset Management Limited -
the Management Company**

Management remuneration payable

Sindh sales tax payable

on management remuneration

Selling and marketing expenses

Allocated expense

Sales tax on allocated expense

Formation cost payable

Other payable

Bank Alfalah Limited

Balance with banks

The Trustee

Remuneration payable to the Trustee

Sindh sales tax payable on Trustee remuneration

2025			
AlSRP I	AlSRP II	AlSRP III	AlSRP IV
(Rupees)			

23,714	-	-	-
3,083	-	-	-
-	-	-	-
-	120,979	-	157,404
-	17,529	-	23,593
-	-	-	-
-	-	-	102,507
24,841	488,883	104,762	417,713
-	-	-	-
-	-	-	-

16

FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets

Balances with banks

Investments

Advances, deposits and profit receivables

Financial liabilities

Payable to the Management Company

Payable to the Trustee

Accrued expenses and other liabilities

2026			2025		
At amortised cost	At FVTPL	Total	At amortised cost	At FVTPL	Total
(Rupees)			(Rupees)		
49,634,637	-	49,634,637	1,036,199	-	1,036,199
-	-	-	-	-	-
561,554	-	561,554	231,774	-	231,774
50,196,191	-	50,196,191	1,267,973	-	1,267,973
4,092,536	-	4,092,536	448,809	-	448,809
1,516,711	4,092,536	5,609,247	-	-	-
43,890,149	-	43,890,149	819,164	-	819,164
49,499,396	4,092,536	53,591,932	1,267,973	-	1,267,973

17

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

17.1

Risk management framework

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

17.2

Financial risks

The Fund's activities expose it to a variety of financial risks as follows:

17.2.1 Market risk

Market 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 prices. The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee. Market risk comprises of three types of risks: yield / profit rate risk, currency risk, and price risk.

i) Currency risk

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

ii) Yield / profit rate risk

Yield / 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 Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits. The Fund's variable profit rate risk arises from balances with banks amounting to Rs. 49.63 million (2025: 1.04 million). In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 0.50 million (2025: 0.01 million).

iii) Price risk

Price 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 prices (other than those arising from interest 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 is not exposed to such risk as it does not have any investment in equity securities.

17.2.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligations as it falls due. The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company.

The maximum exposure to credit risk as at June 30, 2026 is as follows:

	2026		2025	
	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
	----- (Rupees) -----		----- (Rupees) -----	
Balances with banks	49,634,637	49,634,637	1,036,199	1,036,199
Investments	-	-	-	-
Advances, deposits and profit receivables	561,554	211,282	231,774	-
	<u>50,196,191</u>	<u>49,845,919</u>	<u>1,267,973</u>	<u>1,036,199</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets. Difference in the balance as per statement of assets and liabilities and maximum exposure is due to the fact that investments in GoP ijara sukuks and profit receivable thereon are not exposed to credit risk.

No financial assets were considered to be past due or impaired as at June 30, 2026.

Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks and mark-up accrued thereon and receivable against sale of investments. The credit rating profile of balances with banks is as follows:

Banks	Rating agency	Rating (Short Term) / (Long Term)	2026	2025
			Percentage of balances with banks	
Alfalah Islamic Stable Return Plan - I				
Bank AL Habib Limited	PACRA	A1+ / AAA	0.00%	100.00%
Bank Alfalah Limited	PACRA	A1+ / AAA	0.00%	0.00%
Dubai Islamic Bank Pakistan Limited	VIS	A1+/AA	0.00%	0.00%
			0.00%	100.00%
Alfalah Islamic Stable Return Plan - II				
Bank Al Habib	PACRA	A1+ / AAA	0.00%	0.00%
Bank Alfalah Limited	PACRA	A1+ / AAA	0.00%	100.00%
			0.00%	100.00%
Alfalah Islamic Stable Return Plan - III				
Bank Al Habib	PACRA	A1+ / AAA	0.00%	48.00%
Bank Alfalah Limited	PACRA	A1+ / AAA	0.00%	52.00%
			0.00%	100.00%
Alfalah Islamic Stable Return Plan - IV				
Bank Alfalah Limited	PACRA	A1+ / AAA	0.00%	72.00%
Dubai Islamic Bank Pakistan Limited	VIS	A1+/AA	0.00%	28.00%
			0.00%	72.00%
Alfalah Islamic Stable Return Plan - V				
Bank Alfalah Limited	PACRA	A1+ / AAA	100.00%	0.00%
			100.00%	0.00%
Alfalah Islamic Stable Return Plan - VI				
Bank Alfalah Limited	PACRA	A1+ / AAA	100.00%	0.00%
			100.00%	0.00%
Alfalah Islamic Stable Return Plan - VII				
Bank Alfalah Limited	PACRA	A1+ / AAA	100.00%	0.00%
			100.00%	0.00%
Alfalah Islamic Stable Return Plan - VIII				
Bank Alfalah Limited	PACRA	A1+ / AAA	100.00%	0.00%
			100.00%	0.00%

Banks	Rating agency	Rating (Short Term) / (Long Term)	2026	2025
			Percentage of balances with banks	
Alfalah Islamic Stable Return Plan - IX Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - X Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XI Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XII Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XIII Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XIV Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XV Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XVI Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XVII Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%
Alfalah Islamic Stable Return Plan - XVIII Bank Alfalah Limited	PACRA	A1+ / AAA	100.00% 100.00%	0.00% 0.00%

Above ratings are on the basis of available ratings assigned by PACRA and VIS as of June 30, 2026.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect the groups of counterparties whose aggregate credit exposure is significant in relation

to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit worthy counter parties thereby mitigating any significant concentrations of credit risk.

17.2.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund. The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable. As per the NBFC Regulations, 2008, the Fund can borrow in the short-term to ensure settlement, the maximum limit of which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. 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.

As of the reporting date the Fund is exposed to liquidity risk in respect of the following which are due within one month:

	2026	2025
	----- (Rupees) -----	
Financial liabilities		
Payable to the Management Company	4,092,536	448,809
Payable to the Trustee	1,516,711	-
Accrued expenses and other liabilities	43,890,149	819,164
	49,499,396	1,267,973

18 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.

The following table shows asset side recognized at fair value, analysed between those whose fair value is based on;

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those whose inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As of the reporting date all financial instruments of the Fund are carried at amortised cost.

19 UNIT HOLDERS' FUND RISK MANAGEMENT

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

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

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

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

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

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

20 SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding unit holding pattern of the Fund, top ten brokers of the Fund, members of the Investment Committee, fund manager, meetings of the Board of Directors as required under Schedule V of the NBFC Regulations has been disclosed in the Annexure to the financial statements.

21 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 21, 2026 by the Board of Directors of the Management Company.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

(iii) PARTICULARS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Mr. Khaldoon Bin Latif - CEO
Mr. Ayub Khoro – Chief Investment Officer
Mr. Faisal Ali Khan - Chief Financial Officer
Mr. Shariq Mukhtar Hashmi – Chief Compliance Officer
Mr. Imad Ansari – Chief Risk Officer
Mr. Muddasir Ahmed Shaikh - – Head of Equities
Mr. Mustafa Kamal - Head of Fixed Income
Ms. Sana Abdullah - Head of Research
Mr. Salman Jawaid - Fund Manager Fixed Income Fund
Mr. Anil Kumar - Jr. Fund Manager Equity Funds

Mr. Khaldoon Bin Latif - CEO

Mr. Khaldoon has been associated with the capital markets for over 18 years, with both domestic and international experience providing a comprehensive blend. Prior to joining Alfalah Asset Management Limited Mr. Khaldoon was associated with Faysal Asset Management Limited as its Chief Executive Officer (CEO) and under his leadership, Faysal Asset Management has achieved significant growth during his tenure and transformed into major industry player. Earlier he was associated with BMA Asset Management Company Limited as its CEO, JS Investments Limited as its Chief Investment Officer (CIO) and KASB Funds Limited as its CEO. Before KASB Funds, he was the General Manager and Director of TSWLL Bahrain, a wholly owned subsidiary of TAIB Bank BSC, where he headed their brokerage, asset management, custody and advisory operations.

He has been a member of the Mutual Fund Association for over six years and has been the Vice Chairman from FY2021-22. He is also a non-executive director on a bank holding company out of Bahrain, IIBank LLC that has operations in Africa and Europe. He is a former board member of TRG and Pace Pakistan.

Mr. Latif also brings both buy and sell side exposure of domestic capital markets in Pakistan. Mr. Latif began his career on the sell side with AKD Securities Ltd in various capacities including Head of Foreign Institutional Sales and Equity Research in the capacity of Head of Research and Chief Economist. On the Buy side, Mr. Latif has worked with PICIC AMC as Head of Research and Product Development where his tenor also included active management of the PICIC Energy Fund. Mr. Latif is a LUMS Alumni and has done a number of capital market courses with CFA association, Daiwa, J.P. Morgan and Bahrain Institute of Banking and Finance (BIBF). He has also completed his Director Certification program from IBA.

Mr. Ayub Khoro – Chief Investment Officer

Prior to joining Alfalah, he was associated with Faysal Asset Management Limited as Chief Investment Officer. In his tenure at FAML he revamped the investment process, fund management teams and research department to significantly contribute to the company's unprecedented growth and to cater to the ever growing business needs and market dynamics.

Mr. Ayub has over 15 years of experience in banking / asset management industry in research, capital markets and fund management functions. He started his career with Pak Oman AMC in the research division before moving on to Faysal Bank Limited as Research Head in the Equity Capital Markets Division. At Faysal Bank, he was involved in managing the equity portfolio worth over USD 80mn and spearheading the research effort to provide in-depth advice and coverage across the capital markets for the Investment Committee. He was also involved in IPO's and private equity valuations for the bank.

Mr. Ayub has developed a unique understanding of equity, fixed income and money market investments. With the power to exercise all investment options for FAML, he has ensured that his investment decisions have encompassed both strategic and tactical asset allocations, implemented via thorough research and evaluation of historical performance of multiple asset classes and instruments. Mr. Ayub holds a Bachelor's of Science BSc Hons) degree in Economics from Lahore University of Management Sciences (LUMS).

Mr. Faisal Ali Khan - Chief Financial Officer

Faisal Ali Khan is serving as Chief Financial Officer of Alfalah Investments and prior to joining he was associated with Faysal Funds where he served as CFO and Company Secretary. In past he has worked with reputed financial sector organizations including BMA Funds, Saudi Pak Industrial and Agricultural Company (Pvt.) Ltd, Attock Refinery Limited and KPMG. Mr. Khan is a fellow member of the Institute of Chartered Accountant of Pakistan having a professional experience of over nineteen years ranging from financial reporting, regulatory compliance, budgeting and taxation to corporate and secretarial practices including 15 years of experience in the asset management and investment advisory industry

Mr. Shariq Mukhtar Hashmi – Chief Compliance Officer

Mr. Hashmi holds a diversified experience of over 11 years with various private sector enterprises of repute. He joined IGI Funds Limited (which subsequently merged into Alfalah GHP Investment Management Limited in Oct. 2013) in 2010 to lead the back office function as Head of Operations & Settlements. His association has continued, post-merger, as Head of Compliance & Risk Management. He has previously served National Asset Management Company as Head of Internal Audit and Feroze Sharif Tariq & Co Chartered Accountants in various capacities. He has also headed

the Internal Audit Department of the Company. Mr. Hashmi is a qualified Accountant from the Association of Chartered Certified Accountants, UK and holds MBA degree in Finance from SZABIST University. He is also enrolled for Financial Risk Manager Certification of Global Association of Risk Professionals; USA.

Mr. Imad Ansari – Chief Risk Officer

Mr. Imad Ansari is a seasoned Risk Professional with overall experience of 19 years (15 in financial sector and 4 years with leading television networks as Anchor/Research Analyst). He has extensive experience in implementing risk frameworks across the entity and funds under management, by combining Financial, Operational, Information Security and Business Continuity under the ambit of Enterprise Risk Management.

Before joining Alfalah Asset Management Limited as Chief Risk Officer, he has worked with HBL Asset Management, Faysal Funds, Al Meezan Investment Management Limited, UBL Funds, CNBC, PTV & Business Plus."

Mr. Muddasir Ahmed Shaikh -- Head of Equities

Mr. Shaikh is heading the Equity Investments team at Alfalah Investments. He has been an integral part of the team since 2007 and holds about two decades of professional experience. He joined the Investment Management Industry in 2004, right after his graduation with an MBA degree. Over the years, he has served various public and private financial institutions of repute. He started his career as Research Analyst and has progressed over the year to higher levels in portfolio management. Mr. Shaikh is an Alumni of the prestigious Institute of Business Administration, Karachi (IBA).

Mr. Mustafa Kamal - Head of Fixed Income

Mr. Mustafa Kamal has more than 18 years of work experience in the investment management profession out of which he has been associated with the Mutual Fund Industry for over 15 years. Prior to joining Alfalah Investments, he was working as a Chief Investment Officer with Pak Oman Asset Management Limited. Over the years, he has worked at companies like Askari Investments, National Fullerton Asset Management, Crescent Leasing & ORIX Investment Bank. He is an MBA with Majors in Finance.

Currently serving the company as a Head of Fixed Income Funds, Mr. Kamal is a key member of portfolio management team and a member of the investment committee for the mutual funds. During his career he has managed wide range of conventional and Islamic mutual funds schemes.

Ms. Sana Abdullah - Head of Research

Ms. Sana Abdullah, CFA, is the Head of Research at Alfalah Investments and has over 17 years of experience in the financial sector, primarily in equity and macroeconomic research, investment management and advisory. She has previously worked with Lakson Investments Limited, Tundra Fonder, Global Securities and other leading research and brokerage firms in Pakistan. She also previously served as Head of Separately Managed Accounts & Equity Portfolio Manager at Alfalah Investments. Sana is a CFA Charterholder and holds an MBA in MIS/Information Technology from Iqra University, Karachi, where she was a Gold Medalist.

Mr. Salman Jawaid - Fund Manager Fixed Income Fund

Mr. Salman is managing the Fixed Income Funds at Alfalah Investments. He has almost more than 12 years of work experience in the Mutual Fund Industry precisely in the Fund Management Department. He is an MBA in Finance from the Institute of Business Management (IOBM) and also pursuing his education in the CFA program. Over the years, he has worked at National Investment Trust Limited (NIT) and Faysal Asset Management in the portfolio management department.

Mr. Anil Kumar - Jr. Fund Manager Equity Funds

Mr. Anil has over 3 years of well-rounded sectoral exposure in Investment Research and Fund Management. He was earlier associated as Research Analyst with Alfalah Investments, where he has actively covered Chemical Sector, Cement Sector, Pharmaceutical sector, Textile sector and has also identified many profitable investment ideas. Prior to joining Alfalah, he was associated with UBL Fund Managers and Darson Securities Limited. Anil has done Bachelors (BBA) from Iqra University with majors in Finance and is a CFA Level 3 candidate.

(iv) MEETINGS OF BOARD OF DIRECTORS

The dates of the meetings of the Board of Directors of the Management Company of the fund and the attendance of its members are given below:

Name of Director	Meeting held on				
	August 16, 2025	October 29, 2025	January 8, 2026	February 26, 2026	April 27, 2026
Mr. Khaldoon Bin Latif	✓	✓	✓	✓	✓
Mr. Khalilullah Shaikh	✓	✓	Leave	✓	✓
Mr. Khaled Khanfer	✓	✓	✓	Leave	Leave
Ms. Ayesha Aziz	✓	✓	✓	✓	✓
Ms. Farooq Ahmed Khan	✓	✓	✓	✓	✓
Mr. Atif Bajwa	✓	✓	✓	✓	✓
Mr. Sohail Sultan	✓	✓	✓	Leave	✓
Mr. Zaigham Shariff	-	✓	✓	✓	✓

(v) **MEETINGS OF BOARD AUDIT COMMITTEE**

The dates of the meetings of the Board Audit Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on			
	August 15, 2025	October 28, 2025	February 25, 2026	April 23, 2026
Mr. Khaled Khanfer	✓	✓	✓	✓
Mr. Khalilullah Shaikh	✓	✓	✓	✓
Mr. Farooq Ahmed Khan	✓	✓	✓	✓

(vi) **MEETINGS OF BOARD RISK MANAGEMENT COMMITTEE**

The dates of the meetings of the Board Risk Management Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on			
	August 13, 2025	October 28, 2025	February 24, 2026	April 23, 2026
Mr. Khaled Khanfer	✓	✓	✓	✓
Mr. Khalilullah Shaikh	✓	✓	✓	✓
Mr. Farooq Ahmed Khan	✓	✓	✓	✓
Mr. Khaldoon Bin Latif	✓	✓	✓	✓

(vii) **MEETINGS OF BOARD HUMAN RESOURCE MANAGEMENT COMMITTEE**

The dates of the meetings of the Board Human Resource Management Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on		
	October 24, 2025	February 24, 2026	April 24, 2026
Mr. Zaigham Shariff	✓	✓	Leave
Mr. Farooq Ahmed Khan	✓	✓	✓
Ms. Ayesha Aziz	✓	✓	✓
Mr. Khaldoon Bin Latif	✓	✓	✓

(viii) **MEETINGS OF BOARD INVESTMENT COMMITTEE**

The dates of the meetings of the Board Investment Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on			
	August 15, 2025	October 28, 2025	February 23, 2026	April 20, 2026
Mr. Farooq Ahmed Khan	✓	✓	✓	✓
Mr. Sohail Sultan	✓	✓	✓	✓
Ms. Ayesha Aziz	✓	✓	✓	✓

**SUPPLEMENTARY NON FINANCIAL INFORMATION
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I), AND (J)
OF THE FIFTH SCHEDULE TO THE NON BANKING FINANCE
COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008**

PERFORMANCE TABLE - ASRF

	AISRF V	ASRF VI	ASRF VII	ASRF VIII
	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)
Net Assets	-	-	-	-
NAV per unit	0.0000	0.0000	0.0000	0.0000
Selling price per unit	0.0000	0.0000	0.0000	0.0000
Redemption price per unit	0.0000	0.0000	0.0000	0.0000
Highest selling price per unit	102.5931	102.8962	102.8731	103.2165
Highest redemption price per unit	102.5931	102.8962	102.8731	103.2165
Lowest selling price per unit	100.0000	100.0000	100.0000	100.0000
Lowest redemption price per unit	100.0000	100.0000	100.0000	100.0000
1st interim distribution per unit	0.0000	0.0000	0.0000	0.0000
1st interim distribution date				
2nd interim distribution per unit				
2nd interim distribution date				
Final distribution per unit	NIL	NIL	NIL	NIL
Final distribution date	NIL	NIL	NIL	NIL
Annualized returns %	0.00%	0.00%	0.00%	0.00%
Income distribution %	0.00%	0.00%	0.00%	0.00%
Weighted avg. portfolio duration (Days)	-	-	-	-

	AISRF IX	ASRF X	ASRF XI	ASRF XII
	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)
Net Assets	-	-	-	-
NAV per unit	0.0000	0.0000	0.0000	0.0000
Selling price per unit	0.0000	0.0000	0.0000	0.0000
Redemption price per unit	0.0000	0.0000	0.0000	0.0000
Highest selling price per unit	100.9654	102.6128	100.9149	102.4647
Highest redemption price per unit	100.9654	102.6128	100.9149	102.4647
Lowest selling price per unit	100.0000	100.0000	100.0000	100.0000
Lowest redemption price per unit	100.0000	100.0000	100.0000	100.0000
1st interim distribution per unit	0.0000	0.0000	0.0000	0.0000
1st interim distribution date				
2nd interim distribution per unit				
2nd interim distribution date				
Final distribution per unit	NIL	NIL	NIL	NIL
Final distribution date	NIL	NIL	NIL	NIL
Annualized returns %	0.00%	0.00%	0.00%	0.00%
Income distribution %	0.00%	0.00%	0.00%	0.00%
Weighted avg. portfolio duration (Days)	-	-	-	-

	AISRF XIII	ASRF XIV	ASRF XV	ASRF XVI
	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)
Net Assets	-	-	-	-
NAV per unit	0.0000	0.0000	0.0000	0.0000
Selling price per unit	0.0000	0.0000	0.0000	0.0000
Redemption price per unit	0.0000	0.0000	0.0000	0.0000
Highest selling price per unit	102.5520	100.9416	100.8509	101.0189
Highest redemption price per unit	102.5520	100.9416	100.8509	101.0189
Lowest selling price per unit	100.0000	100.0000	100.0000	100.0000
Lowest redemption price per unit	100.0000	100.0000	100.0000	100.0000
1st interim distribution per unit	0.0000	0.0000	0.8790	1.0189
1st interim distribution date			14-May-26	16-Jun-26
2nd interim distribution per unit				
2nd interim distribution date				
Final distribution per unit	NIL	NIL	NIL	NIL
Final distribution date	NIL	NIL	NIL	NIL
Annualized returns %	0.00%	0.00%	0.00%	0.00%
Income distribution %	0.00%	0.00%	0.00%	0.00%
Weighted avg. portfolio duration (Days)	-			-

	ASRF XVII	ASRF XVIII
	30 June 2026 (Rupees in '000)	30 June 2026 (Rupees in '000)
Net Assets	-	-
NAV per unit	0.0000	0.0000
Selling price per unit	0.0000	0.0000
Redemption price per unit	0.0000	0.0000
Highest selling price per unit	101.0521	100.9828
Highest redemption price per unit	101.0521	100.9828
Lowest selling price per unit	100.0000	100.0000
Lowest redemption price per unit	100.0000	100.0000
1st interim distribution per unit	1.0521	
1st interim distribution date	26-Jun-26	
2nd interim distribution per unit		
2nd interim distribution date		
Final distribution per unit	NIL	NIL
Final distribution date	NIL	NIL
Annualized returns %	0.00%	0.00%
Income distribution %	0.00%	0.00%
Weighted avg. portfolio duration (Days)	-	-

Alfalah
GHP Islamic Prosperity
Planning Fund - II

FUND INFORMATION

Management Company:	Alfalah Asset Management Limited
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khaled Khanfer Mr. Farooq Ahmed Khan Mr. Zaigham Sheriff Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee (BAC)	Mr. Khaled Khanfer Mr. Farooq Ahmed Khan Mr. Khalilullah Shaikh
Business Risk Management Committee (BRMC)	Mr. Khaled Khanfer Mr. Farooq Ahmed Khan Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO)
Human Resource & Remuneration Committee (HRRC)	Mr. Farooq Ahmed Khan Mr. Zaigham Sheriff Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Board Investment Committee (BIC)	Mr. Farooq Ahmed Khan Mr. Sohail Sultan Ms. Ayesha Aziz
Company Secretary:	Mr. Saad Haseeb Qureshi
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited Soneri Bank Limited Bank Al Habib Limited
Auditors:	Grant Thornton Anjum Rahman (GTAR) 1st & 3rd Floor, Modern Motors House, Beaumont Road, Karachi
Legal Advisor:	Mohsin Tayebaly & Co. 1st Floor, Dime Centre, BC-4, Block-9, Kehkashan, Clifton, Karachi – 75600, Pakistan.
Shariah Advisor:	Bank Islami Pakistan Limited 11th Floor, Dolmen Executive Towers, Marine Drive, Clifton, Block-4, Karachi
Registrar:	Alfalah Asset Management Limited Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Not Yet Rated

Alfalah GHP Islamic Prosperity Planning Fund 2

Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Shariah Compliant Fund of Funds Scheme

Investment Objective

Alfalah GHP Islamic Prosperity Planning Fund is an Open-ended Shariah Complaint Fund of Funds Scheme that aims to generate returns on investment as per the respective Allocation Plan by investing in Shariah complaint Mutual funds in line with the risk tolerance of the investor.

Accomplishment of Objective

The Fund has achieved its objective of generating higher return by investing in a mix of underlying fixed income and equity based mutual funds within the guidelines provided under NBFC rules.

Money Market

Pakistan's money market remained relatively resilient during the first half of 2026, although market conditions became increasingly volatile amid evolving inflation expectations, geopolitical developments, and changing monetary policy outlook. Strong liquidity in the banking system and healthy demand for government securities continued to support participation in Treasury Bill (MTB), Pakistan Investment Bond (PIB), and Government Ijarah Sukuk (GIS) auctions during the early part of the period.

However, persistent core inflation, rising imports, elevated global energy prices, and heightened geopolitical tensions in the Middle East led to renewed inflationary concerns and a reassessment of monetary policy expectations. In response, the State Bank of Pakistan (SBP) increased the policy rate by 100 basis points to **11.50%** in April 2026 after having maintained the policy rate at **10.50%** at the start of the year. Earlier in the period, the SBP also reduced the Cash Reserve Requirement (CRR) by 100 basis points to improve liquidity conditions within the banking system.

Money market yields remained volatile throughout the period. At the start of the year, Treasury Bill yields stood at **10.4859%**, **10.4878%**, **10.4799%**, and **10.4880%** for the 1-month, 3-month, 6-month, and 12-month tenors, respectively. Following a relatively stable start to the year, yields moved higher after the April policy rate hike as markets adjusted to tighter monetary conditions. Towards the end of June 2026, easing geopolitical tensions and moderating inflation expectations contributed to some correction in yields; however, they remained above the levels seen at the beginning of the year, closing at **11.7538%**, **11.7031%**, **11.7239%**, and **11.7557%** for the 1-month, 3-month, 6-month, and 12-month Treasury Bills, respectively.

Government securities continued to attract strong investor demand throughout the period, reflecting ample liquidity in the banking sector and sustained confidence in sovereign instruments. While monetary tightening temporarily lifted yields, improving macroeconomic conditions and easing external risks supported a moderation in yields by the end of June 2026.

Equity Market Review

1HCY26 Market Review: Navigating Through Volatility: The KSE-100 Index experienced significant volatility during the first half of 2026, reflecting a changing macroeconomic and geopolitical environment. The market entered the year on a strong footing, with the benchmark index reaching an all-time closing high of **189,167 points** on **23 January 2026**, supported by improving macroeconomic fundamentals, optimism surrounding external financing, and strong investor participation.

Market sentiment deteriorated sharply during the second quarter following the escalation of the Israel-Iran conflict, which heightened concerns over regional stability, rising global oil prices, and potential disruptions to shipping through the Strait of Hormuz. These developments triggered a broad-based market correction, with the KSE-100 declining to **146,480 points** on **9 March 2026**, representing a fall of nearly **23%** from its January peak. The period also witnessed the index's largest-ever single-day decline of **9.57%**, resulting in temporary trading halts.

Investor confidence gradually recovered during the latter part of the review period as geopolitical conditions improved, Saudi financial assistance and successful international debt issuances strengthened external financing prospects, and record workers' remittances reinforced macroeconomic stability. Although the State Bank of Pakistan increased the policy rate by **100 basis points** to **11.50%** in April 2026 to address inflationary risks, improving economic fundamentals helped restore market sentiment, allowing the KSE-100 to recover and close June at a record fiscal year-end level of **180,302 points**.

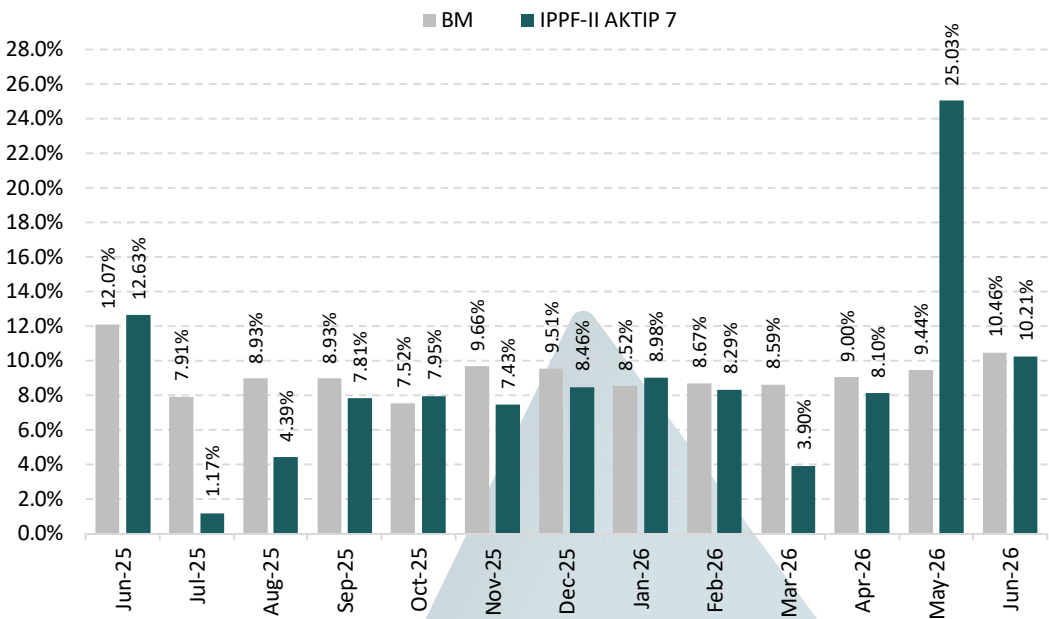
Trading activity remained robust throughout the period, with healthy participation from domestic investors offsetting continued foreign selling. Companies, mutual funds, and individual investors remained the primary net buyers, while foreign investors continued to reduce exposure amid global risk aversion and regional uncertainties.

By the end of June 2026, the KSE-100 was trading at a forward P/E of approximately **6.8x**, remaining below its long-term historical average and indicating continued valuation attractiveness. Going forward, market performance is expected to be influenced by the implementation of the FY27 Federal Budget, the trajectory of inflation and interest rates, progress on external financing, and developments in the regional geopolitical landscape. While short-term volatility may persist, improving macroeconomic fundamentals are expected to remain supportive of the market over the medium term.

Alfalah GHP Islamic Prosperity Planning Fund 2 - Ktrade Islamic Plan 7

During the year, the fund generated a return of 8.80% compared to the benchmark 8.93%.

Performance comparison with Benchmark



Asset Allocation:



- **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

- **Disclosure on unit split (if any), comprising: -**

There were no unit splits during the period.

- **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

- **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

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



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - 2

**Report of the Trustee pursuant to Regulation 41(h) and clause 8 of Schedule V of
the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Prosperity Planning Fund - 2 (the Fund) are of the opinion that Alfalah Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2026 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 07, 2026



September 17, 2026

AHSA/SSR/AAML/AGIPPF 2/621



الحمد لله رب العالمين، والصلاة والسلام على سيد الأنبياء 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 2026, comply with the provided Shariah guidelines. Therefore, it is resolved that Alfalah GHP Islamic Prosperity Planning Fund 2 (AGIPPF 2) managed by Alfalah Asset Management Limited is Compliant and in accordance with Shariah principles.

During the year, Alfalah GHP Islamic Prosperity Planning Fund 2 (AGIPPF 2) did not book any charity amount.

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.

For and on behalf of Shariah Supervisory Council of Al-Hilal Shariah Advisors (Pvt.) Limited and Alfalah Asset Management Limited.



Mufti Irshad Ahmad Aijaz
Chairman Shariah Council



Mufti Javed Ahmed
Shariah Board Member
Alfalah Asset Management Limited



Faraz Younus Bandukda, CFA
Chief Executive

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE WITH THE SHARIAH GOVERNANCE REGULATIONS, 2023

**To The Board of Directors of Alfalah Asset Management Limited (Management Company of Alfalah GHP
Islamic Prosperity Planning Fund – 2)**

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 **Alfalah GHP Islamic Prosperity Planning Fund – 2 (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2026. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

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, 2026) is assessed, comprise of the Shariah principles and rules, as defined in the Regulations and reproduced as under:

- a) legal and regulatory framework administered by the SECP;
- b) Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the SECP;
- c) Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan (ICAP), as notified by the SECP;
- d) guidance and recommendations of the Shariah advisory committee, as notified by the SECP; and
- e) approvals, rulings or pronouncements of Shariah Supervisory board or the Shariah Advisor of the Islamic financial institution, in line with (a) to (d) above.

Our engagement was carried out as required under Regulation 29 of Chapter VII of the Regulations.

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2026, 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 the Fund with its unit holders, other financial institutions and stakeholders and related policies and procedures are, in substance and legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for 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 Management

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 (the Code), 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 Management (ISQM -1), which requires the firm to design, implement, and operate a system of quality management, including policies or 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 compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2026, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), 'Assurance Engagements Other than Audits or Reviews of Historical Financial Information', 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 the 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 judgement, 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 were sufficient and appropriate to provide a basis for our opinion.

6. Conclusion

Based on our reasonable assurance engagement, we report that in our opinion, the Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2026, are in compliance with the Shariah principles (criteria specified in the paragraph 2 above), in all material respects.

The engagement partner on the assurance resulting in this independent assurance report is **Shafqat Ali**.



Chartered Accountants

Date: September 22, 2026

Place: Karachi

**Grant Thornton Anjum
Rahman**

1st & 3rd Floor,
Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

T +92 21 35672951-56

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Alfalah GHP Islamic Prosperity Planning Fund II

Report on the Audit of financial statements

Opinion

We have audited the annexed financial statements of Alfalah GHP Islamic Prosperity Planning Fund II (the Fund), which comprise the statement of assets and liabilities as at June 30, 2026 and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2026 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 International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the financial statements section of our report*. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

Key audit matter	How the matter was addressed in our audit
Valuation of investments	
As disclosed in note 6 to the financial statements, investments carried at fair value through profit or loss amount to Rs. 108.043 million which constitute approximately 34.84% of the total assets of the Fund. The valuation of the Investments for the determination of net assets value of the Fund was considered a high-risk area and therefore, we considered this as a key audit matter.	Our procedures, amongst others included the following: - reviewed the processes and key controls relating to existence and valuation and evaluated the design and implementation of such controls; - tested existence of investments from the independent confirmations; - tested valuation of investments by verifying the average rates quoted on a widely used electronic quotation system by MUFAP; and - assessed the adequacy of and appropriateness of disclosures for compliance with the requirements of applicable financial reporting framework.

Information Other than the financial statements and Auditor's Report Thereon

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 for the financial statements

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

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so. Board of directors of the Management Company are 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 the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion, the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Khurram Jameel.



Chartered Accountants
Place: Karachi
Date: 25 September 2026
UDIN: AR202610093ZxLH1yamb

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - II

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2026

		2026		Total	2025		Total
		KTIP – 7	AICPP – 6		KTIP – 7	AICPP – 6	
Assets	Note	(Rupees)					
Balances with banks	5	201,176,639	-	201,176,639	3,276,671	867,663	4,144,334
Investments	6	108,042,594	-	108,042,594	11,562,663	-	11,562,663
Advances and other receivables		900,052	-	900,052	527,627	-	527,627
Total assets		310,119,285	-	310,119,285	15,366,961	867,663	16,234,624
Liabilities							
Payable to Management company	7	3,065	-	3,065	352	31,527	31,879
Payable to the Trustee	8	7,966	-	7,966	881	5,849	6,730
Payable to the SECP	9	7,447	-	7,447	777	-	777
Accrued expenses and other liabilities	10	1,872,744	-	1,872,744	348,885	830,287	1,179,172
Total liabilities		1,891,222	-	1,891,222	350,895	867,663	1,218,558
Net assets		308,228,063	-	308,228,063	15,016,066	-	15,016,066
Unit holders' fund (as per statement attached)		308,228,063	-	308,228,063	15,016,066	-	15,016,066
Contingencies and commitments	11	(Number of units)					
Number of units in issue		2,465,568	-		120,113	-	
		(Rupees)					
Net asset value per unit		125.0130	-		125.0158	-	

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - II

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2026

	2026	2026	Total	2025	For the period ended June 30, 2025	Total
	KTIP – 7	AICPP – 6		KTIP – 7	AICPP – 6	
Income	Note (Rupees)					
Profit on bank balances	1,774,006	-	1,774,006	156,592	-	156,592
Dividend income	12,441,603	-	12,441,603	1,417,975	-	1,417,975
(Loss) / gain on sale of investments at FVTPL	(345,552)	-	(345,552)	7,600,466	-	7,600,466
Net unrealised diminution on re-measurement of investments at FVTPL	6.2 (3,618,451)	-	(3,618,451)	(265,809)	-	(265,809)
Total income	10,251,606	-	10,251,606	8,909,224	-	8,909,224
Expenses						
Remuneration of the Management Company	7.1 78,639	-	78,639	33,550	-	33,550
Sindh sales tax on remuneration of the Management Company	7.2 11,796	-	11,796	3,532	-	3,532
Remuneration of the Trustee	8.1 89,376	-	89,376	50,044	-	50,044
Sindh sales tax on remuneration of the Trustee	8.2 13,406	-	13,406	6,710	-	6,710
Fee to the SECP	9 95,759	-	95,759	53,618	-	53,618
Auditors' remuneration	12 676,890	-	676,890	534,600	-	534,600
Legal and professional charges	201,946	-	201,946	183,425	-	183,425
Shariah advisor fee	58,858	-	58,858	95,000	-	95,000
Other expense	20,998	-	20,998	(195,541)	-	(195,541)
Total expenses	1,247,668	-	1,268,666	764,938	-	764,938
Income before taxation	9,003,938	-	9,003,938	8,144,286	-	8,144,286
Taxation	14 -	-	-	-	-	-
Net income for the year / period	9,003,938	-	9,003,938	8,144,286	-	8,144,286
Earnings per unit	4.13					
Allocation of net income for the year / period						
Net income for the year / period	9,003,938	-		8,144,286	-	
Income already paid on units redeemed	(7,935,107)	-		(8,182,462)	-	
	1,068,831	-		(38,176)	-	
Accounting income available for distribution						
- Relating to capital gains	-	-		-	-	
- Excluding capital gains	1,068,831	-		(38,176)	-	
	1,068,831	-		(38,176)	-	

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - II**INCOME STATEMENT***FOR THE YEAR ENDED JUNE 30, 2026*

	2026	2026	Total	2025	For the period ended June 30, 2025	Total
	KTIP – 7	AICPP – 6		KTIP – 7	AICPP – 6	
	(Rupees)					
Net income for the year / period	9,003,938	-	9,003,938	8,144,286	-	8,144,286
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the year / period	9,003,938	-	9,003,938	8,144,286	-	8,144,286

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - II

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

	2026						2025					
	KTIP – 7			AICPP – 6			KTIP – 7			AICPP – 6		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
(Rupees)												
Net assets at the beginning of the year / period	14,848,075	167,993	15,016,068	(1,026,985)	1,026,985	-	5,436,570	206,168	5,642,738	(1,026,985)	1,026,985	-
Issuance of 27,483,337 (2025: 3,815,759) units												
- Capital value (at net asset value per unit at the beginning of the year / period)	3,435,851,433	-	3,435,851,433	-	-	-	429,407,965	-	429,407,965	-	-	2,918
- Element of income	192,558,676	-	192,558,676	-	-	-	33,270,603	-	33,270,603	-	-	284
Total proceeds on issuance of units	3,628,410,109	-	3,628,410,109	-	-	-	462,678,568	-	462,678,568	-	-	-
Redemption of 25,137,882 (2025: 3,745,788) units												
- Capital value (at net asset value per unit at the beginning of the year / period)	(3,142,632,436)	-	(3,142,632,436)	-	-	-	(421,533,751)	-	(421,533,751)	-	-	(173,239,823)
- Element of income	(168,683,234)	(7,935,107)	(176,618,343)	-	-	-	(31,733,311)	(8,182,462)	(39,915,775)	-	-	(30,758,095)
Total payments on redemption of units	(3,311,315,670)	(7,935,107)	(3,319,250,779)	-	-	-	(453,267,062)	(8,182,462)	(461,449,526)	-	-	-
Distribution for the year	(23,874,119)	(1,077,154)	(24,951,273)	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year / period	-	9,003,938	9,003,938	-	-	-	-	8,144,286	8,144,286	-	-	-
Net assets at the end of the year / period	308,068,395	159,670	308,228,063	(1,026,985)	1,026,985	-	14,848,075	167,993	15,016,066	(1,026,985)	1,026,985	-
(Rupees)												
Undistributed income brought forward												
- Realised gain	433,802			1,026,985			206,168			1,026,985		
- Unrealised loss	(265,809)			-			-			-		
	167,993			1,026,985			206,168			1,026,985		
Accounting income available for distribution												
- Relating to capital gains	-			-			-			-		
- Excluding capital gains	1,068,831			-			(38,176)			-		
	1,068,831			-			(38,176)			-		
Distribution for the year	(1,077,154)			-			-			-		
Undistributed income carried forward	159,670			1,026,985			167,993			1,026,985		
Undistributed income carried forward												
- Realised gain	3,778,121			1,026,985			433,802			1,026,985		
- Unrealised loss	(3,618,451)			-			(265,809)			-		
	159,670			1,026,985			167,993			1,026,985		
Net assets value per unit at beginning of the year / period	125.0158			-			112.5354			-		
Net assets value per unit at end of the year / period	125.0130			-			125.0158			-		

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - II
STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2026

	2026	2026	Total	2025	For the period ended June 30, 2025	Total
	KTIP – 7	AICPP – 6		KTIP – 7	AICPP – 6	
CASH FLOWS FROM OPERATING ACTIVITIES	Note (Rupees)					
Net income for the year / period	9,003,938	-	9,003,938	8,144,286	-	8,144,286
Adjustments for:						
Net unrealised diminution on re-measurement of investments at FVTPL	6.2 3,618,451	-	3,618,451	265,809	-	265,809
	12,622,389	-	12,622,389	8,410,095	-	8,410,095
Increase in assets						
Investments - net	(100,098,380)	-	(100,098,380)	(7,369,683)	-	(7,369,683)
Advances and other receivables	(372,425)	-	(372,425)	(436,366)	-	(436,366)
	(100,470,805)	-	(100,470,805)	(7,806,049)	-	(7,806,049)
Increase in liabilities						
Payable to Management company	2,713	31,527	34,240	(6,614)	-	(6,614)
Payable to the Trustee	7,085	5,849	12,934	176	-	176
Payable to the SECP	6,670	-	6,670	(9,739)	-	(9,739)
Accrued expenses and other liabilities	1,523,859	830,287	2,354,146	49,757	-	49,757
	1,540,327	867,663	2,407,990	33,580	-	33,580
Net cash (used in) / generated from operating activities	(86,308,089)	867,663	(85,440,426)	637,626	-	637,626
CASH FLOWS FROM FINANCING ACTIVITIES						
Amounts received against issuance of units	3,628,410,109	-	3,628,410,109	462,678,568	-	462,678,568
Amounts paid against redemption of units	(3,319,250,779)	-	(3,319,250,779)	(461,449,526)	-	(461,449,526)
Dividend paid	(24,951,273)	-	-	-	-	-
Net cash generated from financing activities	284,208,057	-	284,208,057	1,229,042	-	1,229,042
Net increase in cash and cash equivalents during the year / period	197,899,968	867,663	198,767,631	1,866,668	-	1,866,668
Cash and cash equivalents at the beginning of the year / period	3,276,671	867,663	4,144,334	1,410,003	867,663	2,277,666
Cash and cash equivalents at the end of the year / period	5 201,176,639	1,735,326	202,911,965	3,276,671	867,663	4,144,334

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PROSPERITY PLANNING FUND - II
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah GHP Islamic Prosperity Planning Fund II (the Fund) was established under a Trust Deed under the Sindh Trust Act, 2020 between Alfalah Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited (the Trustee). The Trust Deed was executed on August 24, 2021 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP on February 23, 2023. The registered office of the Management Company is situated at Islamic Chamber of Commerce, Industry and Agricultural Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
- 1.3** The Fund is categorised as a 'Shariah Compliant Fund of Funds Scheme' pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.4** The objective of the Fund is to generate returns on investment as per the respective Allocation Plan by investing in collective investment schemes in line with the risk tolerance of the investor. The duration of the Fund is perpetual, however, allocation plans may have a set time frame. During the year, the Fund offered the following plans:
- a)** Alfalah KTrade Islamic Plan – 7 (KTIP – 7) : Perpetual.
- b)** Alfalah Islamic Capital Preservation Plan – 6 (AICPP – 6) : The initial maturity of this plan was two (2) years from the close of the subscription period. This plan matured on March 14, 2024.
- 1.5** VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on January 26, 2026.
- 1.6** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

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 approved 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:

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

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

3.2 New accounting standards

3.2.1 Accounting standards effective for the year

There are certain new standards and amendments that are mandatory for the Fund's accounting period beginning on July 01, 2025 but are considered either to be not relevant or to not have any significant effect on the Fund's operations and are, therefore, not detailed in these financial statements.

3.2.2 Accounting standards not yet effective

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Fund's accounting periods beginning on / after 01 July 2026. However, the Fund expects that these standards (other than IFRS 18) will not have any material impact on the Fund's financial statements in the period of initial application. The Fund is currently working to identify all impacts that IFRS 18 will have on the financial statements.

3.3 Significant accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 judgements 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 judgements that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 4.2.1 and 6).

3.4 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which are stated at fair value.

3.5 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICIES

4.1 Cash and cash equivalents

These are stated at cost.

4.2 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

4.2.1 Financial assets

i) 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 FVTPL, which are initially recognised at fair value and transaction costs are recognised in the income statement.

ii) Subsequent measurement

Financial assets at amortized cost

These are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains or losses are recognised in Income Statement when the asset is derecognised, modified or impaired.

Financial assets at FVTPL

These are subsequently measured at fair value with gains and losses arising from changes in fair value recognised in Income Statement.

Financial assets at FVTOCI

The Fund does not have any financial asset at FVTOCI as of the reporting date.

iii) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Fund's statement of assets and liabilities) when the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement? and either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Fund continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Fund also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Fund has retained.

iv) Impairment

The Fund assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Any impairment loss on financial assets including financial assets carried at amortised cost are recognised in Income Statement.

4.2.2 Financial liabilities

i) Initial recognition and measurement

On initial recognition, financial liabilities are classified at amortised cost or FVTPL and these are measured at fair value less transaction cost, if any, except for financial liabilities at FVTPL, in which case, transaction cost is charged to Income Statement.

ii) Subsequent measurement

Financial liabilities at FVTPL:

The Fund has not designated any financial liability at FVTPL as of the reporting date.

Financial liabilities at amortised cost:

These are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the Income Statement when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR.

iii) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Income Statement.

4.3 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

4.4 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. 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 one day from the transaction date as per the stock exchange regulations.

4.5 Provisions

Provisions are recognised in the "Statement of Assets and Liabilities" 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 Net asset value per unit

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

4.7 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

4.8 Distributions to unit holders

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

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

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

Element of income represents the difference between NAV per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting year. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

4.10 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement, on the date when the transaction takes place.
- Dividend income is recognised when the Fund's right to receive the same is established i.e. on the commencement of date of book closure of the investee company / institution declaring the dividend.
- Profit on bank deposits is recognized on a time proportionate basis using effective yield method.

4.11 Expenses

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

4.12 Taxation

The Fund's income is exempt from income tax as per clause (99) of part I of the Income Tax Ordinance, 2001 (the Ordinance), subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realized or unrealized is distributed amongst the unit holders.

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

4.13 Earnings per unit

Earnings / (loss) per unit is calculated by dividing the net profit / loss of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

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

		2026		2025		
		KTIP – 7	AICPP – 6	KTIP – 7	AICPP – 6	
5	BALANCES WITH BANKS	Note ----- (Rupees) -----				
	Saving account	5.1	201,008,126	-	3,108,158	867,663
	Current account		168,513	-	168,513	-
			201,176,639	-	3,276,671	867,663

5.1 This carries mark-up at the rate of 10% (2025: 7.80%) per annum.

			2026	2025
			KTIP – 7	
6	INVESTMENTS - AT FVTPL		----- (Rupees) -----	
	Units of mutual funds	6.1	<u>108,042,594</u>	<u>11,562,663</u>

6.1 Units of mutual funds

Name of investee	As at July 1, 2025	Purchased / reinvested during the year	Redeemed during the year	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of net assets	Market value as a percentage of total investments
					Carrying value	Market value	Unrealised diminution		
----- Number of units -----					----- (Rupees) -----			----- % -----	
Alfalsh Islamic Money Market Fund	115,242	1,059,033	1,094,350	79,925	8,388,146	8,042,594	(345,552)	2.61	7
Alfalsh Islamic Rozana Amdari Fund	6	-	6	-	-	-	-	-	-
Pak Qatar Cash Plan	-	1,700,640	841,909	858,731	100,000,000	100,000,000	-	32.44	92.56
As at June 30, 2026					108,388,146	108,042,594	(345,552)		
As at June 30, 2025					11,828,472	11,562,663	(265,810)		

These represent investments held in related parties i.e. funds under common management.

			2026	2025
			KTIP – 7	
6.2	Net unrealised diminution on re-measurement of of investments at FVTPL	Note	----- (Rupees) -----	
	Market value of investments	6.1	108,042,594	11,562,663
	Less: Carrying value of investments	6.1	(108,388,146)	(11,828,472)
			<u>(345,552)</u>	<u>(265,809)</u>

			2026		2025	
			KTIP – 7	AICPP – 6	KTIP – 7	AICPP – 6
7	PAYABLE TO MANAGEMENT COMPANY	Note	----- (Rupees) -----			
	Remuneration of the Management Company	7.1	2,665	-	299	27,900
	Sindh sales tax on remuneration of the Management Company	7.2	400	-	53	3,627
			<u>3,065</u>	<u>-</u>	<u>352</u>	<u>31,527</u>

7.1 As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. The Management Company has charged remuneration at a rate of 0.20% (2025: 0.02% to 0.75%) and 0% of average annual net assets of the Fund of the Plan to KTIP-7 and AICPP-6 respectively. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 During the year, sales tax at the rate of 15% on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011.

		2026		2025	
		KTIP – 7	AICPP – 6	KTIP – 7	AICPP – 6
8 PAYABLE TO THE TRUSTEE	Note	----- (Rupees) -----			
Trustee remuneration payable	8.1	6,927	-	765	5,176
Sindh sales tax payable on Trustee remuneration	8.2	1,039	-	116	673
		<u>7,966</u>	<u>-</u>	<u>881</u>	<u>5,849</u>

8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee has charged remuneration at the rate of 0.07% per annum and 0.07% per annum to KTIP – 7 to AICPP – 6, respectively of average annual net assets of the Plan.

8.2 During the year, sales tax at the rate of 15% on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO THE SECP

In accordance with the NBFC Regulations, CISs are required to pay non-refundable fee to the SECP. Accordingly, the Fund has charged the SECP fee at the rate of 0.095% per annum of the daily net assets during the year which is required to be paid within fifteen days of the close of every calendar month.

		2026		2025	
		KTIP – 7	AICPP – 6	KTIP – 7	AICPP – 6
10 ACCRUED EXPENSES AND OTHER LIABILITIES		----- (Rupees) -----			
Capital gain tax payable		1,530,108	-	269,007	294,906
Withholding tax payable		83,159	-	-	2,683
Shariah advisory fee payable		76,080	-	40,080	138,563
Legal and professional charges		33,272	-	-	166,113
Others		150,125	-	39,798	228,022
		<u>1,872,744</u>	<u>-</u>	<u>348,885</u>	<u>830,287</u>

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2026 and June 30, 2025.

		2026	2025
		KTIP – 7	
12 AUDITORS' REMUNERATION		----- (Rupees) -----	
Audit fee		297,500	226,526
Review and other certifications		247,500	226,525
Out of pocket expenses		81,750	45,305
Sindh sales tax		50,140	36,244
		<u>676,890</u>	<u>534,600</u>

13 TOTAL EXPENSE RATIO

Total Expense Ratio (TER) of KTIP - 7 as at June 30, 2026 is 0.98% (2025: 1.07%) which includes 0.02% (2025: 0.09%) representing government levies, sales taxes and annual fee to the SECP. Pursuant to the amendments in the NBFC Regulations by SECP wide notification SRO 600(I)/2025 dated April 10, 2025, the requirement related to maximum TER limits has been removed as applicable to CIS, effective from July 1, 2025.

14 TAXATION

During the year, the Fund has distributed more than 90% of its accounting income, accordingly no provision is required in these financial statements.

15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah Asset Management Limited being the Management Company, Funds under management of the Management Company, Bank Alfalah Limited, and MAB Investment Incorporation being associated companies of Management Company, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of the Management Company and CDC being the Trustee of the Fund, other associated companies and any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments. These transactions are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Transactions and balances during the year with connected persons / related parties are as follows:

Unit holders' fund

KTIP – 7

For the year ended June 30, 2026									
As at July 01, 2025	Issued for cash / conversion in / transfer	Dividend reinvested	Redeemed / conversion out / transfer	As at June 30, 2026	As at July 01, 2025	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at June 30, 2026
Units					Rupees				

Associated companies / undertakings

Alfalah Asset Management Limited	120,113	2,991,686	4,209	3,046,666	69,342	15,016,571	387,491,924	526,152	401,990,800	8,668,702
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For the year ended June 30, 2025									
As at July 01, 2024	Issued for cash / conversion in / transfer	Dividend reinvested	Redeemed / conversion out / transfer out	As at June 30, 2025	As at July 01, 2024	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	Net asset value as at June 30, 2025
Units					Rupees				

Associated companies / undertakings

Alfalah Asset Management Limited	50,142	1,013,782	-	943,811	120,113	5,645,445	116,952,135	-	115,507,529	15,016,066
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Other transactions during the year

Associated companies / undertakings

The Management Company

Remuneration of the Management Company	78,639	33,550
Sindh sales tax on remuneration of the Management Company	11,796	3,532

Bank Alfalah Limited

Profit on bank balances	1,774,006	156,592
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Other related party

Trustee

Remuneration of the Trustee
Sindh sales tax on remuneration of the Trustee

2026	2025
KTIP – 7	
(Rupees)	

89,376 50,044
13,406 6,710

Alfalah Islamic Rozana Amdani Fund

Invested during the year (Rupees)
Invested during the year (Units)
Redeemed during the year (Rupees)
Redeemed during the year (Units)

91,538,689 554
915,387 6
91,539,239 -
915,392 -

Alfalah Islamic MoneyMarket Fund

Invested during the year (Rupees)
Invested during the year (Units)
Redeemed during the year (Rupees)
Redeemed during the year (Units)

111,242,166 101,420,491
1,059,033 984,128
110,600,000 101,500,000
1,094,350 911,900

Balances outstanding as at year end**Associated companies / undertakings****The Management Company**

Management remuneration payable
Sindh sales tax payable on Management remuneration

2,665 299
400 53

Bank Alfalah Limited

Balances with banks
Profit receivable

201,008,126 3,108,158
878,832 103,899

Trustee

Trustee remuneration payable
Sindh sales tax on remuneration of the Trustee

6,927 765
1,039 116

16 FINANCIAL INSTRUMENTS BY CATEGORY**KTIP – 7**

Particulars	2026		
	At amortised cost	At FVTPL	Total
(Rupees)			
Financial assets			
Balances with banks	201,176,639	-	201,176,639
Investments	-	108,042,594	108,042,594
Other receivables	900,052	-	900,052
	<u>202,076,691</u>	<u>3,804,298</u>	<u>11,562,663</u>
Financial liabilities			
Payable to the Management Company	3,065	-	3,065
Payable to the Trustee	7,966	-	7,966
Accrued expenses and other liabilities	259,477	-	259,477
	<u>270,508</u>	<u>-</u>	<u>270,508</u>

Particulars	2025		
	At amortised cost	At FVTPL	Total
----- (Rupees) -----			
Financial assets			
Balances with banks	3,276,671	-	3,276,671
Investments	-	11,562,663	11,562,663
Other receivables	527,627	-	527,627
	<u>3,804,298</u>	<u>11,562,663</u>	<u>15,366,961</u>
Financial liabilities			
Payable to the Management Company	352	-	352
Payable to the Trustee	881	-	881
Accrued expenses and other liabilities	79,878	-	79,878
	<u>81,111</u>	<u>-</u>	<u>81,111</u>

17 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

17.1 Risk management framework

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established

by the Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

17.2 Financial risks

The Fund's activities expose it to a variety of financial risks as follows:

17.2.1 Market risk

Market 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 prices. The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee. Market risk comprises of three types of risks: yield / profit rate risk, currency risk, and price risk.

i) Currency risk

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

ii) Yield / profit rate risk

Yield / 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 Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits. The Fund's variable profit rate risk arises from balances with banks amounting to Rs 201.77 million (2025: 3.277 million). In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 2.012 million (2025: Rs. 0.033 million).

iii) Price risk

Price 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 prices (other than those arising from interest 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 price risk arising from the Fund's investments in units of mutual funds. The Fund manages its price risk by diversifying its portfolio within the eligible limits prescribed in the Fund's constitutive documents, the NBFC Regulations and circulars issued by SECP from time to time.

Effect due to 1% increase / decrease in KSE index

	2026	2025
	KTIP-7	
	----- (Rupees) -----	
Investment and net assets	<u>1,080,426</u>	<u>115,627</u>
Income statement	<u>1,080,426</u>	<u>115,627</u>

At June 30, 2026, the fair value of equity securities exposed to price risk was disclosed in note 6.1.

17.2.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligations as it falls due. The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company.

The maximum exposure to credit risk as at June 30, 2026 is as follows:

	2026		2025	
	KTIP-7		KTIP-7	
	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	----- (Rupees) -----		----- (Rupees) -----	
Balances with banks	201,176,639	201,176,639	3,276,671	3,276,671
Investments	108,042,594	-	11,562,663	-
Profit and other receivables	900,052	878,832	527,627	527,627
	<u>310,119,285</u>	<u>202,055,471</u>	<u>15,366,961</u>	<u>3,804,298</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets. Difference in the balance as per the statement of assets and liabilities and maximum exposure is due to the fact that investments in equity securities of KTIP-7 Rs.108.042 million (2025: 11.562 million) and of is not exposed to credit risk.

No financial assets were considered to be past due or impaired as at June 30, 2026.

Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks and mark-up accrued thereon and receivable against sale of investments. The credit rating profile of balances with banks is as follows:

Banks	Rating Agency	Rating (Short Term / Long Term)	2026	2025
			KTIP-7	
			Percentage of balances with banks	
Bank Al Habib Limited	PACRA	A1+ / AAA	83.91%	5.14%
Bank Alfalah Limited	PACRA	A1+ / AAA	16.09%	94.86%
			<u>100.00%</u>	<u>100.00%</u>

Above ratings are on the basis of available ratings assigned by PACRA as of June 30, 2026.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect the groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit worthy counter parties thereby mitigating any significant concentrations of credit risk.

17.2.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund. The Fund is exposed to daily settlement of equity securities and daily redemptions at the option of unit holders. 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 in investments that are traded in an active market and can be readily disposed and are considered readily realisable. As per the NBFC Regulations, 2008, the Fund can borrow in the short-term to ensure settlement, the maximum limit of which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. 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.

As of the reporting date the Fund is exposed to liquidity risk in respect of the following which are due within one month:

	2026	2025
	KTIP-7	
	----- (Rupees) -----	
Financial liabilities		
Payable to Alfalah Asset Management	3,065	352
Payable to the Management Company	7,966	881
Accrued expenses and other liabilities	109,649	53,649
	120,680	54,882

18 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.

The following table shows asset side recognized at fair value, analysed between those whose fair value is based on;

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those whose inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at 30 June 2026 and 30 June 2025, the Fund held the following financial instruments measured at fair values:

	2026			
	Level 1	Level 2	Level 3	Total
KTIP – 7	----- (Rupees) -----			
Units of open end mutual funds - at FVTPL	108,042,594	-	-	108,042,594
	108,042,594	-	-	108,042,594
	2025			
	Level 1	Level 2	Level 3	Total
KTIP – 7	----- (Rupees) -----			
Units of open end mutual funds - at FVTPL	11,562,663	-	-	11,562,663
	11,562,663	-	-	11,562,663

19 UNIT HOLDERS' FUND RISK MANAGEMENT

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

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

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

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

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

Under the NBFC Regulations, the minimum size of an open end scheme shall be one hundred million rupees at all the times during the life of the scheme. The Fund has maintained minimum size of one hundred million rupees most of the times except for the period from July 01, 2025 to August 07, 2025 during the year ended June 30, 2026.

20 SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding unit holding pattern of the Fund, top ten brokers of the Fund, members of the Investment Committee, fund manager, meetings of the Board of Directors as required under Schedule V of the NBFC Regulations has been disclosed in the Annexure to the financial statements.

21 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 21, 2026 by the Board of Directors of the Management Company.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**SUPPLEMENTARY NON FINANCIAL INFORMATION
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I), AND (J)
OF THE FIFTH SCHEDULE TO THE NON BANKING FINANCE
COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008**

(i) UNIT HOLDING PATTERN OF THE FUND

Alfalsh Ktrade Islamic Plan 7

Category	As at 30 June 2026			
	Number of unit holders	Number of units held	Amount Rupees	% of total
NBFCs	2	2,465,569	308,228,151	100%
	2	2,465,569	308,228,151	100%

Category	As at 30 June 2025			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Other Corporate	1	120,113	15,016,066	100%
	1	120,113	15,016,066	100%

(iii) PARTICULARS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the members of the Investment Committee of the Fund:

Mr. Khaldoon Bin Latif - CEO
Mr. Ayub Khoro – Chief Investment Officer
Mr. Faisal Ali Khan - Chief Financial Officer
Mr. Shariq Mukhtar Hashmi – Chief Compliance Officer
Mr. Imad Ansari – Chief Risk Officer
Mr. Muddasir Ahmed Shaikh - – Head of Equities
Mr. Mustafa Kamal - Head of Fixed Income
Ms. Sana Abdullah - Head of Research
Mr. Salman Jawaid - Fund Manager Fixed Income Fund
Mr. Anil Kumar - Jr. Fund Manager Equity Funds

Mr. Khaldoon Bin Latif - CEO

Mr. Khaldoon has been associated with the capital markets for over 18 years, with both domestic and international experience providing a comprehensive blend. Prior to joining Alfalah Asset Management Limited Mr. Khaldoon was associated with Faysal Asset Management Limited as its Chief Executive Officer (CEO) and under his leadership, Faysal Asset Management has achieved significant growth during his tenure and transformed into major industry player. Earlier he was associated with BMA Asset Management Company Limited as its CEO, JS Investments Limited as its Chief Investment Officer (CIO) and KASB Funds Limited as its CEO. Before KASB Funds, he was the General Manager and Director of TSWLL Bahrain, a wholly owned subsidiary of TAIB Bank BSC, where he headed their brokerage, asset management, custody and advisory operations.

He has been a member of the Mutual Fund Association for over six years and has been the Vice Chairman from FY2021-22. He is also a non-executive director on a bank holding company out of Bahrain, IIBank LLC that has operations in Africa and Europe. He is a former board member of TRG and Pace Pakistan.

Mr. Latif also brings both buy and sell side exposure of domestic capital markets in Pakistan. Mr. Latif began his career on the sell side with AKD Securities Ltd in various capacities including Head of Foreign Institutional Sales and Equity Research in the capacity of Head of Research and Chief Economist. On the Buy side, Mr. Latif has worked with PICIC AMC as Head of Research and Product Development where his tenor also included active management of the PICIC Energy Fund. Mr. Latif is a LUMS Alumni and has done a number of capital market courses with CFA association, Daiwa, J.P. Morgan and Bahrain Institute of Banking and Finance (BIBF). He has also completed his Director Certification program from IBA.

Mr. Ayub Khoro – Chief Investment Officer

Prior to joining Alfalah, he was associated with Faysal Asset Management Limited as Chief Investment Officer. In his tenure at FAML he revamped the investment process, fund management teams and research department to significantly contribute to the company's unprecedented growth and to cater to the ever growing business needs and market dynamics.

Mr. Ayub has over 15 years of experience in banking / asset management industry in research, capital markets and fund management functions. He started his career with Pak Oman AMC in the research division before moving on to Faysal Bank Limited as Research Head in the Equity Capital Markets Division. At Faysal Bank, he was involved in managing the equity portfolio worth over USD 80mn and spearheading the research effort to provide in-depth advice and coverage across the capital markets for the Investment Committee. He was also involved in IPO's and private equity valuations for the bank.

Mr. Ayub has developed a unique understanding of equity, fixed income and money market investments. With the power to exercise all investment options for FAML, he has ensured that his investment decisions have encompassed both strategic and tactical asset allocations, implemented via thorough research and evaluation of historical performance of multiple asset classes and instruments. Mr. Ayub holds a Bachelor's of Science (BSc Hons) degree in Economics from Lahore University of Management Sciences (LUMS).

Mr. Faisal Ali Khan - Chief Financial Officer

Faisal Ali Khan is serving as Chief Financial Officer of Alfalah Investments and prior to joining he was associated with Faysal Funds where he served as CFO and Company Secretary. In past he has worked with reputed financial sector organizations including BMA Funds, Saudi Pak Industrial and Agricultural Company (Pvt.) Ltd, Attock Refinery Limited and KPMG. Mr. Khan is a fellow member of the Institute of Chartered Accountant of Pakistan having a professional experience of over nineteen years ranging from financial reporting, regulatory compliance, budgeting and taxation to corporate and secretarial practices including 15 years of experience in the asset management and investment advisory industry

Mr. Shariq Mukhtar Hashmi – Chief Compliance Officer

Mr. Hashmi holds a diversified experience of over 11 years with various private sector enterprises of repute. He joined IGI Funds Limited (which subsequently merged into Alfalah GHP Investment Management Limited in Oct. 2013) in 2010 to lead the back office function as Head of Operations & Settlements. His association has continued, post-merger, as Head of Compliance & Risk Management. He has previously served National Asset Management Company as Head of Internal Audit and Feroze Sharif Tariq & Co Chartered Accountants in various capacities. He has also headed

the Internal Audit Department of the Company. Mr. Hashmi is a qualified Accountant from the Association of Chartered Certified Accountants, UK and holds MBA degree in Finance from SZABIST University. He is also enrolled for Financial Risk Manager Certification of Global Association of Risk Professionals; USA.

Mr. Imad Ansari – Chief Risk Officer

Mr. Imad Ansari is a seasoned Risk Professional with overall experience of 19 years (15 in financial sector and 4 years with leading television networks as Anchor/Research Analyst). He has extensive experience in implementing risk frameworks across the entity and funds under management, by combining Financial, Operational, Information Security and Business Continuity under the ambit of Enterprise Risk Management.

Before joining Alfalah Asset Management Limited as Chief Risk Officer, he has worked with HBL Asset Management, Faysal Funds, Al Meezan Investment Management Limited, UBL Funds, CNBC, PTV & Business Plus."

Mr. Muddasir Ahmed Shaikh -- Head of Equities

Mr. Shaikh is heading the Equity Investments team at Alfalah Investments. He has been an integral part of the team since 2007 and holds about two decades of professional experience. He joined the Investment Management Industry in 2004, right after his graduation with an MBA degree. Over the years, he has served various public and private financial institutions of repute. He started his career as Research Analyst and has progressed over the year to higher levels in portfolio management. Mr. Shaikh is an Alumni of the prestigious Institute of Business Administration, Karachi (IBA).

Mr. Mustafa Kamal - Head of Fixed Income

Mr. Mustafa Kamal has more than 18 years of work experience in the investment management profession out of which he has been associated with the Mutual Fund Industry for over 15 years. Prior to joining Alfalah Investments, he was working as a Chief Investment Officer with Pak Oman Asset Management Limited. Over the years, he has worked at companies like Askari Investments, National Fullerton Asset Management, Crescent Leasing & ORIX Investment Bank. He is an MBA with Majors in Finance.

Currently serving the company as a Head of Fixed Income Funds, Mr. Kamal is a key member of portfolio management team and a member of the investment committee for the mutual funds. During his career he has managed wide range of conventional and Islamic mutual funds schemes.

Ms. Sana Abdullah - Head of Research

Ms. Sana Abdullah, CFA, is the Head of Research at Alfalah Investments and has over 17 years of experience in the financial sector, primarily in equity and macroeconomic research, investment management and advisory. She has previously worked with Lakson Investments Limited, Tundra Fonder, Global Securities and other leading research and brokerage firms in Pakistan. She also previously served as Head of Separately Managed Accounts & Equity Portfolio Manager at Alfalah Investments. Sana is a CFA Charterholder and holds an MBA in MIS/Information Technology from Iqra University, Karachi, where she was a Gold Medalist.

Mr. Salman Jawaid - Fund Manager Fixed Income Fund

Mr. Salman is managing the Fixed Income Funds at Alfalah Investments. He has almost more than 12 years of work experience in the Mutual Fund Industry precisely in the Fund Management Department. He is an MBA in Finance from the Institute of Business Management (IOBM) and also pursuing his education in the CFA program. Over the years, he has worked at National Investment Trust Limited (NIT) and Faysal Asset Management in the portfolio management department.

Mr. Anil Kumar - Jr. Fund Manager Equity Funds

Mr. Anil has over 3 years of well-rounded sectoral exposure in Investment Research and Fund Management. He was earlier associated as Research Analyst with Alfalah Investments, where he has actively covered Chemical Sector, Cement Sector, Pharmaceutical sector, Textile sector and has also identified many profitable investment ideas. Prior to joining Alfalah, he was associated with UBL Fund Managers and Darson Securities Limited. Anil has done Bachelors (BBA) from Iqra University with majors in Finance and is a CFA Level 3 candidate.

(iv) MEETINGS OF BOARD OF DIRECTORS

The dates of the meetings of the Board of Directors of the Management Company of the fund and the attendance of its members are given below:

Name of Director	Meeting held on				
	August 16, 2025	October 29, 2025	January 8, 2026	February 26, 2026	April 27, 2026
Mr. Khaldoon Bin Latif	✓	✓	✓	✓	✓
Mr. Khalilullah Shaikh	✓	✓	Leave	✓	✓
Mr. Khaled Khanfer	✓	✓	✓	Leave	Leave
Ms. Ayesha Aziz	✓	✓	✓	✓	✓
Ms. Farooq Ahmed Khan	✓	✓	✓	✓	✓
Mr. Atif Bajwa	✓	✓	✓	✓	✓
Mr. Sohail Sultan	✓	✓	✓	Leave	✓
Mr. Zaigham Shariff	-	✓	✓	✓	✓

(v) **MEETINGS OF BOARD AUDIT COMMITTEE**

The dates of the meetings of the Board Audit Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on			
	August 15, 2025	October 28, 2025	February 25, 2026	April 23, 2026
Mr. Khaled Khanfer	✓	✓	✓	✓
Mr. Khalilullah Shaikh	✓	✓	✓	✓
Mr. Farooq Ahmed Khan	✓	✓	✓	✓

(vi) **MEETINGS OF BOARD RISK MANAGEMENT COMMITTEE**

The dates of the meetings of the Board Risk Management Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on			
	August 13, 2025	October 28, 2025	February 24, 2026	April 23, 2026
Mr. Khaled Khanfer	✓	✓	✓	✓
Mr. Khalilullah Shaikh	✓	✓	✓	✓
Mr. Farooq Ahmed Khan	✓	✓	✓	✓
Mr. Khaldoon Bin Latif	✓	✓	✓	✓

(vii) **MEETINGS OF BOARD HUMAN RESOURCE MANAGEMENT COMMITTEE**

The dates of the meetings of the Board Human Resource Management Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on		
	October 24, 2025	February 24, 2026	April 24, 2026
Mr. Zaigham Shariff	✓	✓	Leave
Mr. Farooq Ahmed Khan	✓	✓	✓
Ms. Ayesha Aziz	✓	✓	✓
Mr. Khaldoon Bin Latif	✓	✓	✓

(viii) **MEETINGS OF BOARD INVESTMENT COMMITTEE**

The dates of the meetings of the Board Investment Committee of the Management Company of the fund and the attendance of its members are given below

Name of Director	Meeting held on			
	August 15, 2025	October 28, 2025	February 23, 2026	April 20, 2026
Mr. Farooq Ahmed Khan	✓	✓	✓	✓
Mr. Sohail Sultan	✓	✓	✓	✓
Ms. Ayesha Aziz	✓	✓	✓	✓

**SUPPLEMENTARY NON FINANCIAL INFORMATION
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I), AND (J)
OF THE FIFTH SCHEDULE TO THE NON BANKING FINANCE
COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008**

PERFORMANCE TABLE - AGIPPF-2

	June 2026	June 2025
	Alfalah Ktrade Islamic Plan 7	Alfalah Ktrade Islamic Plan 7
Net Assets	308,228	15,016
NAV per unit	125.0130	125.0158
Selling price per unit	128.6134	129.3288
Redemption price per unit	125.0130	125.0158
Highest selling price per unit	140.5758	129.3288
Highest redemption price per unit	135.8877	125.0158
Lowest selling price per unit	128.2987	116.4062
Lowest redemption price per unit	124.0200	112.5894
Total interim distribution per unit	11.0080	Nil
Interim distribution date	30-Jun-26	N/A
Final distribution per unit	6/30/2026	Nil
Final distribution date	6/30/2026	Nil
Annualized returns	8.80%	8.27%
Income distribution	Nil	Nil
Weighted avg. portfolio duration	N/A	N/A

Inception rate is 11.36%

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