



Alfalah GHP Islamic Income Fund

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:	Al-Baraka Bank (Pakistan) Limited Allied Bank limited Askari Bank Limited Bank Al-Falah Limited Bank Al-Habib Limited Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited MCB Islamic Bank Limited	Meezan Bank Limited National Bank of Pakistan Soneri Bank Limited The Bank of Punjab United Bank Limited Zarai Tarqiati Bank Limited Finca Microfinance Bank Limited Umicrofinance Bank Limited
Auditors:	Yousuf Adil Chartered Accountants, Cavish Court, A-35 Shahrah-e-Faisal Road, Bangalore Town Block A Bangalore Town, Karachi	
Legal Advisor:	Mohsin Tayebaly & Co. 1st Floor, Dime Centre, BC-4, Block-9, Kehkashan, Clifton, Karachi – 75600. Pakistan.	
Shariah Advisor:	BankIslami 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:	A+(f) by PACRA	

Alfalalah GHP Islamic Income Fund

Annual Fund Manager's Report

Type of Fund

Open-end Scheme

Category of Fund

Shariah Compliant (Islamic) Income Scheme

Investment Objective

To minimize risk, construct a liquid portfolio of shariah approved fixed income instruments and provide competitive returns to the unit holders.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive return as compared to peer funds with minimum possible risk through investing in low duration shariah compliant fixed income instruments within the guidelines provided under NBFC rules.

Money Market Review

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.

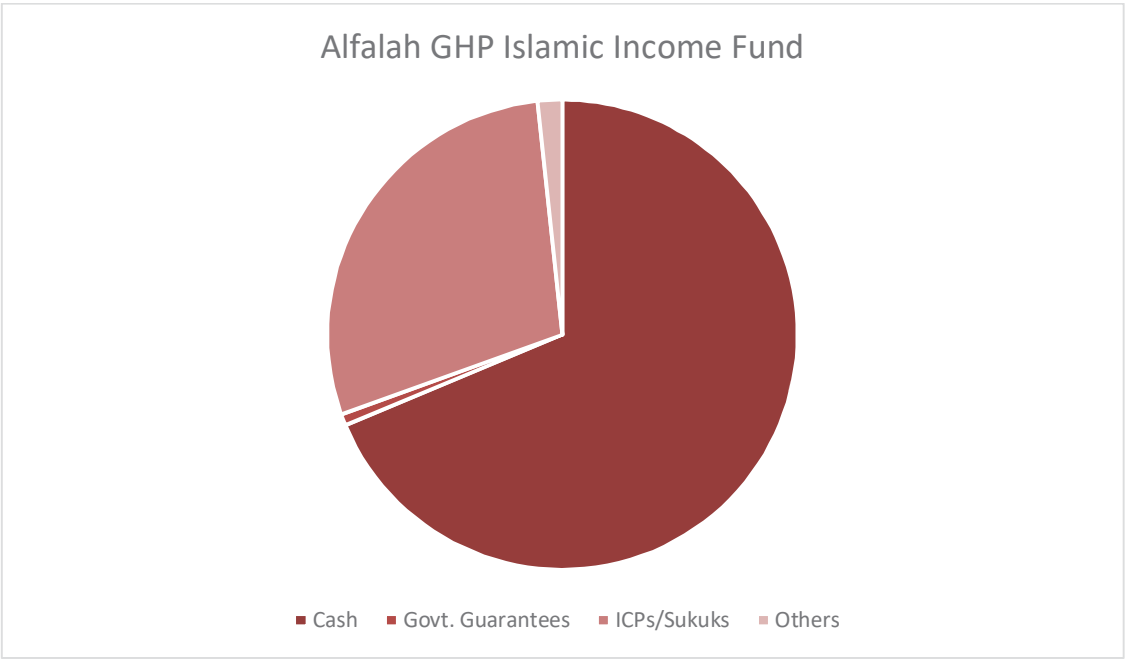
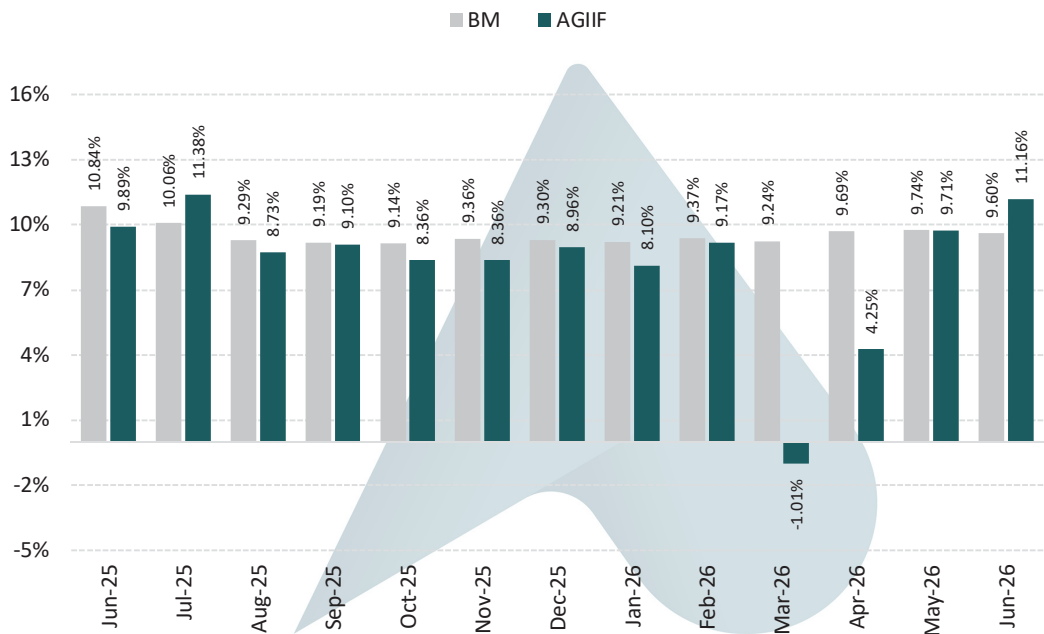
Money market yields remained volatile throughout the period. At the start of the year, Treasury Bill yields stood at **10.4859%**, **10.4878%**, **10.4799%**, and **10.4880%** for the 1-month, 3-month, 6-month, and 12-month tenors, respectively. Following a relatively stable start to the year, yields 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.

Fund Performance

Alfalah GHP Islamic Income Fund generated a return of 8.31%, while the benchmark generated an average return of 9.43% for FY26.

Performance comparison with Benchmark



Credit Quality			
Govt. Securities (Rated AAA)	0.8%	A1+	0.0%
AAA	3.1%	A1	21.8%
AA+	67.8%	A-	0.0%
AA	4.3%	BBB+	0.0%
AA-	0.0%	BBB	0.0%
A+	0.4%	IG	0.0%
A	0.0%	NR	1.7%

- **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 Shahra-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 INCOME 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 GHP Islamic Income 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 07, 2026



September 17, 2026

AHSA/SSR/AAML/AGIIF/611



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 Income Fund (AGIIF) managed by Alfalah Asset Management Limited is Compliant and in accordance with Shariah principles.

During the year, Alfalah GHP Islamic Income Fund (AGIIF) 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 Income 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 GHP Islamic Income 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

INDEPENDENT AUDITOR'S REPORT

To The Unit Holders of Alfalah GHP Islamic Income Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Alfalah GHP Islamic Income 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 cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 and Alfalah Asset Management Limited (the Management Company) 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 year. 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.

S. No.	Key audit matter	How the matter was addressed in our audit
1.	Valuation and existence of investments As disclosed in note 6 to the financial statements, the investments held by the Fund amounts to Rs. 1,527.870 million as at June 30, 2026. The total investment amount is a significant account balance on the statement of assets and liabilities. The Fund invests primarily in government securities (i.e., Ijara Sukuk Certificates), Short-term Sukuks, Certificate of Musharakah, Certificate of Mudarabah, Term Deposit Receipts and Bai Muajjal Receivable, which are one of the main drivers and	In this respect, we performed the following procedures: - 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 Central Depository Company (CDC) / Investor Portfolio Services (IPS) account statement, as applicable;

YA

S. No.	Key audit matter	How the matter was addressed in our audit
	indicators of the Fund's performance and there is a risk that these investments are incorrectly valued. In addition, there is a risk that the Fund may have included investments in its financial statements which are not in the ownership of the Fund and thereby increasing the uncertainty in respect of existence of investments recorded as at year end. In view of the above, we have considered the valuation and existence of investments as a Key Audit Matter. The disclosures regarding investments are included in notes 4.2 and 6 of the financial statements.	• tested valuation of investments held as at June 30, 2026 by verifying the average rates quoted on a widely used electronic quotation system (PKISRV) rates and prices quoted at Pakistan Stock Exchange Limited; • differences identified (if any) during our testing that were over our acceptable threshold were investigated further; and • evaluated the adequacy of disclosures in the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Management Company (Alfalah Asset Management Limited) is responsible for the other information. The other information comprises the information included in the Annual Report in respect of the Fund but does not include the financial statements of the Fund, our auditor's report thereon and the information related to any other fund.

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

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

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

The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the 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, The Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

YA



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 the Management Company.
- Conclude on the appropriateness of Management Company'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 period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accompanying 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 **Arif Nazeer**.

Yousuf Adil
Chartered Accountants

Place: Karachi

Date: September 29, 2026

UDIN: AR2026100991ZPv3S07N

ALFALAH GHP ISLAMIC INCOME FUND
STATEMENT OF ASSETS AND LIABILITIES

As AT JUNE 30, 2026

	Note	2026 ----- Rupees -----	2025 ----- Rupees -----
ASSETS			
Bank balances	5	3,561,041,250	3,476,464,773
Investments	6	1,527,870,566	2,026,659,691
Advances, deposits, prepayments and other receivables	7	63,104,660	58,598,168
Total assets		5,152,016,476	5,561,722,632
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	8	3,309,698	17,060,503
Payable to Central Depository Company of Pakistan Limited - Trustee	9	1,769,673	2,005,540
Payable to the Securities and Exchange Commission of Pakistan	10	193,977	275,411
Dividend payable		-	509,659
Accrued expenses and other liabilities	11	7,795,222	87,573,834
Total liabilities		13,068,570	107,424,947
NET ASSETS		5,138,947,906	5,454,297,685
UNITS HOLDERS' FUND (AS PER STATEMENT ATTACHED)		5,138,947,906	5,454,297,685
Contingencies and commitments	12		
Number of units			
Number of units in issue		49,488,397	52,734,940
Rupees			
Net asset value per unit		103.8415	103.4285

The annexed notes 1 to 24 and the 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 INCOME FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

INCOME	Note	2026 Rupees	2025
Profit on bank balances		147,806,482	232,796,079
Income from Government securities		85,993,761	314,863,128
Income from sukuk certificates		206,218,323	191,519,917
Income from Musharakah certificates		3,549,377	5,796,712
Income from Bai Muajjal		37,037,164	-
Income from Mudarabah certificates		-	16,083,562
Loss on sale of investments - net		(51,266,908)	(35,026,691)
Unrealised (diminution) / appreciation on re-measurement of investments classified 'at fair value through profit or loss' - net	6.6	(575,217)	13,730,025
Other income		-	2,550,000
Total income		428,762,982	742,312,732
EXPENSES			
Remuneration of Alfalah Asset Management Limited - Management Company	8.1	54,961,227	55,460,297
Sindh Sales Tax on remuneration of the Management Company	8.2	8,244,184	8,312,857
Allocated expenses		-	2,765,598
Sindh Sales Tax on allocated expenses		-	414,840
Selling and marketing expenses		-	17,422,651
Sindh Sales Tax on selling and marketing expenses		-	2,613,529
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9	3,280,328	4,311,053
Sindh Sales Tax on remuneration of the Trustee	9.2	492,049	646,658
Fee to the Securities and Exchange Commission of Pakistan	10	3,280,183	4,310,829
Auditor's remuneration	13	424,196	385,632
Fees and subscriptions charges		658,175	251,321
Brokerage expenses		455,354	1,296,053
Printing charges		-	30,000
Bank and settlement charges		4,193	2,989
Legal and professional charges		326,155	145,475
CDS charges		-	29,071
Capital gain tax on debt securities	15.1	1,395,265	-
Shariah audit fee		342,000	-
Shariah advisory fee		545,250	440,000
Total expenses		74,408,559	98,838,853
Net income for the year before taxation		354,354,423	643,473,879
Taxation	15	-	-
Net income for the year after taxation		354,354,423	643,473,879
Allocation of net income for the year			
Net income for the year after taxation		354,354,423	643,473,879
Income already paid on units redeemed		(280,166,736)	(513,753,735)
		74,187,687	129,720,144
Accounting income available for distribution			
- Relating to capital gains		-	-
- Excluding capital gains		74,187,687	129,720,144
		74,187,687	129,720,144
Earnings per unit	16	-	-

The annexed notes 1 to 24 and the Annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

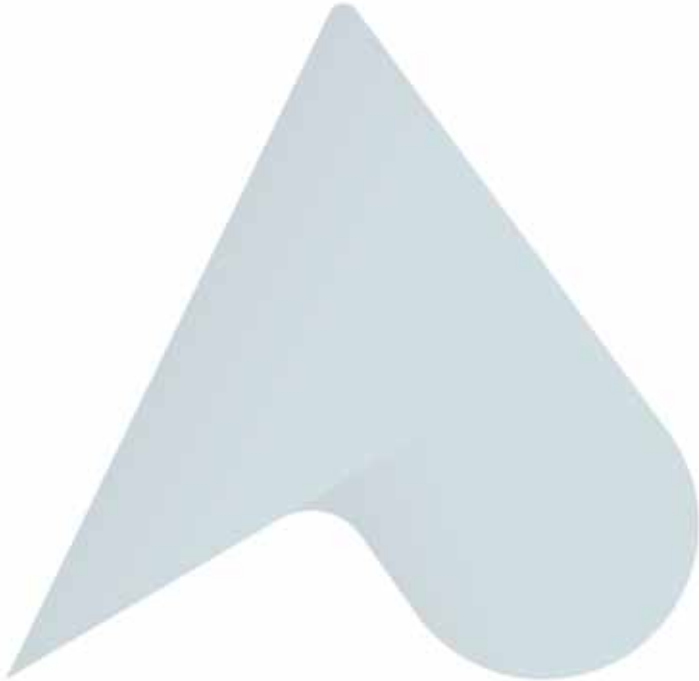
Chief Financial Officer

Director

ALFALAH GHP ISLAMIC INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	Rupees	
Net income for the year after taxation	354,354,423	643,473,879
Other comprehensive income for the year	-	-
Total comprehensive income for the year	354,354,423	643,473,879

The annexed notes 1 to 24 and the 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 INCOME FUND

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS

FOR THE YEAR ENDED JUNE 30, 2026

	2026			2025		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	Rupees			Rupees		
Net assets at the beginning of the year	5,345,246,909	109,050,776	5,454,297,685	2,431,280,487	102,133,074	2,533,413,561
Issuance of 151,891,429 units (2025: 247,003,145 units)						
- Capital value (at net asset value per unit at the beginning of the year)	15,709,902,696	-	15,709,902,696	25,511,299,926	-	25,511,299,926
- Element of income	325,309,519	-	325,309,519	1,292,789,602	-	1,292,789,602
Total proceeds on issuance of units	16,035,212,215	-	16,035,212,215	26,804,089,528	-	26,804,089,528
Redemption of 155,137,972 units (2025: 218,796,984 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(16,045,687,739)	-	(16,045,687,739)	(22,598,074,501)	-	(22,598,074,501)
- Element of loss	(258,479,989)	(280,166,736)	(538,646,725)	(1,071,263,833)	(513,753,735)	(1,585,017,568)
Total payments on redemption of units	(16,304,167,728)	(280,166,736)	(16,584,334,464)	(23,669,338,334)	(513,753,735)	(24,183,092,069)
Total comprehensive income for the year	-	354,354,423	354,354,423	-	643,473,879	643,473,879
Final distribution for the year ended June 30, 2025 (2025: Rs. 14.0397 per unit declared on June 23, 2025)	-	-	-	(220,784,772)	(122,802,442)	(343,587,214)
Final distribution for the year ended June 30, 2026 @ Rs. 8.1468 per unit declared on June 18, 2026	(59,595,253)	(60,986,700)	(120,581,953)	-	-	-
Net assets at the end of the year	5,016,696,143	122,251,763	5,138,947,906	5,345,246,909	109,050,776	5,454,297,685
	(Rupees)			(Rupees)		
Undistributed income brought forward						
- Realised income		95,320,751			86,831,640	
- Unrealised income		13,730,025			15,301,434	
		<u>109,050,776</u>			<u>102,133,074</u>	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		74,187,687			129,720,144	
		<u>74,187,687</u>			<u>129,720,144</u>	
Distributions during the year		<u>(60,986,700)</u>			<u>(122,802,442)</u>	
Undistributed income carried forward		<u>122,251,763</u>			<u>109,050,776</u>	
Undistributed income carried forward						
- Realised income		122,251,763			95,320,751	
- Unrealised income		-			13,730,025	
		<u>122,251,763</u>			<u>109,050,776</u>	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the year		<u>103.4285</u>			<u>103.2833</u>	
Net asset value per unit at the end of the year		<u>103.8415</u>			<u>103.4285</u>	

The annexed notes 1 to 24 and the 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 INCOME FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 Rupees	2025 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		354,354,423	643,473,879
Adjustments for:			
Unrealised diminution / (appreciation) on re-measurement of investments classified 'at fair value through profit or loss' - net	6.6	575,217	(13,730,025)
		354,929,640	629,743,854
Decrease / (increase) in assets			
Investments - net		498,213,908	(493,593,794)
Advances, deposits, prepayments and other receivables		(4,506,492)	57,609,425
		493,707,416	(435,984,369)
(Decrease) / increase in liabilities			
Payable to Alfalah Asset Management Limited - Management Company		(13,750,805)	11,518,157
Payable to Central Depository Company of Pakistan Limited - Trustee		(235,867)	(9,918)
Payable to the Securities and Exchange Commission of Pakistan		(81,434)	113,684
Accrued expenses and other liabilities		(79,778,612)	39,037,909
		(93,846,718)	50,659,832
Net cash generated from operating activities		754,790,338	244,419,317
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units - net of refund of capital		15,975,616,962	26,583,304,756
Payments against redemption and conversion of units		(16,584,334,464)	(24,183,092,069)
Dividend paid		(61,496,359)	(122,292,783)
Net cash (used in) / generated from financing activities		(670,213,861)	2,277,919,904
Net increase in cash and cash equivalents during the year		84,576,477	2,522,339,221
Cash and cash equivalents at the beginning of the year		3,476,464,773	954,125,552
Cash and cash equivalents at the end of the year	5	3,561,041,250	3,476,464,773

The annexed notes 1 to 24 and the 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 INCOME FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Islamic Income Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between IGI Funds Limited and Central Depository Company of Pakistan Limited as the Trustee. On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited to Alfalah Asset Management Limited (the Management Company) by means of Securities and Exchange Commission of Pakistan sanctioned order No. SCD/NBFC-II/IGIFL & AFGHP/742/2013. The SECP has approved third Supplemental Trust Deed, under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), vide its letter No. SCD/AMCW/AGIIF/240/2015 dated February 03, 2015 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Islamic Income Fund.

The Trust Act, 1882 was repealed during financial year 2021 due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020", as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Management Company, after fulfilling the requirements for registration has registered the Collective Investment Scheme's Trust Deed with the Registrar under the Sindh Trusts Act, 2020 on September 20, 2021.

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. 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 Islamic Income 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 investment objective of the Fund is to minimize risk, construct a liquid portfolio of Shariah approved fixed income investments and provide competitive returns to the Unit Holders. The Fund invests in Shariah compliant deposits, profit bearing accounts, certificates of investment, Musharakah and Mudarabah arrangements and debt securities. The investment objectives and policy are explained in the Fund's offering document.

1.5 Title to the assets of the fund are held in the name of CDC as the Trustee of the Fund.

1.6 The Management Company has been assigned a quality rating of AM1 (stable outlook) by VIS Credit Rating Company Limited on January 26, 2026 (2025: AM1 (stable outlook) dated January 2, 2025). The Fund has been given a stability rating of AA-(f) by Pakistan Credit Rating Agency Limited (PACRA) on November 12, 2025 (2025: AA-(f) dated June 17, 2025).

2 BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 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 (IASB) as notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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

2.2 Basis of measurement

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

2.3 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 Pakistani Rupees, which is the functional and presentation currency of the Fund. All the amounts have been rounded off to the nearest of rupee, unless otherwise stated.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan, requires management to make estimates, judgments and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both the current and future periods. Information about the judgments made by management in the application of the accounting policies, that have the most significant effect on the amount recognised in these financial statements, are given below:

- (i) Classification and measurement of financial assets (notes 4.2.1, 4.2.2 and 6); and
- (ii) Impairment of financial assets (note 4.2.3).

3 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO THE PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

3.2 New approved accounting standards, amendments and IFRS interpretations that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2026. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on the Fund's financial statements except for:

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Cash and cash equivalents

Cash and cash equivalents comprise bank balances and short-term highly liquid investments with original maturities of three months or less, that are readily convertible to known amount of cash, are subject to insignificant change in value, and are held for the purpose of meeting short term cash commitments.

4.2 Financial instruments

4.2.1 Initial recognition and measurement

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

Financial liabilities are not recognised unless one of the parties has performed its part of the contract or the contract is a derivative contract.

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, as appropriate, on initial recognition. Transaction costs pertaining to financial assets or financial liabilities at fair value through profit or loss are recognised in the income statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Financial assets

There are three principal classification categories for financial assets:

- At amortised cost ("AC");
- At fair value through other comprehensive income ("FVTOCI"); and
- At fair value through profit or loss ("FVTPL").

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

Financial asset at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL;

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset classified at amortised cost is subsequently carried at amortised cost using the effective interest method. Gains or losses are also recognised in the income statement when financial assets carried at amortised cost are derecognised or impaired.

Financial asset at FVTOCI

A financial asset is classified at FVTOCI only if it meets both of the following conditions and is not designated as FVTPL:

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an Equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI, and only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI, except for the recognition of impairment losses. In case of debt instrument, when the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to income statement. In case of Equity instrument, when the financial asset is derecognised there is no subsequent reclassification of fair value gains and losses to income statement.

Financial asset at FVTPL

All other financial assets are classified as FVTPL (for example: equity securities held for trading and debt securities not classified either as AC or FVTOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset, that otherwise meets the requirements to be measured at amortised cost or at FVTOCI, as at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Fund changes its business model for managing financial assets.

Financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the income statement.

4.2.2 Financial liabilities

The Fund classifies its financial liabilities in the following categories:

- At amortised cost ("AC"); and
- At fair value through profit or loss ("FVTPL").

Financial liabilities are measured at amortised cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Fund has opted to measure them at FVTPL.

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in income statement.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to income statement.

4.2.3 Impairment of financial assets

Under expected credit loss (ECL) model of IFRS 9, the Fund recognises loss allowances for ECLs on financial assets other than debt securities. The Fund measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- Financial assets that are determined to have low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

The SECP / Commission through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of International Financial Reporting Standard (IFRS) 9 'Financial Instruments' in relation to debt securities for mutual funds. Accordingly, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities. As allowed under circular no. 13 of 2009 dated May 04, 2009 issued by the SECP, the Management Company may also make provision against debt securities over and above minimum provision requirement prescribed in aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Management Company on its website.

4.2.4 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or where the entity has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

4.2.5 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market (other than GoP ijarah sukuk) are valued at the average rates quoted on a widely used electronic quotation system (PKISRV rates), which are based on the remaining tenor of the securities.

For unlisted GoP Ijarah sukuk, the fair value is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP).

The government securities listed on stock exchange (for example Listed GoP Ijarah sukuk) are valued on their prices quoted on the Pakistan Stock Exchange Limited at reporting date.

Basis of valuation of debt securities

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP).

In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorizes them as traded, thinly traded and non-traded securities. The aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non performing debt securities.

4.2.6 Regular way contract

All purchases and sales of securities that require delivery within the timeframe established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

4.2.7 Offsetting of financial assets and 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.

4.3 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement, each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

4.4 Provisions

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

4.5 Collaterals

Collaterals provided by the Fund are identified in the statement of assets and liabilities as margin and are not included as a component of cash and cash equivalents. For collaterals other than cash, if the party to whom the collaterals are provided has a right by contract or custom to sell or re-pledge the collaterals, the Fund classifies such collaterals in the statement of assets and liabilities separately from other assets and identifies the assets as pledged collaterals. Where the party to whom the collaterals are provided does not have the right to sell or re-pledge, a disclosure of the collaterals provided is made in the notes to the financial statements.

4.6 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

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

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, to its unit holders.

4.7 Distributions to unit holders

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP's) guidelines (duly consented upon by the SECP), distribution for the year is deemed to comprise of the portion of amount 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 period in which such distributions are declared and approved by the Board of Directors of the Management Company.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted for the effect of refund of capital, if any, based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the year of investment.

4.8 Issuance and redemption of units

Units issued are recorded at the offer price, prevalent on the day on which the applications for purchase of units are received, however, units are issued on the receipt of cash / realisation of cheques. The offer price represents the net asset value per unit as at the close of the business day plus the allowable front-end 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 receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less any back-end load and an amount that the Management Company may consider to be an appropriate provision of duties and charges, if applicable. Redemption of units is recorded on acceptance of application for redemption.

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

Element of income represents the difference between net asset value per unit on the issuance or redemption date, as the case may be, of units and the net asset value per unit at the beginning of the relevant accounting period. 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 net asset value 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 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 of the Fund in circulation at the year-end.

4.11 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Profit / return on investments in debt and government securities is recognised using effective interest method.
- Profit on bank balances, placements and term deposits are recognised on accrual basis.

4.12 Expenses

All expenses including Management fee, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

5	BANKS BALANCES	Note	2026	2025
			----- Rupees -----	-----
	-In savings accounts	5.1	2,552,508,450	1,792,020,820
	-In current accounts	5.2	1,008,532,800	1,684,443,953
			<u>3,561,041,250</u>	<u>3,476,464,773</u>

5.1 These accounts carry profit rates ranging from 10.5% to 12.5% (2025: 8.5% to 11.5%) per annum. These include bank balance of Rs. 50.24 million (2025: Rs. 852.09 million) maintained with Bank Alfalah Limited (a related party), carrying profit rate of 12.5% (2025: 9.5%).

5.2 This includes Rs. 7.28 million (2025: 79.25 million) held with Bank Alfalah Limited (a related party).

6	INVESTMENTS	Note	2026	2025
			----- Rupees -----	-----
	At fair value through profit or loss			
	Corporate sukuk certificates	6.1	484,024,102	909,869,425
	Short term sukuk certificates	6.2	1,000,000,000	527,000,000
	Government of Pakistan (GoP) Ijara Sukuks	6.3	43,846,464	589,790,266
	Musharakah Certificates	6.4	-	-
	Bai' Muajjal receivables	6.5	-	-
			<u>1,527,870,566</u>	<u>2,026,659,691</u>

6.1 Corporate sukuk certificates - Secured

Name of the security	Profit payments / principle redemptions	Profit rate	Issue date	Maturity date	Number of certificates				Carrying Value as at June 30, 2026	Market Value as at June 30, 2026	Unrealised appreciation / (diminution)	Market Value as a percentage of	
					As at July 1, 2025	Purchased during the year	Sold / matured during the year	As at June 30, 2026				Net assets of the Fund	Total investments of the Fund
-----Rupees -----%													
COMMERCIAL BANKS													
Dubai Islamic Bank Pakistan Limited (AA-, VIS, Face Value Rs. 1,000,000)	Semi-annually / at maturity	6M KIBOR + 0.7%	December 2, 2022	February 12, 2032	222	-	-	222	223,401,486	224,220,000	818,514	4.36	14.68
ENGINEERING													
Mughal Iron & Steel Industries Limited (AA+, PACRA, Face Value Rs. 187,500)	Quarterly	3M KIBOR + 1.3%	March 2, 2021	March 2, 2026	240	-	240	-	-	-	-	-	-
POWER GENERATION & DISTRIBUTION													
K-Electric Limited (AA, PACRA, Face Value Rs. 1,250)	Quarterly	3M KIBOR + 1.7%	August 3, 2020	August 3, 2027	11,500	-	-	11,500	14,550,956	14,468,538	(82,418)	0.28	0.95
Pakistan Energy Sukuk II * (AAA, VIS, Face Value Rs. 5,000)	Semi-Annually	6M KIBOR + 0.1%	May 21, 2020	May 21, 2030	23,000	-	23,000	-	-	-	-	-	-
PHARMACEUTICAL													
OBS AGP (Pvt.) Limited (A+ VIS, Face Value Rs. 1,000,000)	Quarterly	3M KIBOR + 1.6%	November 29, 2023	November 29, 2030	25	-	-	25	20,643,063	20,487,864	(155,199)	0.40	1.34
FOODS													
Sunridge Foods Limited (AAA, VIS, Face Value Rs. 1,000,000)	Semi-Annually	6 Months KIBOR + 0.7%	May 19, 2025	May 19, 2030	100	-	-	100	100,000,000	99,847,700	(152,300)	1.94	6.54
STEEL													
Mughal Iron And Steel Industries Limited - Sukuk V (Face Value Rs. 1,000,000)	Quarterly	3 Months KIBOR + 1.45%	April 21, 2025	July 21, 2026	375	-	250	125	125,000,000	125,000,000	-	2.43	8.18
Total as on June 30, 2026									483,595,505	484,024,102	428,597	9.41	31.69
Total as on June 30, 2025									910,266,383	909,869,425	(396,958)	16.69	44.87

* This corporate sukuk is listed on Pakistan Stock Exchange Limited (PSX).

6.2 Short term sukuk certificates - Secured

Name of the security	Profit payments / principle redemptions	Profit rate	Issue date	Maturity date	Number of certificates				Carrying Value as at June 30, 2026	Market Value as at June 30, 2026	Unrealised appreciation / (diminution)	Market Value as a percentage of	
					As at July 1, 2025	Purchased during the year	Sold / matured during the year	As at June 30, 2026				Net assets of the Fund	Total investments of the fund
-----Rupees -----%													
Pakistan Telecommunication Company Limited (Face Value Rs. 1,000,000)	Quarterly	3M KIBOR + 0.0%	January 3, 2025	July 3, 2025	84	-	84	-	-	-	-	-	-
RYK Mills Limited (Face Value Rs.1,000,000)	Semi-Annually	6M KIBOR + 1.5%	February 2, 2025	August 11, 2025	300	-	300	-	-	-	-	-	-
Lucky Electric Power Company Limited (Face Value Rs.1,000,000)	Semi-Annually	11.91%	February 14, 2025	August 15, 2025	46	-	46	-	-	-	-	-	-
Ismail Industries Limited (Face Value Rs. 1,000,000)	Semi-Annually	3M KIBOR + 0.1%	February 18, 2025	August 18, 2025	97	-	97	-	-	-	-	-	-
Pakistan Telecommunication Company Limited STS- XIV (A-1+, VIS, Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor	July 11, 2025	January 12, 2026	-	237	237	-	-	-	-	-	-
Air Link Communication Limited - Sukuk Certificate STS-VI (A-1+, VIS, Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor + 1.2%	July 21, 2025	January 21, 2026	-	200	200	-	-	-	-	-	-
Lucky Electric Power Company Limited - Sukuk Certificate STS-XXI (A-1+, VIS Face value: Rs. 1,000,000)	Quarterly	3M Kibor - 0.15%	August 18, 2025	February 18, 2026	-	304	304	-	-	-	-	-	-
Pakistan Telecommunication Company Limited STS- XV (A-1+, VIS, Face value: Rs. 1,000,000)	Quarterly	3M Kibor + 0.5%	September 18, 2025	March 18, 2026	-	197	197	-	-	-	-	-	-
Sadaqat Limited (A-1+, VIS, Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor + 1.35%	September 19, 2025	March 19, 2026	-	170	170	-	-	-	-	-	-
Air Link Communication Limited - Sukuk Certificate STS-VII (A-1+, VIS Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor + 1.2%	September 23, 2025	March 23, 2026	-	350	350	-	-	-	-	-	-

Name of the security	Profit payments / principle redemptions	Profit rate	Issue date	Maturity date	Number of certificates				Carrying Value as at June 30, 2026	Market Value as at June 30, 2026	Unrealised appreciation / (diminution)	Market Value as a percentage of	
					As at July 1, 2025	Purchased during the year	Sold / matured during the year	As at June 30, 2026				Net assets of the Fund	Total investments of the fund
----- Rupees ----- % -----													
Beacon Impex (Private) Limited (A, PACRA, Face value: Rs. 1,000,000)	Quarterly	3M Kibor + 1.5%	September 24, 2025	March 24, 2026	-	150	150	-	-	-	-	-	-
Nishat Mills Limited STS- III (AA, VIS, Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor+00%	November 6, 2025	May 6, 2026 -	-	25	25	-	-	-	-	-	-
Matco Foods Limited STS- I (A1, VIS, Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor + 1%	February 26, 2026	August 26, 2026	-	100	100	-	-	-	-	-	-
Zarea Limited STS- I (A1, PACRA, Face value: Rs. 1,000,000)	Semi-Annually	6M Kibor + 2.5%	January 23, 2026	July 23, 2026	-	150	-	150	150,000,000	150,000,000	-	2.92	9.82
Air Link Communication Limited STS - IX (A1, PACRA, Face Value Rs. 1,000,000)	Semi-Annually	6M Kibor + 1.25%	February 24, 2026	August 24, 2026	-	100	-	100	100,000,000	100,000,000	-	1.95	6.55
Daewoo Pakistan Express Bus Services Limited STS- II (A1, PACRA, Face Value Rs. 1,000,000)	Semi-Annually	6M Kibor + 2.5%	February 23, 2026	August 23, 2026	-	200	-	200	200,000,000	200,000,000	-	3.89	13.09
Alliance Sugar Mills Limited STS (A1, VIS, Face Value Rs. 1,000,000)	Semi-Annually	6M Kibor + 2%	March 26, 2026	September 25, 2026	-	200	-	200	200,000,000	200,000,000	-	3.89	13.09
Burj Clean Energy Modaraba STS-II (A1, VIS, Face Value Rs. 1,000,000)	Semi-Annually	6M Kibor + 2%	April 23, 2026	October 23, 2026	-	100	-	100	100,000,000	100,000,000	-	1.95	6.55
Masood Spinning Mills Limited STS-III (A1, PACRA, Face Value Rs. 1,000,000)	Monthly	1M Kibor + 1.25%	June 29, 2026	December 29, 2026	-	250	-	250	250,000,000	250,000,000	-	4.86	16.36
Total as on June 30, 2026									1,000,000,000	1,000,000,000	-	19.46	65.46
Total as on June 30, 2025									527,000,000	527,000,000	-	9.66	26.00

6.3 Government of Pakistan (GoP) Ijara Sukuks - Secured

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	Number of certificates				Carrying Value as at June 30, 2026	Market Value as at June 30, 2026	Unrealised appreciation / (diminution)	Market value as a percentage of	
					As at July 01, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026				Net assets of the Fund	Total investments of the Fund
----- Rupees ----- % -----													
Variable rate													
GoP Ijara Sukuk (VRR) - 05 years*	Semi-Annually / At maturity	December 9, 2020	December 9, 2025	Weighted Average 6 months T-bills	-	10,000	10,000	-	-	-	-	-	-
GoP Ijara Sukuk (VRR) - 05 years*	Semi-Annually / At maturity	December 04, 2023	December 4, 2028	Weighted Average 6 months T-bills	1,500	-	1,500	-	-	-	-	-	-
GoP Ijara Sukuk (VRR) - 03 years**	Semi-Annually / At maturity	June 28, 2024	June 28, 2027	Weighted Average 6 months T-bills	-	1	-	1	5,062	5,016	(46)	-	-
GoP Ijara Sukuk (VRR) - 03 years**	Semi-Annually / At maturity	January 24, 2024	January 24, 2027	Weighted Average 6 months T-bills	-	1	-	1	5,080	5,008	(72)	-	-
GoP Ijara Sukuk (VRR) - 05 years**	Semi-Annually / At maturity	September 18, 2024	September 18, 2029	Weighted Average 6 months T-bills	100	4	-	104	529,502	520,000	(9,502)	0.01	0.03
GoP Ijara Sukuk (VRR) - 03 years**	Semi-Annually / At maturity	September 18, 2024	September 18, 2027	Weighted Average 6 months T-bills	100	1	-	101	509,089	506,564	(2,525)	0.01	0.03
GoP Ijara Sukuk (VRR) - 03 years**	Semi-Annually / At maturity	October 21, 2024	October 21, 2027	Weighted Average 6 months T-bills	1,401	1	-	1,402	7,068,181	6,953,920	(114,261)	0.14	0.46
GoP Ijara Sukuk (VRR) - 05 years**	Semi-Annually / At maturity	October 21, 2024	October 21, 2029	Weighted Average 6 months T-bills	300	4	-	304	1,547,974	1,503,280	(44,694)	0.03	0.10
GoP Ijara Sukuk (VRR) - 05 years**	Semi-Annually / At maturity	January 9, 2025	January 9, 2028	Weighted Average 6 months T-bills	5,000	-	5,000	-	-	-	-	-	-
Fixed rate													
GoP Ijara Sukuk (FRR) - 05 years*	Semi-Annually / At maturity	December 15, 2021	December 15, 2026	11.40%	50	-	-	50	5,061,500	4,998,000	(63,500)	0.10	0.33
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	May 10, 2024	May 10, 2029	15.48%	-	16,000	16,000	-	-	-	-	-	-
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	June 28, 2024	June 28, 2029	15.10%	10,000	17,001	27,000	1	5,644	5,432	(212)	-	-
GoP Ijara Sukuk (FRR) - 03 years**	Semi-Annually / At maturity	June 28, 2024	June 28, 2027	15.80%	10,501	-	10,400	101	549,412	524,342	(25,070)	0.01	0.03
GoP Ijara Sukuk (FRR) - 03 years**	Semi-Annually / At maturity	September 18, 2024	September 18, 2027	13.89%	5,702	-	5,700	2	10,600	10,248	(352)	-	-
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	September 18, 2024	September 18, 2029	13.84%	12,501	-	12,400	101	547,673	527,675	(19,998)	0.01	0.03
GoP Ijara Sukuk (FRR) - 03 years**	Semi-Annually / At maturity	October 21, 2024	October 21, 2027	12.00%	200	19,200	19,400	-	-	-	-	-	-
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	October 21, 2024	October 21, 2029	12.53%	3,900	20,000	23,800	100	528,068	510,950	(17,118)	0.01	0.03
GoP Ijara Sukuk (FRR) - 03 years**	Semi-Annually / At maturity	January 9, 2025	January 9, 2028	11.49%	5,000	-	5,000	-	-	-	-	-	-
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	January 9, 2025	January 9, 2030	11.99%	5,000	-	4,801	199	1,022,164	997,189	(24,975)	0.02	0.07
GoP Ijara Sukuk (FRR) - 03 years**	Semi-Annually / At maturity	May 30, 2025	May 30, 2028	10.85%	7,500	-	7,500	-	-	-	-	-	-
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	May 30, 2025	May 30, 2030	10.87%	7,500	85,000	87,4205,080	-	25,427,460	24,805,640	(621,820)	0.48	1.62
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	September 30, 2025	September 30, 2030	11.14%	-	76,400	76,000	400	2,032,869	1,973,200	(59,669)	0.04	0.13
GoP Ijara Sukuk (FRR) - 03 years**	Semi-Annually / At maturity	January 22, 2026	January 22, 2029	9.63%	-	25,000	25,000	-	-	-	-	-	-
GoP Ijara Sukuk (FRR) - 05 years**	Semi-Annually / At maturity	January 22, 2026	January 22, 2031	9.87%	-	25,000	25,000	-	-	-	-	-	-

Name of the security	Profit payments / principal redemptions	Issue date	Maturity date	Profit rate	Number of certificates				Carrying Value as at June 30, 2026	Market Value as at June 30, 2026	Unrealised appreciation n/ (diminution)	Market value as a percentage of		
					As at July 01, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026				Net assets of the Fund	Total investments of the Fund	
												----- Rupees -----	----- % -----	
GoP Ijarah Sukuk (1 year)**	At maturity	July 26, 2024	July 25, 2025	15.15%	802	-	802	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	August 16, 2024	August 15, 2025	15.99%	18	-	18	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	September 18, 2024	September 17, 2025	15.00%	798	-	798	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	October 21, 2024	October 20, 2025	10.04%	6	20,000	20,006	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	November 7, 2024	November 6, 2025	10.02%	48	195,003	195,051	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	December 4, 2024	December 3, 2025	10.30%	2,614	36,600	39,214	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	January 9, 2025	January 8, 2026	10.02%	4	40,005	40,009	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	February 6, 2025	February 4, 2026	10.24%	5	30,000	30,005	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	August 21, 2025	August 20, 2026	10.37%	-	2	2	-	-	-	-	-	-	
GoP Ijarah Sukuk (1 year)**	At maturity	January 22, 2026	January 21, 2027	9.47%	-	50,000	50,000	-	-	-	-	-	-	
Total as on June 30, 2026									44,850,278	43,846,464	(1,003,814)	0.86	2.86	
Total as on June 30, 2025									575,663,283	589,790,266	14,126,983	10.81	29.10	

* These GoP Ijara Sukuks have nominal value of Rs. 100,000 each.

** These GoP Ijara Sukuks are listed on Pakistan Stock Exchange (PSX) and have nominal value of Rs. 5,000 each.

6.4 Musharakah Certificates

Name of the Bank	Issue date	Maturity date	Profit rate	Number of certificates				Carrying Value as at June 30, 2026	Market Value as at June 30, 2026	Unrealised appreciation / (diminution)	Market value as a percentage of		
				As at July 01, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026				Net assets of the Fund	Total investments of the Fund	
												----- Rupees -----	----- % -----
Meezan Bank Limited (AAA, PACRA)	September 23, 2025	September 30, 2025	10.65%	-	675,000,000	675,000,000	-	-	-	-	-	-	
Meezan Bank Limited (AAA, PACRA)	October 6, 2025	October 8, 2025	10.60%	-	200,000,000	200,000,000	-	-	-	-	-	-	
Allied Bank Limited - Islamic Banking (AAA, PACRA)	October 27, 2025	October 28, 2025	10.50%	-	600,000,000	600,000,000	-	-	-	-	-	-	
Bank Alfalah Limited -Islamic Banking (AAA, PACRA)	February 24, 2026	March 10, 2026	10.20%	-	220,000,000	220,000,000	-	-	-	-	-	-	
Bank Alfalah Limited - Islamic Banking (AAA, PACRA)	March 25, 2026	April 1, 2026	10.65%	-	500,000,000	500,000,000	-	-	-	-	-	-	
Total as on June 30, 2026				-	2,195,000,000	2,195,000,000	-	-	-	-	-	-	
Total as on June 30, 2025				-	6,400,000,000	6,400,000,000	-	-	-	-	-	-	

6.5 Bai' Muajjal receivables

Name of investee company	Rating (Long Term / Short Term)	Issue Date	Maturity date	Profit rate	Face value	Deferred income	Accrued profit	Carrying value as at June 30, 2026	Market value as a percentage of	
									net assets of the Fund	total investments of the Fund
----- Rupees -----									----- % -----	
United Bank Limited	AAA/A1+	August 12, 2025	November 10, 2025	10.70%	510,380,058	10,622,897	10,622,897	-	-	-
Pakistan Mortgage Refinance Company Limited	AAA/A1+	August 7, 2025	February 4, 2026	10.45%	509,725,756	26,414,267	26,414,267	-	-	-
Total as at June 30, 2026					1,020,105,814	37,037,164	37,037,164	-	-	-
Total as at June 30, 2025					-	-	-	-	-	-

6.6 Net unrealised (diminution) / appreciation on re-measurement of investments classified 'at fair value through profit or loss'

	Note	2026	2025
		----- Rupees -----	----- Rupees -----
Market value of investments	6.1, 6.2, 6.3, 6.4 & 6.5	1,527,870,566	2,026,659,691
Less: carrying value of investments	6.1, 6.2, 6.3, 6.4 & 6.5	(1,528,445,783)	(2,012,929,666)
		(575,217)	13,730,025

7 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Security deposit with National Clearing Company of Pakistan Limited		17,389,574	-
Prepayments		-	14,752
Profit receivable on:			
- Balances with banks		1,073,941	26,266,179
- Corporate sukuk certificates		39,489,028	26,170,212
- Government of Pakistan (GoP) Ijara Sukuks		625,119	1,656,394
Advance tax	7.1	4,426,998	4,390,631
		63,104,660	58,598,168

- 7.1 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However, during the current and prior years, withholding tax on profit on bank balances and debt instruments paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholders. As at reporting date the tax withheld on profit on bank balances and on debt instruments amounts to Rs. 4.43 million (2025: Rs. 4.39 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR), which was decided by the SHC in favour of FBR. Subsequently, a petition was filed in the Honourable Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other asset management companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on bank balances and on debt instruments received by the Fund has been shown as advance tax as at June 30, 2026 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	2026 ----- Rupees -----	2025
Remuneration payable to Management Company	8.1	1,945,140	5,924,703
Sindh Sales Tax payable on remuneration of the Management Company	8.2	465,746	888,706
Allocated expenses payable		-	963,479
Sindh Sales Tax payable on allocated expenses		-	144,522
Selling and marketing expenses payable		-	7,179,791
Sindh Sales Tax payable on selling and marketing expenses		-	1,077,100
Sales load payable		19,466	2,856
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	8.3	879,346	879,346
		3,309,698	17,060,503

- 8.1 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 maximum limit prescribed by SECP vide S.R.O. 600(I)/2025 dated April 10, 2025, i.e., 1.5% for the scheme categorised as income scheme. The remuneration is payable to the Management Company monthly in arrears. During the year, the Management Company has charged management fee at the rate ranging between 0.75% to 1.5% (2025: 0.96%) per annum of daily net assets of the Fund.
- 8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2025: 15%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.88 million (2025: Rs. 0.88 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan.

Had the provision not been made, the Net Asset Value per unit of the Fund would have been higher by Rs. 0.018 (2025: Rs. 0.017) per unit.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	Note	2026 ----- Rupees -----	2025 ----- Rupees -----
Remuneration payable to the Trustee	9.1	194,567	275,553
Sindh Sales Tax payable on remuneration of the Trustee	9.2	29,187	41,333
CDS charges payable		<u>1,545,919</u>	<u>1,688,654</u>
		<u>1,769,673</u>	<u>2,005,540</u>

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (2025: 0.075%) per annum of the average annual net assets of the Fund.

9.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2025: 15%) on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note	2026 ----- Rupees -----	2025 ----- Rupees -----
Fee payable	10.1	<u>193,977</u>	<u>275,411</u>

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged fee at the rate of 0.075% (2025: 0.075%) per annum of the daily net assets during the year ended June 30, 2026.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	2026 ----- Rupees -----	2025 ----- Rupees -----
Auditor's remuneration payable	161,936	280,459
Settlement charges payable	14,501	154,501
Brokerage expenses payable	545,192	1,585,560
Withholding tax payable on:		
- Redemption of units	2,694,299	20,081,247
- Dividend	-	27,111,786
Printing charges payable	208,656	219,437
Shariah advisory fee payable	241,319	630,903
Fees and subscriptions payable	427,680	394,178
Sales load payable	1,857,158	36,088,864
Legal and professional expense payable	171,715	-
Zakat payable	50,391	25,314
Other payable	<u>1,422,375</u>	<u>1,001,585</u>
	<u>7,795,222</u>	<u>87,573,834</u>

12 CONTINGENCIES AND COMMITMENTS

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

	2026	2025
	----- Rupees -----	
13 AUDITOR'S REMUNERATION		
Annual audit fee	178,533	162,303
Half yearly review of condensed interim financial statements	107,120	97,382
Fee for other certifications	71,413	64,921
Out of pocket expenses	35,707	32,461
	<u>392,773</u>	<u>357,067</u>
Sindh Sales Tax	31,423	28,565
	<u>424,196</u>	<u>385,632</u>

14 TOTAL EXPENSE RATIO

'The annualised Total Expense Ratio (TER) of the Fund for the year ended June 30, 2026 is 1.70% (2025: 1.72%) which includes 0.23% (2025: 0.29%) representing Government levies, sales taxes, and annual fee to the SECP. Pursuant to the amendments in the NBFC Regulations, 2008 by SECP vide Notification S.R.O. 600(I)/2025 dated April 10, 2025, the requirement related to maximum Total Expense Ratio limits has been removed as applicable to Collective Investment Schemes, effective from July 01, 2025.

15 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Further, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. During the year ended June 30, 2026, the Fund has distributed by way of cash dividend at minimum 90 percent of accounting income for the year as reduced by capital gains, whether realised or unrealised, to the unit holders. Accordingly, no provision for taxation has been recognised in the financial statements.

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

- 15.1** Through Finance Act, 2025, effective from July 1, 2025, amendment to the Income Tax Ordinance, 2001 was introduced through Section 151A whereby every custodian of debt securities including a banking company responsible to maintain Investor Portfolio Securities (IPS) Account on behalf of holder of a debt security shall at the time of disposal of debt securities including government securities deduct tax at the rate specified in the Income Tax Ordinance, 2001, on the gross amount of capital gain arising to such holder and deposit the same in government treasury. Accordingly, during the year, Rs. 1.395 million were withheld by the custodian on disposal of securities. The Fund received the exemption certificate subsequent to year end, however, such exemption certificate disallowed the refund of previously withheld tax, therefore, the amount has been recorded as an expense.

Through the Finance Act, 2026 an amendment was introduced in Clause 47 (B) of part IV of the Second schedule of the Income Tax Ordinance, 2001, whereby, payments made to collective investment schemes (CIS) were made exempt from withholding tax under section 151A.

16 EARNINGS PER UNIT (EPU)

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

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

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

Transactions with related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with related parties / connected persons are in the normal course of business, at contracted rates as duly approved by the Board of Directors.

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

Details of transactions and balances at year end with related parties / connected persons, other than those which have been disclosed else where in these financial statements, are as follows:

17.1 Unit holders' fund

2026										
As at July 01, 2025	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed/ conversion out / transfer out	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 assets value as at June 30, 2026 (Note 17.1.1)**	
Units					Rupees					
Associated companies / undertakings										
Alfalah Asset Management Limited - Management Company	-	3,138,564	247,217	2,696,887	688,894	-	350,000,000	25,569,250	200,000,000	71,535,749
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Moderate Allocation Plan	192,982	8,580	12,29445,480	168,376	19,959,839	900,000	1,271,573	5,000,000	17,484,398	
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Balanced Allocation Plan	415,057	-	19,777	197,755	237,079	42,928,723	2,045,474	21,300,000	24,618,588	
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Active Allocation Plan II	366	29	-	-	395	37,851	-	2,981	-	40,996
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Capital Preservation Plan IV	77	-	-	-	77	7,964	-	-	-	7,996
2025										
As at July 01, 2024	Issued for cash / conversion in / transfer in	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 assets value as at June 30, 2025 (Note 17.1.1)**	
Units					Rupees					
Associated companies / undertakings										
Alfalah Asset Management Limited - Management Company	-	-	-	-	-	-	-	-	-	-
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Moderate Allocation Plan	302,188	156	23,094	132,456	192,982	31,210,974	17,616	2,385,193	15,000,000	19,959,839
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Balanced Allocation Plan	860,228	409	55,459	501,039	415,057	88,847,187	46,107	5,727,985	56,300,000	42,928,723
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Active Allocation Plan II	-	322	44	-	366	-	36,284	4,523	-	37,851
Alfalah GHP Islamic Prosperity Planning Fund -										
Islamic Capital Preservation Plan IV	-	68	9	-	77	-	7,656	954	-	7,964
Alfalah GHP Islamic Prosperity Planning Fund II -										
Alfalah Islamic Capital Preservation Plan VI	-	-	-	-	-	-	-	-	-	-

17.1.1 This reflects the position of related parties / connected parties status as at June 30, 2026 and June 30, 2025.

* These amounts are based on transaction price.

** These amounts are based on the net asset value per unit at year end.

" These include transactions and balances in relation to the entities where common directorship / key executive / other connected persons that exists as at the year end. However, it does not include the transactions and balances whose status changed during the year."

	2026	2025
	----- Rupees -----	
17.2 Transactions during the year:		
Alfaluh Asset Management Limited - Management Company		
Remuneration of the Management Company	54,961,227	55,460,297
Sindh Sales Tax on remuneration of the Management Company	8,244,184	8,312,857
Allocated expenses	-	2,765,598
Sindh Sales Tax on allocated expenses	-	414,840
Selling and marketing expenses	-	17,422,651
Sindh Sales Tax on selling and marketing expenses	-	2,613,529
Sales load	656,632	997,543
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	3,280,328	4,311,053
Sindh Sales Tax on remuneration of the Trustee	492,049	646,658
CDS charges	-	29,071
Bank Alfalah Limited		
Profit on bank balances	7,510,487	15,856,298
Bank charges	4,193	2,989
Sales load	7,473,500	38,719,166
Musharakah Certificates - matured	720,000,000	-
Alfaluh Islamic Money Market Fund		
Corporate sukuks - sale	308,341,397	-
Alfaluh GHP Income Multiplier Fund		
Corporate sukuks - sale	458,843,178	-
Alfaluh GHP Cash Fund		
Corporate sukuks - sale	103,715,151	-
Alfaluh GHP Islamic Sovereign Plan - 2		
GoP Ijara sukuk certificates - purchased	-	829,407,800
Alfaluh Islamic Sovereign Plan - 1		
GoP Ijara sukuk certificates - purchased	-	251,825,000
Alfaluh GHP Islamic Sovereign Plan - 3		
GoP Ijara sukuk certificates - Sale	56,590,000	-
Alfaluh GHP Sovereign fund		
GoP Ijara sukuk certificates - purchased	113,180,000	-
17.3 Balances outstanding as at year end:		
Alfaluh Asset Management Limited - Management Company		
Remuneration payable	1,945,140	5,924,703
Sindh Sales Tax payable on remuneration of the Management Company	465,746	888,706
Allocated expenses payable	-	963,479
Sindh Sales Tax payable on allocated expenses	-	144,522
Selling and marketing expenses payable	-	7,179,791
Sindh Sales Tax payable on selling and marketing expenses	-	1,077,100
Sales load payable	19,466	2,856
Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	879,346	879,346
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	194,567	275,553
Sindh Sales Tax payable on remuneration of the Trustee	29,187	41,333
CDS charges payable	1,545,919	1,688,654
Security deposit	100,000	100,000
Bank Alfalah Limited		
Balances with banks	58,061,847	931,339,354
Profit receivable	410,193	4,533,858
Sales load payable	1,857,158	36,088,864

18 FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets

Balances with banks
Investments
Deposits and other receivables

Financial liabilities

Payable to Alfalah Asset Management Limited - Management Company
Payable to Central Depository Company of Pakistan Limited - Trustee
Dividend payable
Accrued expenses and other liabilities

2026		
At amortised cost	At fair value through profit or loss	Total
Rupees		
3,561,041,250	-	3,561,041,250
-	1,527,870,566	1,527,870,566
58,677,662	-	58,677,662
3,619,718,912	1,527,870,566	5,147,589,478
3,309,698	-	3,309,698
1,769,673	-	1,769,673
-	-	-
5,050,532	-	5,050,532
10,129,903	-	10,129,903

Financial assets

Balances with banks
Investments
Deposits and other receivables

Financial liabilities

Payable to Alfalah Asset Management Limited - Management Company
Payable to Central Depository Company of Pakistan Limited - Trustee
Dividend payable
Accrued expenses and other liabilities

2025		
At amortised cost	At fair value through profit or loss	Total
Rupees		
3,476,464,773	-	3,476,464,773
-	2,026,659,691	2,026,659,691
54,192,785	-	54,192,785
3,530,657,558	2,026,659,691	5,557,317,249
17,060,503	-	17,060,503
2,005,540	-	2,005,540
509,659	-	509,659
40,355,487	-	40,355,487
59,931,189	-	59,931,189

19 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

19.1 Market risk

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

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the SECP.

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

19.1.1 Currency risk

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

19.1.2 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest 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 interest rate profile of the Fund's interest bearing financial instruments, as at June 30, 2026, is as follows:

	2026	2025
	----- Rupees -----	
Variable rate instruments (financial assets)		
Bank balances	2,552,508,450	1,792,020,820
Corporate sukuk certificates	484,024,102	909,869,425
Short term sukuk certificates	1,000,000,000	527,000,000
Government of Pakistan (GoP) Ijara Sukuk Certificates	9,493,788	204,461,590
	4,046,026,340	3,433,351,835
Fixed rate instruments (financial assets)		
Government of Pakistan (GoP) Ijara Sukuk Certificates	34,352,676	385,328,676

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds KIBOR based bank balances, corporate sukuks, short term sukuks and GoP Ijara Sukuk certificates which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 40.46 million (2025: Rs. 34.33 million). This analysis assume that all other variables remain constant.

b) Sensitivity analysis for fixed rate instrument

The fund is exposed to fair value profit rate risk for investment in government securities.

In case of 100 basis points increase in profit rates on June 30, 2026, with all other variables held constant, the net income for the year and the net assets would have been lower by Rs. 2.83 million (2025: Rs. 25.87 million).

In case of 100 basis points decrease in profit rates on June 30, 2026, with all other variables held constant, the net income for the year and the net assets would have been higher by Rs. 3.39 million (2025: Rs. 30.11 million).

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

Particulars	2026					
	Effective yield / profit rate	Exposed to yield / profit risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
----- Rupees -----						

On-balance sheet financial instruments

Financial assets

Bank balances	10.5%-12.5%	2,552,508,450	-	-	1,008,532,800	3,561,041,250
Corporate sukuk certificates	13.12%	159,956,402	324,067,700	-	-	484,024,102
Short term sukuk certificates	13.30%	250,000,000	750,000,000	-	-	1,000,000,000
Government of Pakistan (GoP) Ijara Sukuks	11.04%	-	9,493,788	34,352,676	-	43,846,464
Deposits and other receivables		-	-	-	58,677,662	58,677,662
Sub total		2,962,464,852	1,083,561,488	34,352,676	1,067,210,462	5,147,589,478

Particulars	2026					Total
	Effective yield / profit rate	Exposed to yield / profit risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		

----- Rupees -----

Financial liabilities

Payable to Alfalah Asset Management

Limited - Management Company

Payable to Central Depository Company of

Pakistan Limited - Trustee

Dividend payable

Accrued and other liabilities

Sub total

-	-	-	3,309,698	3,309,698
-	-	-	1,769,673	1,769,673
-	-	-	-	-
-	-	-	5,050,532	5,050,532
-	-	-	10,129,903	10,129,903

On-balance sheet gap

2,962,464,852	1,083,561,488	34,352,676	1,057,080,559	5,137,459,575
---------------	---------------	------------	---------------	---------------

Off-balance sheet financial instruments

-	-	-	-	-
---	---	---	---	---

Off-balance sheet gap (b)

-	-	-	-	-
---	---	---	---	---

Total profit rate sensitivity gap

2,962,464,852	1,083,561,488	34,352,676
---------------	---------------	------------

Cumulative profit rate sensitivity gap

2,962,464,852	4,046,026,340	4,080,379,016
---------------	---------------	---------------

Particulars	2025					Total
	Effective yield / profit rate	Exposed to yield / profit risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		

----- Rupees -----

On-balance sheet financial instruments

Financial assets

Bank balances

9%

Corporate sukuk certificates

11%

Short term sukuk certificates

12%

Government of Pakistan (GoP) Ijara Sukuks

10%

Deposits and other receivables

Sub total

1,792,020,820	-	-	1,684,443,953	3,476,464,773
471,467,939	438,401,486	-	-	909,869,425
84,000,000	443,000,000	-	-	527,000,000
33,889,672	191,412,027	364,488,567	-	589,790,266
-	-	-	54,192,785	54,192,785
2,381,378,431	1,072,813,513	364,488,567	1,738,636,738	5,557,317,249

Financial liabilities

Payable to Alfalah Asset Management

Limited - Management Company

Payable to Central Depository Company of

Pakistan Limited - Trustee

Dividend payable

Accrued and other liabilities

Sub total

-	-	-	17,060,503	17,060,503
-	-	-	2,005,540	2,005,540
-	-	-	509,659	509,659
-	-	-	40,355,487	40,355,487
-	-	-	59,931,189	59,931,189

On-balance sheet gap

2,381,378,431	1,072,813,513	364,488,567	1,678,705,549	5,497,386,060
---------------	---------------	-------------	---------------	---------------

Off-balance sheet financial instruments

-	-	-	-	-
---	---	---	---	---

Off-balance sheet gap (b)

-	-	-	-	-
---	---	---	---	---

Total profit rate sensitivity gap

2,381,378,431	1,072,813,513	364,488,567
---------------	---------------	-------------

Cumulative profit rate sensitivity gap

2,381,378,431	3,454,191,944	3,818,680,511
---------------	---------------	---------------

19.1.3 Other Price risk

Other 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. As at June 30, 2026, the Fund is not exposed to other price risk.

19.2 Credit risk

19.2.1 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 and as listed in the offering document. 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 Fund does not expect to incur material credit losses on its financial assets.

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

	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 -----	
Bank balances	3,561,041,250	3,561,041,250	3,476,464,773	3,476,464,773
Investments	1,527,870,566	1,484,024,102	2,026,659,691	1,436,869,425
Advances, deposits, prepayments and other receivable	58,677,662	58,052,543	54,192,785	54,192,785
	5,147,589,478	5,103,117,895	5,557,317,249	4,967,526,983

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets excluding investment in government securities which are not exposed to credit risk as they are guaranteed by the Government of Pakistan.

19.2.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and related profit receivable thereon. The credit rating profile of balances with banks is as follows:

Banks	Rating agency	Rating (Short Term / Long Term)	2026	2025
			% of financial assets exposed to credit risk	% of financial assets exposed to credit risk
Soneri Bank Limited *	PACRA	A1+/AA	-	-
Bank Alfalah Limited	PACRA	A1+/AAA	1.62%	28.14%
MCB Bank Limited	PACRA	A1+/AAA	-	0.01%
Habib Bank Limited *	VIS	A1+/AAA	-	-
Dubai Islamic Bank Limited	VIS	A1+/AA	-	0.01%
Bank Islami Pakistan Limited	PACRA	A1/AA-	-	0.08%
National Bank of Pakistan	PACRA	A1+/AAA	0.02%	0.01%
Allied Bank Limited	PACRA	A1+/AAA	0.05%	1.86%
Meezan Bank Limited*	VIS	A1+/AAA	-	-
Habib Metropolitan Bank Limited*	PACRA	A1+/AAA	-	-
Faysal Bank Limited	PACRA	A1+/AA+	98.26%	48.66%
Al Baraka Bank (Pakistan) Limited	VIS	A1/AA-	0.05%	21.20%
Bank Al Habib Limited	PACRA	A1+/AAA	-	0.01%
U-Microfinance Bank Limited *	VIS	A1/A+	-	-
United Bank Limited *	VIS	A1+/AAA	-	-
The Bank of Punjab *	PACRA	A1+/AAA	-	-
Zarai Taraqati Bank Limited*	VIS	A1+ / AAA	-	-
Finca Microfinance Bank Limited*	PACRA	A3/BBB+	-	-
Askari Bank Limited *	PACRA	A1+ / AAA	-	-
			100.00%	100.00%

*Nil due to rounding off.

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

19.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk, the Fund has entered into transactions with credit worthy counterparties thereby mitigating any significant risk due to concentration of credit risk.

19.3 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.

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

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

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

2026				
Upto three months	More than three months and upto one year	More than one year and upto five years	Financial Instruments with no fixed maturity	Total

----- Rupees -----

Financial liabilities

Payable to Alfalah Asset Management Limited - Management Company
Payable to Central Depository Company of Pakistan Limited - Trustee
Dividend Payable
Accrued expenses and other liabilities

3,309,698	-	-	-	3,309,698
1,769,673	-	-	-	1,769,673
-	-	-	-	-
5,050,532	-	-	-	5,050,532
10,129,903	-	-	-	10,129,903

2025				
More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	Financial Instruments with no fixed maturity	Total

----- Rupees -----

Financial liabilities

Payable to Alfalah Asset Management Limited - Management Company
Payable to Central Depository Company of Pakistan Limited - Trustee
Dividend Payable
Accrued expenses and other liabilities

17,060,503	-	-	-	17,060,503
2,005,540	-	-	-	2,005,540
509,659	-	-	-	509,659
40,355,487	-	-	-	40,355,487
59,931,189	-	-	-	59,931,189

20 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 market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

Fair value hierarchy

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

Levels	Description	Valuation approach and input used
Level 1:	Quoted prices in active markets for identical assets or liabilities;	Listed government securities traded on PSX are valued at revaluation rates disseminated by PSX.
Level 2:	Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and	The government securities not listed on a stock exchange and traded are valued at the average rates quoted on electronic quotation system (PKRV / PKFRV / PKISRV). The fair value of debt securities (other than government securities) is based on value determined and announced by MUFAP.
Level 3:	Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).	Not applicable.

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

	2026			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
Financial assets 'at fair value through profit or loss'				
Investments				
Corporate sukuk certificates	-	484,024,102	-	484,024,102
Short term sukuk certificates	-	1,000,000,000	-	1,000,000,000
Government of Pakistan (GoP) Ijara Sukuks	38,848,464	4,998,000	-	43,846,464
	<u>38,848,464</u>	<u>1,489,022,102</u>	<u>-</u>	<u>1,527,870,566</u>
	</			

During year ended June 30, 2026, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

21 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 times during the life of the scheme. The Fund has maintained minimum size of one hundred million rupees at all times during the year.

22 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.

23 CORRESPONDING FIGURES

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

24 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

Category	As at 30 June 2026			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	4223	46,906,626	4,860,723,984	95%
Insurance Co.	1	1	60	0%
Retirement & Other Funds	22	2,232,732	231,848,710	5%
Others	54	349,039	46,375,153	1%
	4300	49,488,398	5,138,947,907	100%

Category	As at 30 June 2025			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	3493	41,297,347	4,271,322,642	78%
Insurance Co.	7	5,504,620	569,334,581	10%
Retirement & Other Funds	60	4,401,487	455,239,216	8%
Others	25	1,531,505	158,401,247	3%
	3585	52,734,959	5,454,297,686	100%

(ii) TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

	30 June 2025 %
AKD Securities Limited	62.85%
JS Global Capital Limited	16.62%
Optimus Markets Pvt Ltd	9.12%
NEXT CAPITAL Pvt Limited	5.08%
Arif Habib Limited	2.88%
No Broker	2.79%
Magenta Capital(Pvt)Ltd.	0.61%
BMA Capital Management Ltd	0.05%
	30 June 2025 %
AKD Securities Limited	65.20%
NEXT CAPITAL Pvt Limit	20.97%
JS Global Capital Limite	9.43%
CONTINENAL	3.29%
C&M Management (Priva	0.51%
ALFALAH CLSA SECURI	0.34%
Bright Capital Private Lim	0.11%
ICON Management	0.03%
Ismail Iqbal Securities (P	0.03%
MRA Securities Limited	0.03%
No Broker	0.03%
SUMMIT CAPITAL MARK	0.03%
Arif Habib Limited	0

(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 Khorro – 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 Khorro – 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 - AGISIF

	30 June 2026	30 June 2025	30 June 2024	30 June 2023	30 June 2022	30 June 2021
	----- (Rupees in '000) -----					
Net Assets	5,138,948	5,454,298	3,824,729	3,824,729	6,391,206	7,628,686
NAV per unit	103.8415	103.4285	103.2833	102.8265	102.3990	102.1553
Selling price per unit	106.2299	105.8074	104.4504	103.9884	103.5561	103.3097
Redemption price per unit	103.8415	103.4285	103.2833	102.8265	102.3990	102.1553
Highest selling price per unit	114.1415	119.9965	128.2726	118.4682	108.1036	103.8015
Highest redemption price per unit	111.5753	117.2986	125.3074	117.1445	106.8957	102.6416
Lowest selling price per unit	105.8284	104.5224	104.2045	103.5910	103.3202	103.1530
Lowest redemption price per unit	103.4491	103.2833	103.0401	102.4335	102.1657	102.0004
1st interim distribution per unit	Nil	Nil	Nil	Nil	0.4604	0.05686
Interim distribution date	N/A	N/A	N/A	N/A	29-Jul-21	29-Jul-20
2nd interim distribution per unit	Nil	Nil	Nil	Nil	1.0816	0.6052
Interim distribution date	N/A	N/A	N/A	N/A	26-Aug-21	1-Sep-20
3rd interim distribution per unit	Nil	Nil	Nil	Nil	0.7789	0.4775
Interim distribution date	N/A	N/A	N/A	N/A	29-Sep-21	30-Sep-20
4th interim distribution per unit	Nil	Nil	Nil	Nil	0.5831	0.4672
Interim distribution date	N/A	N/A	N/A	N/A	29-Oct-21	28-Oct-20
5th interim distribution per unit	Nil	Nil	Nil	Nil	0.4187	0.5375
Interim distribution date	N/A	N/A	N/A	N/A	27-Nov-21	28-Nov-20
6th interim distribution per unit	Nil	Nil	Nil	Nil	0.73	0.5044
Interim distribution date	N/A	N/A	N/A	N/A	28-Dec-21	29-Dec-20
7th interim distribution per unit	Nil	Nil	Nil	Nil	Nil	0.4842
Interim distribution date	N/A	N/A	N/A	N/A	N/A	28-Jan-21
8th interim distribution per unit	Nil	Nil	Nil	Nil	Nil	0.5459
Interim distribution date	N/A	N/A	N/A	N/A	N/A	25-Feb-21
9th interim distribution per unit	Nil	Nil	Nil	Nil	Nil	0.4654
Interim distribution date	N/A	N/A	N/A	N/A	N/A	27-Mar-21
10th interim distribution per unit	Nil	Nil	Nil	Nil	Nil	0.6118
Interim distribution date	N/A	N/A	N/A	N/A	N/A	30-Apr-21
11th interim distribution per unit	Nil	Nil	Nil	Nil	Nil	0.4873
Interim distribution date	N/A	N/A	N/A	N/A	N/A	28-May-21
Final distribution per unit	8.1468	14.0397	21.24	14.7455	4.7082	0.4686
Final distribution date	18-Jun-26	23-Jun-25	22-Jun-24	23-Jun-23	24-Jun-22	26-Jun-21
Annualized returns	8.31%	10.42%	21.13%	14.88%	9.09%	6.40%
Income distribution	7.88%	13.59%	20.66%	14.40%	8.58%	5.60%
Weighted avg. portfolio duration	0.46 Yr	1.39 Yrs%	2.09 Yrs%	2.50Yrs	1.84Yrs	2.06Yrs

Return since inception is 7.81%

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

**Alfalah
GHP Islamic
Dedicated Equity 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 Meezan Bank Limited Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan
Auditors:	Yousuf Adil Chartered Accountants. Cavish Court, A-35 Shahrah-e-Faisal Road, Bangalore Town Block A Bangalore Town, 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:	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

Alfalah GHP Islamic Dedicated Equity Fund

Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Shariah compliant Islamic Equity Scheme (Previously Shariah Compliant Asset Allocation Scheme)

Investment Objective

The investment objective of Alfalah GHP Islamic Dedicated Equity Fund (AGIDEF) is seeking long term capital appreciation and income from a diversified portfolio developed in consistence with the principles of Shariah.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive and attractive return as compared to peer funds via investments in Shariah Compliant avenues.

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.

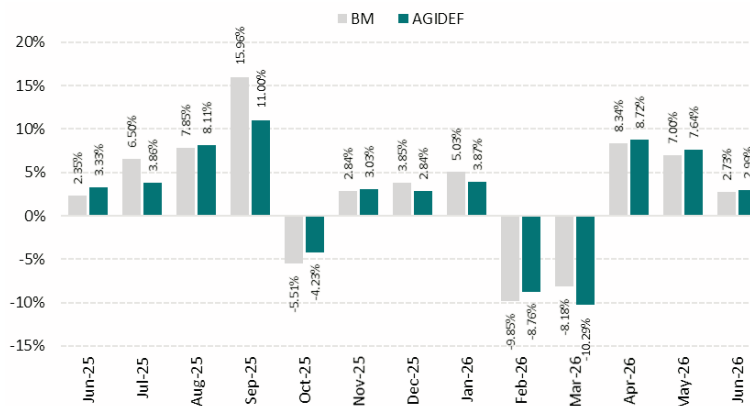
Investor confidence gradually recovered during the latter part of the review period as geopolitical conditions improved, Saudi financial assistance and successful international debt issuances strengthened external financing prospects, and record workers' remittances reinforced macroeconomic stability. 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.

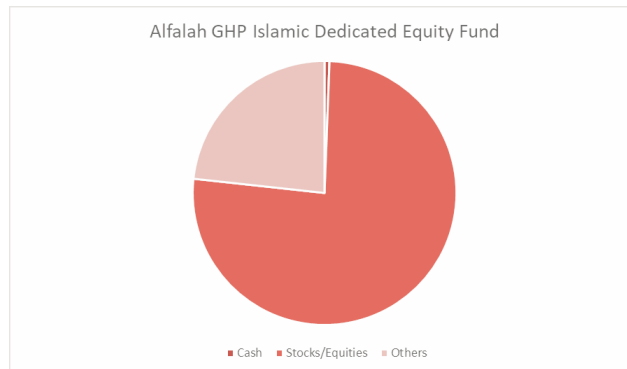
Fund Performance

During the year, the fund generated a return of 29.6% compared to the benchmark 39.18%.

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 Shahra-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 DEDICATED EQUITY 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 GHP Islamic Dedicated Equity 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: August 27, 2026



September 17, 2026

AHSA/SSR/AAML/AGIDEF/614



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 Dedicated Equity Fund (AGIDEF) managed by Alfalah Asset Management Limited is Compliant and in accordance with Shariah principles.

During the year, Alfalah GHP Islamic Dedicated Equity Fund (AGIDEF) booked charity amounting to PKR 442,926/-.

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



Faraz Younus Bandukda, CFA
Chief Executive



Mufti Javed Ahmed
Shariah Board Member
Alfalah Asset Management Limited



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 Dedicated Equity 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 GHP Islamic Dedicated Equity 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

INDEPENDENT AUDITOR'S REPORT

To The Unit Holders of Alfalah GHP Islamic Dedicated Equity Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Alfalah GHP Islamic Dedicated Equity Fund** (the Fund), which comprise the statement of assets and liabilities as at **June 30, 2026**, the income statement, statement of comprehensive income, statement of movement in unit holders' fund, cash flow statement for the year then ended and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 and Alfalah Asset Management Limited (the Management Company) 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.

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 of the Fund, our auditor's report thereon and the information related to any other Fund.

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

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

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

The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the 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, the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

YA



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.

Report on Other Legal and Regulatory Requirements

In our opinion, the accompanying 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 **Arif Nazeer**.

Yousuf Adil
Chartered Accountants

Place: Karachi

Date: September 29, 2026

UDIN: AR202610099phjIPzeGx

ALFALAH GHP ISLAMIC DEDICATED EQUITY FUND**STATEMENT OF ASSETS AND LIABILITIES***AS AT JUNE 30, 2026*

	Note	----- (Rupees) -----	
ASSETS			
Bank balances	5	933,158	730,745
Investments	6	120,193,922	54,476,864
Receivable against sale of investments		34,041,632	-
Security deposits	7	2,600,000	2,600,000
Advance, dividend, profit and other receivables	8	170,177	352,997
Total assets		157,938,889	58,160,606
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	9	521,157	338,948
Payable to Central Depository Company of Pakistan Limited - Trustee	10	36,664	9,950
Payable to the Securities and Exchange Commission of Pakistan	11	15,084	8,456
Accrued expenses and other liabilities	12	1,931,570	1,493,333
Total liabilities		2,504,475	1,850,687
NET ASSETS		155,434,414	56,309,919
UNIT HOLDERS' FUND (AS PER THE STATEMENT ATTACHED)		155,434,414	56,309,919
Contingencies and commitments	14	----- (Number of units) -----	
Number of units in issue		1,256,076	589,755
		----- (Rupees) -----	
Net asset value per unit		123.7460	95.4802

The annexed notes from 1 to 26 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 DEDICATED EQUITY FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 ----- (Rupees) -----	2025 -----
INCOME			
Profit on bank balances		9,947	17,807
Dividend income		5,697,892	3,688,661
Gain on sale of investments - net		22,618,400	29,087,008
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'-net	6.3	2,929,359	9,715,646
Total income		31,255,598	42,509,122
EXPENSES			
Remuneration of Alfalah Asset Management Limited - Management Company	9.1	5,134,242	2,204,816
Sindh Sales Tax on remuneration of the Management Company	9.2	770,136	330,723
Allocated expenses	9.3	-	131,970
Sindh Sales Tax on allocated expense	9.4	-	19,796
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	342,404	170,970
Sindh Sales Tax on remuneration of the Trustee	10.2	51,361	25,645
CDS Charges		23,914	12,282
Fee to the Securities and Exchange Commission of Pakistan	11.1	162,780	81,203
Bank and settlement charges		114	238
Auditors' remuneration	15	658,457	568,641
Shariah audit and advisory fee		280,838	-
Brokerage and transaction costs		1,365,679	907,914
NCCPL charges		329,578	-
Charity expense		442,926	125,284
Reimbursement from Management Company	8.1	-	(255,000)
Printing and related costs		-	30,000
Legal and professional expenses		168,674	215,050
Total expenses		9,731,103	4,569,532
Net income for the year before taxation		21,524,495	37,939,590
Taxation	16	-	-
Net income for the year after taxation		21,524,495	37,939,590
Allocation of net income for the year			
Net income for the year after taxation		21,524,495	37,939,590
Income already paid on units redeemed		(7,780,399)	(20,527,081)
		13,744,096	17,412,509
Accounting income available for distribution			
Relating to capital gains		25,547,759	38,802,654
Excluding capital gains		(11,803,663)	(21,390,145)
		13,744,096	17,412,509

Earnings per unit

17

The annexed notes from 1 to 26 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 DEDICATED EQUITY FUND
STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2026

	2026 ----- (Rupees) -----	2025 -----
Net income for the year after taxation	21,524,495	37,939,590
Other comprehensive income for the year	-	-
Total comprehensive income for the year	21,524,495	37,939,590

The annexed notes from 1 to 26 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 DEDICATED EQUITY FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS

FOR THE YEAR ENDED JUNE 30, 2026

	2026			2025		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	----- Rupees -----			----- Rupees -----		
Net assets at beginning of the year	358,673,227	(302,363,308)	56,309,919	396,306,224	(319,775,817)	76,530,407
Issuance of 2,281,733 units (2025: 1,081,030 units)						
- Capital value (at net asset value per unit at the beginning of the year)	217,860,333	-	217,860,333	68,215,241	-	68,215,241
- Element of income	52,139,667	-	52,139,667	28,374,681	-	28,374,681
Total proceeds on issuance of units	270,000,000	-	270,000,000	96,589,922	-	96,589,922
Redemption of 1,615,412 units (2025: 1,704,078 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(154,239,896)	-	(154,239,896)	(107,530,911)	-	(107,530,911)
- Element of income	(30,379,705)	(7,780,399)	(38,160,104)	(26,692,008)	(20,527,081)	(47,219,089)
Total payments on redemption of units	(184,619,601)	(7,780,399)	(192,400,000)	(134,222,919)	(20,527,081)	(154,750,000)
Total comprehensive income for the year	-	21,524,495	21,524,495	-	37,939,590	37,939,590
Net assets at end of the year	444,053,626	(288,619,212)	155,434,414	358,673,227	(302,363,308)	56,309,919
Accumulated loss brought forward						
- Realised loss		(312,078,954)			(339,158,208)	
- Unrealised gain		9,715,646			19,382,391	
		(302,363,308)			(319,775,817)	
Accounting income available for distribution						
- Relating to capital gains	25,547,759			38,802,654		
- Excluding capital gains	(11,803,663)			(21,390,145)		
	13,744,096			17,412,509		
Accumulated loss carried forward		(288,619,212)			(302,363,308)	
Accumulated loss carried forward						
- Realised loss		(291,548,571)			(312,078,954)	
- Unrealised gain		2,929,359			9,715,646	
		(288,619,212)			(302,363,308)	
Net asset value per unit at the beginning of the year	95.4802			63.1021		
Net asset value per unit at the end of the year	123.7460			95.4802		

The annexed notes from 1 to 26 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 DEDICATED EQUITY FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 ----- (Rupees) -----	2025 -----
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		21,524,495	37,939,590
Adjustments for:			
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'-net	6.3	(2,929,359)	(9,715,646)
Reimbursement from Management Company		-	(255,000)
		18,595,136	27,968,944
(Increase) / decrease in assets			
Investments - net		(62,787,699)	30,138,678
Receivable against sale of investments		(34,041,632)	-
Advance, dividend, profit and other receivables		182,820	(43,362)
		(96,646,511)	30,095,316
Increase / (decrease) in liabilities			
Payable to Alfalah Asset Management Limited - Management Company		182,209	(7,389)
Payable to Central Depository Company of Pakistan Limited - Trustee		26,714	(57,112)
Payable to the Securities and Exchange Commission of Pakistan		6,628	(15,332)
Accrued expenses and other liabilities		438,237	(304,229)
		653,788	(384,062)
Net cash (used in) / generated from operating activities		(77,397,587)	57,680,198
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received against issuance of units		270,000,000	96,589,922
Payment made against redemption of units		(192,400,000)	(154,750,000)
Dividend paid		-	-
Net cash generated from / (used in) financing activities		77,600,000	(58,160,078)
Net increase / (decrease) in cash and cash equivalents during the year		202,413	(479,880)
Cash and cash equivalents at the beginning of the year		730,745	1,210,625
Cash and cash equivalents at the end of the year	5	933,158	730,745

The annexed notes from 1 to 26 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 DEDICATED EQUITY FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah GHP Islamic Dedicated Equity Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between Alfalah Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on April 06, 2017, and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules, 2003 (NBFC Rules).
- 1.2** Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Trust Act). Consequently, as empowered under the Eighteen Amendment the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 9, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP. The registered office of the Management Company is situated at Islamic Chambers of Commerce, Industry & Agriculture Building, 2nd Floor, ST-2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
- 1.4** Alfalah GHP Islamic Dedicated Equity Fund is an Open-end Shariah Compliant Islamic Equity Fund. The objective of The Fund is to provide other 'Fund of Funds' Schemes an avenue for Investing in Shariah Compliant Equities.
- 1.5** VIS Credit Rating Company Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on January 26, 2026 [June 30, 2025: AM1(stable outlook) dated January 2, 2025 by VIS Credit Rating Limited].

Title to the assets of the Fund are held in the name of CDC as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

2.2 Basis of measurement

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

2.3 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 Pakistani Rupee, which is the functional and presentation currency of the Fund. All figures have been rounded off to the nearest Pakistani Rupee.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan, requires management to make estimates, judgments and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate are revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both the current and future periods. Information about the judgments made by management in the application of the accounting policies, that have the most significant effect on the amount recognised in these financial statements, are given below:

- (i) Classification and measurement of financial assets (notes 4.2.1, 4.2.2, and 6); and
- (ii) Impairment of financial assets (note 4.2.3).

3 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO THE PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

3.2 New approved accounting standards, amendments and IFRS interpretations that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2026. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on the Fund's financial statements except for:

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Cash and cash equivalents

Cash and cash equivalents comprise bank balances and short-term highly liquid investments with original maturities of three months or less, that are readily convertible to known amount of cash, are subject to insignificant change in value, and are held for the purpose of meeting short term cash commitments.

4.2 Financial Instruments

4.2.1 Initial recognition and measurement

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

Financial liabilities are not recognised unless one of the parties has performed its part of the contract or the contract is a derivative contract.

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, as appropriate, on initial recognition. Transaction costs pertaining to financial assets or financial liabilities at fair value through profit or loss are recognised in the income statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Financial assets

There are three principal classification categories for financial assets:

- At amortised cost ("AC");
- At fair value through other comprehensive income ("FVTOCI"); and
- At fair value through profit or loss ("FVTPL").

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

Financial asset at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL;

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset classified at amortised cost is subsequently carried at amortised cost using the effective interest method. Gains or losses are also recognised in the income statement when financial assets carried at amortised cost are derecognised or impaired.

Financial asset at FVTOCI

A financial asset is classified at FVTOCI only if it meets both of the following conditions and is not designated as FVTPL:

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI, and only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI, except for the recognition of impairment losses. In case of debt instrument, when the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to income statement. In case of equity instrument, when the financial asset is derecognised there is no subsequent reclassification of fair value gains and losses to income statement.

Financial asset at FVTPL

All other financial assets are classified as FVTPL (for example: Equity securities held for trading and debt securities not classified either as AC or FVTOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset, that otherwise meets the requirements to be measured at amortised cost or at FVTOCI, as at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Fund changes its business model for managing financial assets

Financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the income statement.

4.2.2.2 Financial liabilities

The Fund classifies its financial liabilities in the following categories: IFRS 9 has provided two principal classification categories for financial liabilities:

- At amortised cost ("AC"); and
- At fair value through profit or loss ("FVTPL").

Financial liabilities are measured at amortised cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Fund has opted to measure them at FVTPL.

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in income statement.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to income statement.

4.2.3 Impairment of financial assets

Under expected credit loss (ECL) model of IFRS 9, the Fund recognises loss allowances for ECLs on financial assets other than debt securities. The Fund measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- Financial assets that are determined to have low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

The SECP through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of International Financial Reporting Standard (IFRS) 9 'Financial Instruments' in relation to debt securities for mutual funds. Accordingly, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities. As allowed under circular no. 13 of 2009 dated May 04, 2009 issued by the SECP, the Management Company may also make provision against debt securities over and above minimum provision requirement prescribed in aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Management Company on its website.

4.2.4 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all risks and rewards of ownership.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

4.2.5 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of equity securities:

The fair value of shares of listed companies is based on their prices quoted on the Pakistan Stock Exchange Limited at the reporting date without any deduction for estimated future selling costs.

4.2.6 Regular way contracts

All purchases and sales of securities that require delivery within the timeframe established by regulation or market convention are recognised at the trade date, i.e. the date on which the Fund commits to purchase or sell assets.

4.2.7 Offsetting of financial assets and 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.

4.3 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement, each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

4.4 Provisions

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

4.5 Collaterals

Cash collaterals provided by the Fund are identified in the statement of assets and liabilities as margin and are not included as a component of cash and cash equivalents. For collaterals other than cash, if the party to whom the collaterals are provided has a right by contract or custom to sell or re-pledge the collaterals, the Fund classifies such collaterals in the statement of assets and liabilities separately from other assets and identifies the assets as pledged collaterals. Where the party to whom the collaterals are provided does not have the right to sell or re-pledge, a disclosure of the collaterals provided is made in the notes to the financial statements.

4.6 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

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

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, to its unit holders.

4.7 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 of the Fund in circulation at the year-end.

4.8 Issuance and redemption of units

Units issued are recorded at the offer price, prevalent on the day on which the applications for purchase of units are received, however, units are issued on the receipt of cash / realisation of cheques. The offer price represents the net asset value per unit as at the close of the business day plus the allowable front-end sales load and provision of any duties and charges, if applicable. The sales load is payable to the Management Company / distributor.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less any back-end load and an amount that the Management Company may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

4.9 Distributions to unit holders

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on MUFAP's guidelines (duly consented upon by the SECP), distribution for the year is deemed to comprise of the portion of amount 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 period in which such distributions are declared and approved by the Board of Directors of the Management Company.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted for the effect of refund of capital, if any, based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the year of investment

4.10 Element of income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net asset value per unit on the issuance or redemption date, as the case may be, of units and the net asset value per unit at the beginning of the relevant accounting period. 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 net asset value 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.

4.11 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Dividend income on equity securities is recognised in the income statement when the right to receive the dividend is established.
- Income on bank balances, placements and term deposits are recognised on accrual basis.

4.12 Treatment of Shariah non-compliant Income

Income earned by the Fund may contain Shariah non-compliant income. The Fund is required to 'purify' the income it receives by excluding the element of impermissible income as charity. Such purification is carried out in accordance with the guidelines approved by the Shariah Advisor of the Fund. The charity has been recorded as an expense in the "Income statement" in the financial statement of the Fund.

4.13 Expenses

All expenses including Management fee, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

4.14 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of 5 years in accordance with the requirements set out in the Trust Deed of the Fund.

5 BANK BALANCES

	Note	2026 ----- (Rupees) -----	2025 -----
Balances with banks in:			
- Savings accounts	5.1	138,037	73,725
- Current account	5.2	795,121	657,020
		<u>933,158</u>	<u>730,745</u>

5.1 These accounts carry profit rates ranging between 6.5% to 10.75% (2025: 6.33% to 10.22%) per annum. These include bank balance of Rs. 0.01 million (2025: Rs. 0.005 million) maintained with Bank Alfalah Limited - Islamic Banking Division, a related party, carrying profit at the rate of 7% (2025: 10.22%) per annum.

5.2 This current account is maintained with Bank Alfalah Limited - Islamic Banking Division (a related party).

6 INVESTMENTS

	Note	2026 ----- (Rupees) -----	2025 -----
At fair value through profit or loss			
Listed equity securities	6.1	120,193,922	54,201,644
Exchange traded fund	6.2	-	275,220
		<u>120,193,922</u>	<u>54,476,864</u>

6.1 Listed equity securities

Fully paid up ordinary shares with a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	Note	As at July 01, 2025	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2026	As at June 30, 2026			Market Value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total Investments	
(Number of shares)							(Rupees)			-%		
Commercial banks												
Faysal Bank Limited	6.1.3	13,264	-	-	13,264	-	-	-	-	-	-	-
Meezan Bank Limited		14,819	92,751	-	85,461	22,109	10,754,271	11,418,414	664,143	7.35	9.50	0.06
Bank Islami Pakistan Limited		-	44,000	-	44,000	-	10,754,271	11,418,414	664,143	7.35	9.50	0.06
Investment Banks												
Engro Holding Limited	-	44,800	-	33,700	11,100	2,857,760	3,193,692	335,932	2.05	2.66	0.03	
						2,857,760	3,193,692	335,932	2.05	2.66	0.03	
Cement												
Attock Cement Pakistan Limited		6,400	-	-	6,400	-	-	-	-	-	-	-
Cherat Cement Company Limited		5,010	8,700	-	10,000	3,710	1,208,941	1,283,400	74,459	0.83	1.07	0.07
D.G. Khan Cement Company Limited		-	54,400	-	44,400	10,000	2,223,762	2,232,700	8,938	1.44	1.86	0.05
Fauji Cement Company Limited		20,700	132,734	-	130,734	22,700	1,273,062	1,306,385	33,323	0.84	1.09	0.01
Kohat Cement Company Limited	6.1.1 & 6.1.4	3,689	14,756	-	18,445	-	-	-	-	-	-	-
Lucky Cement Limited	6.1.1	15,540	112,165	-	106,615	21,090	9,717,781	9,902,177	184,396	6.37	8.24	0.34
Maple Leaf Cement Factory Limited	6.1.3	18,957	140,455	-	123,955	35,457	3,662,989	3,790,708	127,719	2.44	3.15	0.04
Pioneer Cement Limited		-	46,000	-	29,870	16,130	4,763,327	4,570,758	(192,569)	2.94	3.80	0.20
							22,849,862	23,086,128	236,266	14.86	19.21	0.71
Power Generation and Distribution												
The Hub Power Company Limited	6.1.1	-	71,300	-	60,200	11,100	2,322,813	2,591,295	268,482	1.67	2.16	0.02
K-Electric Limited		-	598,000	-	450,000	148,000	1,182,434	1,263,920	81,486	0.81	1.05	-
							3,505,247	3,855,215	349,968	2.48	3.21	0.02
Oil and Gas Marketing Companies												
Pakistan State Oil Company Limited	6.1.2 & 6.1.3	11,619	33,500	-	33,330	11,789	5,253,384	4,035,964	(1,217,420)	2.60	3.36	0.09
Sui Southern Gas Company Limited		45,000	-	-	45,000	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited		10,100	33,300	-	43,400	-	-	-	-	-	-	-
Hi-Tech Lubricants		12,000	-	-	12,000	-	-	-	-	-	-	-
							5,253,384	4,035,964	(1,217,420)	2.60	3.36	0.09
Oil and Gas Exploration Companies												
Mari Energies Limited	6.1.2	4,476	10,100	-	10,300	4,276	2,875,310	2,883,264	7,954	1.85	2.40	0.02
Oil and Gas Development Company Limited	6.1.3	22,030	110,974	-	100,498	32,506	10,046,444	10,885,284	838,840	7.00	9.06	0.03
Pakistan Petroleum Limited	6.1.3	22,376	173,100	-	150,520	44,956	10,567,372	10,907,225	339,853	7.02	9.07	0.04
							23,489,126	24,675,773	1,186,647	15.87	20.53	0.09
Engineering												
International Industries Limited		2,744	-	-	2,744	-	-	-	-	-	-	-
Mughal Iron and Steel Industries Limited		5,700	-	-	5,700	-	-	-	-	-	-	-
							-	-	-	-	-	-
Automobile Assemblers												
Ghandhara Industries Limited		-	5,342	-	5,342	-	-	-	-	-	-	-
Ghandhara Automobiles Limited		844	500	-	1,344	-	-	-	-	-	-	-
Sazgar Engineering Works Limited		1,500	5,360	-	5,316	1,544	3,039,100	3,186,029	146,929	2.05	2.65	0.53
							3,039,100	3,186,029	146,929	2.05	2.65	0.53
Automobile Parts and Accessories												
Thal Limited	6.1.1	4,020	-	-	4,020	-	-	-	-	-	-	-
Service Long March Tyres Limited	6.1.1	-	549,214	-	549,214	-	-	-	-	-	-	-
							-	-	-	-	-	-
Fertilizer												
Fauji Fertilizet Company Limited		-	67,600	-	60,800	6,800	3,802,547	3,899,664	97,117	2.51	3.24	0.03
Fatima Fertilizer Company Limited		-	56,400	-	56,400	-	-	-	-	-	-	-
							3,802,547	3,899,664	97,117	2.51	3.24	0.03

Name of the investee company	Note	As at July 01, 2025	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2026	As at June 30, 2026			Market Value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total Investments	
------(Number of shares)-----							------(Rupees)-----			------%-----		
Pharmaceuticals												
GlaxoSmithKline Pakistan Limited		1,300	850	-	2,150	-	-	-	-	-	-	-
Citi Pharma Limited		18,817	-	-	18,817	-	-	-	-	-	-	-
Highnoon Laboratories Limited		484	150	-	634	-	-	-	-	-	-	-
AGP Limited		6,000	40,000	-	33,800	12,200	2,430,174	2,517,226	87,052	1.62	2.09	0.09
Haleon Pakistan Limited		1,200	17,745	-	3,400	15,545	12,153,016	12,516,834	363,818	8.05	10.41	1.07
The Searle Company Limited	6.1.2	1,688	-	227	-	1,915	148,038	181,044	33,006	0.12	0.15	-
							14,731,228	15,215,104	483,876	9.79	12.65	1.16
Chemical												
Dynea Pakistan	6.1.1	1,950	12,300	-	14,250	-	-	-	-	-	-	-
Engro Polymer and Chemicals Limited		-	200,000	-	200,000	-	-	-	-	-	-	-
							-	-	-	-	-	-
Foods and Personal Care Products												
The Organic Meat Company Limited	6.1.2	1	-	-	-	1	33	44	11	-	-	-
Wahdat Poultry Farm Limited	6.1.1	-	1,666,788	-	1,195,795	470,993	8,660,824	8,755,760	94,936	5.63	7.28	1.31
Big Bird Foods Limited		-	95,041	-	40,041	55,000	2,502,485	2,531,650	29,165	1.63	2.11	0.08
National Foods Limited	6.1.1	-	6,700	-	-	6,700	2,653,050	2,595,781	(57,269)	1.67	2.16	0.22
							13,816,392	13,883,235	66,843	8.93	11.55	1.61
Synthetic and Rayon												
Image Pakistan Limited		20,467	10,000	-	30,400	67	1,745	1,739	(6)	-	-	-
							1,745	1,739	(6)	-	-	-
Technology and Communication												
Pakistan Telecommunication Company Ltd		23,000	301,500	-	259,500	65,000	4,076,376	4,258,800	182,424	2.74	3.54	0.01
Air Link Communication Limited		-	35,000	-	35,000	-	-	-	-	-	-	-
Systems Limited	6.1.1	9,740	290,191	-	266,054	33,877	5,142,345	4,982,968	(159,377)	3.21	4.15	0.17
							9,218,721	9,241,768	23,047	5.95	7.69	0.18
Glass and Ceramics												
Tariq Glass Industries Limited		4,551	-	-	4,551	-	-	-	-	-	-	-
							-	-	-	-	-	-
Refinery												
Attock Refinery Limited		1,850	10,350	-	7,000	5,200	3,876,764	4,423,484	546,720	2.85	3.68	0.41
							3,876,764	4,423,484	546,720	2.85	3.68	0.41
Cable & Electrical Goods												
Pak Elektron Limited		-	310,205	-	310,205	-	-	-	-	-	-	-
							-	-	-	-	-	-
Transport												
Pakistan Intl. Bulk Terminal Ltd		-	325,000	-	325,000	-	-	-	-	-	-	-
							-	-	-	-	-	-
Miscellaneous												
Shifa International Hospital Ltd		3,517	-	-	3,517	-	-	-	-	-	-	-
Pakistan Aluminum Beverage Cans Ltd		-	11,657	-	11,657	-	-	-	-	-	-	-
Synthetic Products Enterprises Limited	6.1.1	1,502	-	-	-	1,502	68,416	77,713	9,297	0.05	0.06	0.01
							68,416	77,713	9,297	0.05	0.06	0.01
Total as at June 30, 2026							117,264,563	120,193,922	2,929,359			
Total as at June 30, 2025							44,565,198	54,201,644	9,636,447			

6.1.1 All shares are fully paid-up ordinary shares of Rs 10 each except for Thal Limited, Dynea Pakistan, National Foods Limited and Synthetic Products Enterprises Limited which have fully paid-up share of Rs 5 each. The K-Electric Limited has fully paid-up ordinary shares of Rs 3.5 each. The Kohat cement Company Limited, Lucky Cement Limited, Service Long March Tyres Limited, Wahdat Poultry Farm Limited and Systems Limited has fully paid-up ordinary shares of Rs 2 each.

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

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

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

Moreover, the Finance Act, 2023 effective from July 01, 2023 has included section 236Z of the Income Tax Ordinance, 2001 requiring every Company quoted on stock exchange issuing bonus shares to the shareholders of the Company to withhold 10% of the bonus shares to be issued. The shares so withheld are only to be released if the Fund deposits tax equivalent to ten percent of the value of the bonus shares issued to the Fund, including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the listed company. Subsequently, in the year ended June 30, 2025 tax on bonus shares of Mari Energies Limited (formerly Mari Petroleum Company Limited) have been withheld by the company. Consequently, CISs (including the Fund), through their Trustees have again filed a constitutional petition (C.P. No. 4747 of 2024) in the High court of Sindh on September 30, 2024. challenging the applicability of withholding tax provisions on bonus shares received by CISs on the same basis as described above. Similarly, a stay order has been granted by the Honorable High Court of Sindh (SHC) in favour of CIS.

During the year ended June 30, 2026, The Searle Company Limited issued 15% bonus shares. However, pursuant to the amendments introduced through the Finance Act, 2023, an additional 10% of the bonus shares were withheld by The Searle Company Limited against tax on bonus shares, resulting in total withheld bonus shares of 1,602 (June 2025: 1,412) having an aggregate market value of Rs. 0.15 million as at June 30, 2026.

As at June 30, 2026, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the Company	2026		2025	
	Bonus Shares		Bonus Shares	
	Number of shares withheld to date	Market value (Rupees)	Number of shares withheld to date	Market value (Rupees)
Pakistan State Oil Company Limited - (236 M)	591	202,329	591	260,448
The Searle Company Limited - (236 M & 236 Z)	1,602	151,453	1,412	147,498
The Organic Meat Company Limited - (236 M)	1	44	1	26
Mari Energies Limited - (236 Z)	1,371	924,452	1,371	859,466
	3,565	1,278,278	3,375	1,267,438

6.1.3 Below investments include shares having a market value (in aggregate) amounting to Rs 14.39 million (2025: Rs 7.19 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of Security	2026	2025	2026	2025
	Number of Shares		Market Value	
	----- (Rupees) -----			
Oil and Gas Development Company Limited	22,000	21,000	7,367,140	4,631,760
Meezan Bank Limited	3,445	3,445	1,779,205	1,143,912
Pakistan Petroleum Limited	6,740	6,740	1,635,259	1,146,946
Pakistan State Oil Company Limited	10,147	447	3,473,825	168,756
Maple Leaf Cement Factory Limited	1,245	1,245	133,103	104,929
	43,577	32,877	14,388,532	7,196,303

6.1.4 Purchases during the year comprises 14,756 shares, which has appeared as a result of split of shares by the Investee Company.

6.2 Exchange traded fund

Name of the fund	As at July 01, 2025	Issued during the year	Redeemed during the year	As at June 30, 2026	As at June 30, 2026			Market value as a percentage of	
					Carrying value	Market value	Unrealised gain	net assets of the Fund	total investments
	-----Number of shares-----					-----Rupees-----			-----%-----
Alfalah Consumer Index Exchange Traded Fund	18,000	-	18,000	-	-	-	-	-	-
Total as at June 30, 2026					-	-	-		
Total as at June 30, 2025					196,020	275,220	79,200		

	Note	2026 ----- (Rupees) -----	2025
6.3 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'			
Market value of investments	6.1 & 6.2	120,193,922	54,476,864
Less: carrying value of investments	6.1 & 6.2	(117,264,563)	(44,761,218)
		2,929,359	9,715,646
7 SECURITY DEPOSITS			
National Clearing Company of Pakistan Limited		2,500,000	2,500,000
Central Depository Company of Pakistan Limited		100,000	100,000
		2,600,000	2,600,000
8 ADVANCE, DIVIDEND, PROFIT AND OTHER RECEIVABLES			
Other receivables	8.1	-	255,000
Dividend receivable		59,345	58,442
Profit receivable on bank balances		5,497	30,316
Advance tax	8.2	9,861	9,239
Prepayments		95,474	-
		170,177	352,997

8.1 "As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the Total Expense Ratio (TER) in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the year ended June 30 2025, the Fund was made complaint of the TER of 4.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as Open-end Shariah Compliant Islamic Equity Fund. As a result, the Fund had recorded receivable from the Management Company to comply with the TER. Pursuant to the amendments in the NBFC Regulations, 2008 by SECP vide Notification S.R.O 600(I)/2025 dated April 10, 2025, the requirements related to maximum Total Expense Ratio limits has been removed as applicable to Collective Investment Schemes, effective from July 01, 2025."

8.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However withholding tax on profit on bank balances was paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015, which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. As at the reporting date, the tax withheld amounts to Rs. 0.009 million (2025: Rs. 0.009 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honorable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. Subsequently, a petition was filed in the Honorable Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other asset management companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund has been shown as advance tax as at June 30, 2026 as, in the opinion of the management, the amount of tax deducted at source will be refunded

9 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	2026 ----- (Rupees) -----	2025 -----
Management remuneration payable	9.1	453,180	220,752
Sindh Sales Tax payable on management remuneration	9.2	67,977	20,797
Preliminary expenses and floatation cost payable		-	57,500
Payable against allocated expenses	9.3	-	36,884
Sindh Sales Tax on allocated expense payable	9.4	-	3,015
		<u>521,157</u>	<u>338,948</u>

9.1 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 maximum limit prescribed by SECP vide S.R.O. 600(I)/2025 dated April 10, 2025, i.e., 3% for the scheme categorised as Equity Scheme. The remuneration is payable to the Management Company monthly in arrears. During the year ended June 30, 2026, the Management Company has charged management fee at the rate of 3% (2025: 3%) per annum of average daily net assets of the Fund.

9.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2025: 15%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

9.3 Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the Asset Management Companies to charge allocated expenses to the Fund. Accordingly, Management Company has not charged such allocated expenses in current period. However, prior to such amendment, the Management Company charged such allocated expenses to the Fund at the rate of (2025: 0.25%) per annum of the average annual net assets of the Fund at their discretion, subject to limits and conditions specified in the offering document and not being higher than actual expenses.

9.4 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2025: 15%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	Note	2026 ----- (Rupees) -----	2025 -----
Trustee remuneration payable	10.1	31,882	8,652
Sindh Sales Tax payable on trustee remuneration	10.2	4,782	1,298
		<u>36,664</u>	<u>9,950</u>

10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows:

Average net asset value	Tariff per annum
Up to Rs 1,000 million	Rs. 0.7 million or 0.20% p.a. of Net Assets whichever is higher.
Over Rs 1,000 million	Rs. 2.0 million plus 0.10% per annum of net assets exceeding Rs 1 billion.

10.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2025: 15%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note	2026 ----- (Rupees) -----	2025 -----
Fee payable	11.1	15,084	8,456

11.1 "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 fee at the rate of 0.095% (2025: 0.095%) per annum of the daily net assets during the year ended June 30, 2026.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month."

12 ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	2026 ----- (Rupees) -----	2025 -----
Brokerage payable		983,295	722,053
Auditors' remuneration payable		273,325	316,982
Charity payable	12.1	410,925	258,344
Printing charges payable		-	118,091
Settlement charges payable		84,981	57,655
Shariah audit and advisory fee payable		179,044	20,208
		<u>1,931,570</u>	<u>1,493,333</u>

12.1 According to the instructions of the Shariah Advisory Board, any income earned by the Fund from investments, a portion of which has been held in non-shariah compliant avenues, such portion of the income of the Fund should be donated for charitable purposes directly by the Fund. Accordingly, the dividend income is recorded net of charity portion.

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2026 is 5.69% (2025: 5.01%) which includes 0.68% (2025: 0.62%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc. Pursuant to the amendments in the NBFC Regulations, 2008 by SECP vide Notification S.R.O 600(I)/2025 dated April 10, 2025, the requirement related to maximum Total Expense Ratio limits has been removed as applicable to Collective Investment Schemes, effective from July 01, 2025.

14 CONTINGENCIES AND COMMITMENTS

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

15 AUDITORS' REMUNERATION

	2026 ----- (Rupees) -----	2025 -----
Annual audit fee	199,650	181,500
Review and other certification	320,869	297,154
Out of pocket expenses	52,052	47,865
Sindh Sales Tax	85,886	42,122
	<u>658,457</u>	<u>568,641</u>

16 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Further, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. During the year ended June 30, 2026, the Fund has distributed by way of cash dividend at minimum 90 percent of accounting income for the year as reduced by capital gains, whether realised or unrealised, to the unit holders. Accordingly, no provision for taxation has been recognised in the financial statements.

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

17 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these financial statements as determination of the cumulative weighted average number of units for calculating EPU is not practicable.

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah Investment Company Limited, JS Bank Limited and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected person are also in the normal course of business, at contracted rates and at terms determined in accordance with the market rates as duly approved by the Board of Directors.

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

Details of transactions and balances with related parties / connected persons, other than those which have been disclosed elsewhere in these financial statements, are as follows:

18.0 Unit Holders' Fund

2026									
As at July 01, 2025	Issued for cash / conversion in / transfer in	Redeemed / conversion out / transfer out	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 (Note 18.1.1)** / ***	
(Units)				(Rupees)					
Associated companies / undertakings									
Alfalsh GHP Islamic Prosperity Planning Fund	589,648	2,256,226	1,615,412	1,230,462	56,299,709	267,000,000	-	192,400,000	152,264,751

2025									
As at July 01, 2024	Issued for cash / conversion in / transfer in	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 (Note 18.1.1)** / ***	
(Units)				(Rupees)					
Associated companies / undertakings									
Alfalsh GHP Islamic Prosperity Planning Fund	1,212,804	-	623,156	589,648	76,530,479	-	-	20,230,770	56,299,709

* These amounts are based on transactions price.

** These amounts are based on the net asset value per unit as at year end.

*** These include transactions and balances in relation to the entities where common directorship / key executive / other connected persons that exists as at the year end.

However, it does not include the transactions and balances whose status changed during the year.

18.1.1 This reflects the position of related party / connected persons status as at June 30, 2026 and June 30, 2025.

	2026	2025
18.1 Transactions during the period	-----Rupees-----	
Associated companies / undertakings		
Alfalsh Asset Management Limited - Management Company		
Remuneration of Alfalah Asset Management Limited - Management Company	5,134,242	2,204,816
Sindh Sales Tax on remuneration of the Management Company	770,136	330,723
Allocated expenses	-	131,970
Sindh Sales Tax on allocated expense	-	19,796
Amount received against issuance to unitholders*	-	89,922
Bank Alfalah Limited - Islamic Banking Division		
Profit on bank balances	5,484	566
Alfalsh Consumer Index Exchange Traded Fund		
Sale of 18,000 units (June 30, 2025: nil units)	325,080	-
Other related party		
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	342,404	170,970
Sindh Sales Tax on remuneration of the Trustee	51,361	25,645
CDS charges	23,914	12,282

18.2 Amounts outstanding as at year end

Associated companies / undertakings		
Alfalsh Asset Management Limited (Management Company)		
Management remuneration payable	453,180	220,752
Sindh Sales Tax payable on management remuneration	67,977	20,797
Preliminary expenses and floatation cost payable	-	57,500
Payable against allocated expenses	-	36,884
Payable against Sales Tax on allocated expenses	-	3,015
Bank Alfalsh Limited - Islamic Banking Division		
Bank balance	800,444	662,060

	2026	2025
	Rupees	
Alfalsh Consumer Index Exchange Traded Fund		
Investment in nil units (June 30, 2025: 18,000 units)	-	275,220
Other related party		
Central Depository Company of Pakistan Limited (Trustee)		
Trustee remuneration payable	31,882	8,652
Sindh Sales Tax payable on trustee remuneration	4,782	1,298
Security deposit	100,000	100,000

*This represents amount reimbursed by the Management Company to the fund against issuance of 950.83 units to identified unitholders of the fund in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

19 FINANCIAL INSTRUMENTS BY CATEGORY

	2026		
	At amortised cost	At fair value through profit or loss	Total
	(Rupees)		
Financial assets			
Bank balances	933,158	-	933,158
Investments	-	120,193,922	120,193,922
Receivable against sale of investments	34,041,632	-	34,041,632
Security deposits	2,600,000	-	2,600,000
Dividend, profit and other receivables	64,842	-	64,842
	<u>37,639,632</u>	<u>120,193,922</u>	<u>157,833,554</u>
Financial liabilities			
Payable to Alfalah Asset Management Limited - Management Company	521,157	-	521,157
Payable to Central Depository Company of Pakistan Limited - Trustee	36,664	-	36,664
Accrued expenses and other liabilities	<u>1,520,645</u>	<u>-</u>	<u>1,520,645</u>
	<u>2,078,466</u>	<u>-</u>	<u>2,078,466</u>
	2025		
	At amortised cost	At fair value through profit or loss	Total
	(Rupees)		
Financial assets			
Bank balances	730,745	-	730,745
Investments	-	54,476,864	54,476,864
Receivable against sale of investments	-	-	-
Security deposits	2,600,000	-	2,600,000
Dividend, profit and other receivables	343,758	-	343,758
	<u>3,674,503</u>	<u>54,476,864</u>	<u>58,151,367</u>
Financial liabilities			
Payable to Alfalah Asset Management Limited - Management Company	338,948	-	338,948
Payable to Central Depository Company of Pakistan Limited - Trustee	9,950	-	9,950
Accrued expenses and other liabilities	<u>1,234,989</u>	<u>-</u>	<u>1,234,989</u>
	<u>1,583,887</u>	<u>-</u>	<u>1,583,887</u>

20.1 Market risk

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

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

Market risk comprises of three types of risks: currency risk, profit rate risk and price risk.

20.1.1 Currency risk

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

20.1.2 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. The profit rate profile of the Fund's profit bearing financial instruments is as follows:

	2026	2025
	----- Rupees -----	
Variable rate instruments (financial assets)		
Bank balances	138,037	73,725

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds bank balances which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 1,380 (2025: Rs. 737).

b) Sensitivity analysis for fixed rate instruments

As at reporting date, the Fund does not hold any fixed rate instruments.

The composition of the Fund's investment may change over time. Accordingly, the sensitivity analysis prepared as at June 30, 2026 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

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

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2026 can be determined as follows:

----- 2026 -----					
Effective profit rate	Exposed to profit rate risk			Not exposed to profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		
----- (Rupees) -----					
On-balance sheet financial instruments					
Financial assets					
Bank balances	6.5% to 10.75%	138,037	-	795,121	933,158
Investments		-	-	120,193,922	120,193,922
Receivable against sale of investments		-	-	34,041,632	34,041,632
Security deposits		-	-	2,600,000	2,600,000
Dividend, profit and other receivables		-	-	64,842	64,842
		138,037	-	157,695,517	157,833,554
Financial liabilities					
Payable to Alfalah Asset Management Limited - Management Company		-	-	521,157	521,157
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	36,664	36,664
Accrued expenses and other liabilities		-	-	1,520,645	1,520,645
		-	-	2,078,466	2,078,466
On-balance sheet gap (a)		138,037	-	155,617,051	155,755,088
Off-balance sheet financial instruments		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total profit rate sensitivity gap		138,037	-	155,617,051	155,755,088
Cumulative profit rate sensitivity gap (a) + (b)		138,037	138,037	138,037	

2025					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Upto three months	More than three months and up to one year	More than one year		
(Rupees)					

On-balance sheet financial instruments

Financial assets

Bank balances	6.33% to 10.22%	73,725	-	-	657,020	730,745
Investments		-	-	-	54,476,864	54,476,864
Receivable against sale of investments		-	-	-	-	-
Security deposits		-	-	-	2,600,000	2,600,000
Advance, dividend, profit and other receivables		30,316	-	-	313,442	343,758
		104,041	-	-	58,047,326	58,151,367

Financial liabilities

Payable to Alfalah Asset Management Limited - Management Company		-	-	-	338,948	338,948
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	9,950	9,950
Accrued expenses and other liabilities		-	-	-	1,234,989	1,234,989
		-	-	-	1,583,887	1,583,887

On-balance sheet gap (a)

104,041	-	-	56,463,439	56,567,480
---------	---	---	------------	------------

Off-balance sheet financial instruments

-	-	-	-	-
---	---	---	---	---

Off-balance sheet gap (b)

-	-	-	-	-
---	---	---	---	---

Total profit rate sensitivity gap

104,041	-	-	56,463,439	56,567,480
---------	---	---	------------	------------

Cumulative profit rate sensitivity gap (a) + (b)

104,041	104,041	104,041
---------	---------	---------

20.1.3 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 profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

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

The table below summarizes the sensitivity of the Fund's net assets attributable to unit holders to the equity price movements as at June 30, 2026. The analysis is based on the assumption that the KSE index increased / decreased by 1%, with all other variables held constant and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

The fair value of equity securities exposed to price risk is disclosed in note 6.1.

Effect due to increase / decrease in KSE 100 index by 5%.

	2026	2025
	(Rupees)	
Investment and net assets	6,009,696	2,723,843
Income statement	6,009,696	2,723,843

20.2 Credit risk

Credit risk represents the risk of a loss if counterparties fail to perform as contracted and arises principally from bank balances, security deposits and dividend, profit and other receivable.

There is a possibility of default by participants or failure of the financial market / stock exchanges, the depositories, the settlements or clearing systems, etc. Settlement risk on equity securities is considered minimal because of inherent control established in the settlement process. 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.

20.2.1 Exposure to credit risk

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

	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
Bank balances	933,158	933,158	730,745	730,745
Investments	120,193,922	-	54,476,864	-
Receivable against sale of investments	34,041,632	34,041,632	-	-
Security deposits	2,600,000	2,600,000	2,600,000	2,600,000
Dividend, profit and other receivables	64,842	64,842	352,997	352,997
	157,833,554	37,639,632	58,160,606	3,683,742

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets.

No financial assets were considered to be either past due or impaired at June 30, 2026 and June 30, 2025.

20.2.2 Credit quality of financial assets

The Fund held bank balances at June 30, 2026 with banks having following credit ratings:

Banks	Rating Agency	Rating (Short Term / Long Term)	2026	2025
			% of financial assets exposed to credit risk	
Bank Alfalah Limited	PACRA	A1+ / AAA	85.78%	93.86%
Meezan Bank Limited	VIS	A1+ / AAA	1.12%	0.29%
BankIslami Pakistan Limited	PACRA	A1 / AA-	10.63%	4.40%
Dubai Islamic Bank Pakistan Limited	VIS	A1+ / AA	2.47%	0.82%
National Bank of Pakistan	PACRA	A1+ / AAA	0.00%	0.63%
			100.00%	100.00%

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

20.2.4 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. The Funds' portfolio of financial instruments is mainly held with various banks and securities issued by the entities having reasonably high credit rating. Further investments in listed equity securities are not exposed to credit risk.

20.3 Liquidity risk

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

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

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

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

2026			
Upto 3 months	More than three months and upto one year	More than one year	Total
(Rupees)			
Financial liabilities			
Payable to Alfalah Asset Management Limited - Management Company	521,157	-	521,157
Payable to Central Depository Company of Pakistan Limited - Trustee	36,664	-	36,664
Accrued expenses and other liabilities	1,520,645	-	1,520,645
	2,078,466	-	2,078,466
2025			
Upto 3 months	More than three months and upto one year	More than one year	Total
(Rupees)			
Financial liabilities			
Payable to Alfalah Asset Management Limited - Management Company	338,948	-	338,948
Payable to Central Depository Company of Pakistan Limited - Trustee	9,950	-	9,950
Accrued expenses and other liabilities	1,234,989	-	1,234,989
	1,583,887	-	1,583,887

21 Fair value measurement

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

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

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of 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.

21.1 Fair value hierarchy

Levels	Description	Valuation approach and input used
Level 1:	Quoted prices in active markets for identical assets or liabilities;	Listed equity securities traded on PSX are valued at revaluation rates disseminated by PSX.
Level 2:	Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and	Not applicable.
Level 3:	Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).	Not applicable.

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

		2026			
		Level 1	Level 2	Level 3	Total
		Rupees			
Financial assets at fair value through profit or loss	Note				
Listed equity securities	6.1	120,193,922	-	-	120,193,922
Exchange traded fund	6.2	-	-	-	-
		120,193,922	-	-	120,193,922

		2025			
		Level 1	Level 2	Level 3	Total
		Rupees			
Financial assets at fair value through profit or loss	Note				
Listed equity securities	6.1	54,201,644	-	-	54,201,644
Exchange traded fund	6.2	275,220	-	-	275,220
		54,476,864	-	-	54,476,864

During the year ended June 30, 2026, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

22 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 the risk 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 the 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 Funds' 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.

23 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.

24 CORRESPONDING FIGURES

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

25 GENERAL

Figures have been rounded off to the nearest Pakistani rupee.

26 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

Category	As at 30 June 2025			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	0	-	-	0%
Associated Co./ Directors	0	-	-	0%
Retirement & Other Funds	0	-	-	0%
Others	12	1,256,076	155,434,372	100%
	12	1,256,076	155,434,372	100%

Category	As at 30 June 2025			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	0	-	-	0%
Associated Co./ Directors	0	-	-	0%
Retirement & Other Funds	0	-	-	0%
Others	14	1,029,889	91,836,831	100%
	14	1,029,889	91,836,831	100%

(ii) TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

	30 June 2026 %
Ismail Iqbal Securities	24.82%
Topline Securities Limited	12.31%
KTRADE SECURITIES Limited	8.33%
Intermarket Securities Limited	7.80%
Dawood Equities Limited	6.95%
Multiline Securities Limited	5.95%
Insight Securities (Private Limited)	5.72%
CHASE SECURTIES PAK	5.48%
GROWTH SECURITIES	5.37%
Foundation Securities	3.42%

	30 June 2025 %
AKIK Capital (Pvt) Ltd.	23.72%
IGI Finex Securities Limited	8.34%
AL HABIB CAPITAL MARET	7.77%
VECTOR Capital	7.56%
BMA Capital Management	6.30%
Arif Habib Limited	6.21%
JS Global Capital Limited	5.68%
NEXT CAPITAL Pvt Limited	5.58%
Topline Securities Limited	5.21%
Optimus Markets Pvt Ltd	4.20%

(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 - AGIDEF

	30 June 2026	30 June 2025	30 June 2024	30 June 2023	30 June 2022	30 June 2021
Net Assets	155,434,414	56,309,919	76,530,407	59,262,348	172,974,558	490,912,730
NAV per unit	123.7460	95.4802	63.1021	63.1021	63.8012	79.7674
Selling price per unit	125.8806	97.1320	64.1717	64.1717	64.8826	81.1195
Redemption price per unit	123.7460	95.4802	63.1021	63.1021	63.8012	79.7674
Highest selling price per unit	131.3446	99.4137	120.0067	68.4578	84.9771	93.2466
Highest redemption price per unit	129.1173	97.7279	117.2326	67.3168	83.5607	91.6924
Lowest selling price per unit	98.0104	61.8360	64.1716	59.7073	63.8824	65.0455
Lowest redemption price per unit	96.3484	60.7874	63.1020	58.7121	62.8176	63.9614
Total interim distribution per unit	NII	NII	52.0908	0.2194	Nil	8.6173
Interim distribution date	NII	NII	June 28, 2024	June 28, 2023	Nil	June 29, 2021
Final distribution per unit	NII	NII	0	0	0	0
Final distribution date	NII	NII	0	0	0	0
Annualized returns	29.60%	51.31%	82.55%	-0.75%	-20.02%	38.03%
Income distribution	Nil	Nil	Nil	Nil	Nil	13.47%
Weighted avg. portfolio duration	0	0	0	0	0	0

Return since inception is 10.63%

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

**Summary of Actual Proxy voted by
Alfalsh GHP Islamic Dedicated Equity Fund
For the year from July 1, 2025 to June 30, 2026**

Nature of Meeting	Meeting Date	Resolutions	Holding	%age Holding	Favour	Against	Abstain
The Hub Power Company Limited (HUBC)							
EOGM	07-Aug-2025	To approve a guarantee (standby letter of credit) of up to USD 31 million for Thar Energy Limited to cover funding shortfalls until January 2034 or the end of the project loan tenor To approve a guarantee (standby letter of credit) of up to USD 20 million for ThalNova Power Thar (Private) Limited to cover funding shortfalls until July 2034 or the end of the project loan tenor	50500	0.0039%	✓		
Sazgar Engineering Works Limited (SAZEW)							
AGM	27-Aug-2026	To receive, consider and adopt the audited unconsolidated and consolidated financial statements for the year ended June 30, 2026 together with the Directors' and Auditors' reports To approve the final cash dividend of Rs. 20.00 per share (20%) for the year ended June 30, 2025 as recommended by the Board	2444	0.0040%	✓		
Lucky Cement Limited (LUCK)							
AGM	26-Sep-2025	To receive, consider and adopt the audited financial statements for the year ended June 30, 2025 together with the Board of Directors' and Independent Auditors' reports To declare and approve the final cash dividend @ 200%, i.e. PKR 4.00 per ordinary share of PKR 2.00 each, for the year ended June 30, 2025 as recommended by the Board To appoint auditors of the Company and fix their remuneration for the year ending June 30, 2026 - M/s A.F. Ferguson & Co. consented to re-appointment To authorise investments in National Resources (Private) Limited comprising equity subscription up to PKR 1.2 billion and acquisition of 250 shares from Muhammad Ali Tabba for PKR 2,500 (sub-resolutions A to D) To ratify and approve related party transactions for FY2025 and to grant advance authorisation for FY2026 related party transactions (sub-resolutions A to C)	48290	0.0033%	✓		
Mari Energies Limited (MARI)							
AGM	26-Sep-2025	To receive, consider and adopt the audited separate and consolidated financial statements for the year ended June 30, 2025 together with the Directors', Auditors' and Chairman's reports To approve the final dividend of Rs. 21.70 per share (217%) for the year ended June 30, 2025 as recommended by the Board To appoint auditors for the year 2025-26 and determine their remuneration	12676	0.0011%	✓		
The Hub Power Company Limited (HUBC)							
AGM	15-Oct-2025	To receive, consider and adopt the audited standalone and consolidated financial statements for the year ended June 30, 2025 together with the Directors', Auditors' and Shariah reports and Chairman's Review To declare and approve the final cash dividend of PKR 10.00 per share (100%) for the year ended June 30, 2025, in addition to the interim dividend of PKR 5.00 per share (50%) To appoint auditors for the year ending June 30, 2026 and fix their remuneration - re-appointment of M/s A.F. Ferguson & Co. recommended To approve execution of the Sponsor Support Agreement for Mega Motor Company (Private) Limited's New Energy Vehicle manufacturing and assembly plant at Gharo, Sindh To approve a sponsor support corporate guarantee of up to USD 55 million for MMCP's financing obligations covering cost overruns, debt servicing shortfalls and working capital	50500	0.0039%	✓		
Maple Leaf Cement Factory Limited (MLCF)							
AGM	16-Oct-2025	To receive, consider and adopt the audited accounts and financial statements for the year ended June 30, 2025 together with the Chairman's Review and the Directors' and Auditor's reports To appoint auditors for the year ending June 30, 2026 and fix their remuneration - M/s KPMG Taseer Hadi & Co. recommended by the Board To approve loans/advances up to Rs. 1,000 million to Kohinoor Textile Mills Limited (holding company) for one year commencing November 1, 2025 at markup rate To approve loans/advances up to Rs. 1,000 million to Maple Leaf Capital Limited (associated company) for one year commencing November 1, 2025 at markup rate To ratify related party transactions for the year ended June 30, 2025 as disclosed in note 46 to the financial statements To authorise the Board to approve related party transactions on a case-by-case basis for the year ending June 30, 2026, for shareholder ratification at the next AGM	56957	0.0054%	✓		

Nature of Meeting	Meeting Date	Resolutions	Holding	%age Holding	Favour	Against	Abstain
Dynea Pakistan Limited (DYNO)							
AGM	20-Oct-2025	To receive, consider and adopt the audited financial statements for the year ended June 30, 2025 together with the Chairman's Review and the Directors' and Auditors' reports To approve the final cash dividend of Rs. 10.00 per share (200%) for the year ended June 30, 2025, in addition to the interim dividend of Rs. 5.00 per share (100%), totalling Rs. 15.00 per share (300%) To appoint external auditors and fix their remuneration for 2025-26 - Messrs. BDO Ebrahim & Co. seek re-appointment	14250	0.0755%	✓		
Maple Leaf Cement Factory Limited (MLCF)							
AGM	25-Aug-2026	To confirm the minutes of the 13th Extraordinary General Meeting held on Aug 25, 2026 To receive, consider and adopt the annual audited accounts for the year ended June 30, 2026 together with the Directors' and Auditor's reports To appoint auditors and fix their remuneration for the year ending June 30, 2027 - M/s A.F. Ferguson & Co. seek re-appointment	56957	0.0054%	✓		
				0.0000%	✓		
				0.0000%	✓		
Sazgar Engineering Works Limited (SAZEW)							
AGM	25-Sep-2025	To receive, consider and adopt the annual audited accounts for the year ended June 30, 2025 together with the Directors', Auditor's reports and Chairperson review report To appoint auditors and fix their remuneration for the year ending June 30, 2026 To approve the payment of final cash dividend @ 200% of current paid up share capital i.e. Rupees 20/- per ordinary share as recommended by Board of Directors, in addition to the interim cash dividend of 320% already paid making total of 520% for the year ended June 30, 2025	2444	0.0040%	✓		
				0.0000%	✓		
				0.0000%	✓		
K-Electric Limited (KEL)							
EOGM	25-Mar-2026	To elect Directors in place of retiring Directors - the Board fixed the number of Directors at thirteen, of which ten positions require election	350000	0.0013%	✓		
Mari Energies Limited (MARI)							
EOGM	22-May-2026	To approve further investment of Rs. 2,448,000,000 in GHG Emissions Mitigation Limited through subscription of 244.8 million right shares at Rs. 10 each To authorise entry into a Sponsor Support Agreement with financiers for a USD 38 million letter of credit facility and a PKR 14,400 million funded facility for GHG Emissions Mitigation Limited's gas mitigation project	12676	0.0011%	✓		

Alfalah
Islamic Amdani 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:	Habib Metropolitan Bank Limited Askari Bank Limited Bank Al-Habib Limited Faysal Bank Limited Habib Bank Limited Bank Al-Falah Limited Allied Bank Limited Dubai Islamic Bank Pakistan National Bank of Pakistan United Bank Limited The Bank of Punjab Zarai Taraqati Bank Limited
Auditors:	Yousuf Adil Chartered Accountants. Cavish Court, A-35 Shahrah-e-Faisal Road, Bangalore Town Block A Bangalore Town, 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:	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:	AA(f)

Alfalah Islamic Amdani Fund

Annual Fund Manager`s Report

Type of Fund: Open-end Scheme

Category of Fund: Islamic Money Market

Investment Objective

The objective of Alfalah Islamic Rozana Amdani Fund (AIRAF) is to provide competitive returns and to meet liquidity needs of investors by providing investors a daily dividend by investing in low risk and highly liquid Shari'ah Compliant money market instruments.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive return as compared to peer funds with minimum possible risk through investing in low duration shariah compliant fixed income instruments within the guidelines provided under NBFC rules.

Money Market Review

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.

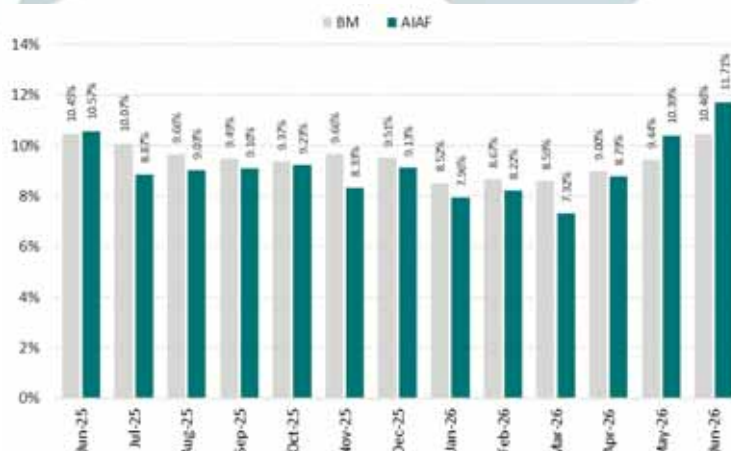
Money market yields remained volatile throughout the period. At the start of the year, Treasury Bill yields stood at 10.4859%, 10.4878%, 10.4799%, and 10.4880% for the 1-month, 3-month, 6-month, and 12-month tenors, respectively. Following a relatively stable start to the year, yields moved higher after 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.

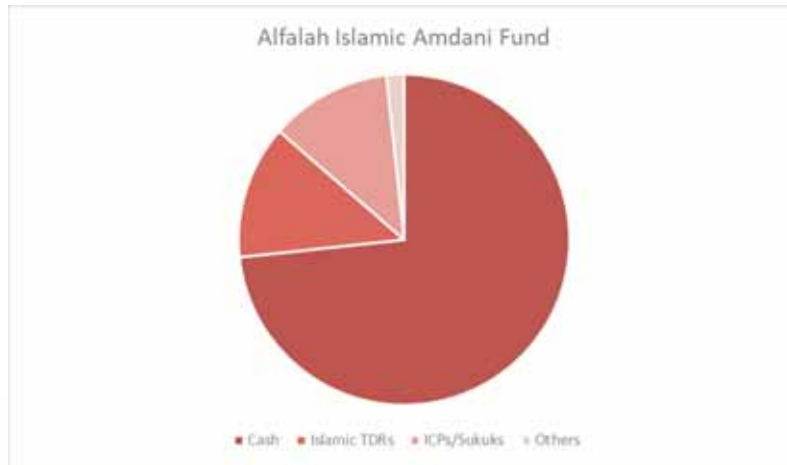
Government securities continued to attract strong investor demand throughout the period, reflecting ample liquidity in the banking sector and sustained confidence in sovereign instruments. While monetary tightening temporarily lifted yields, improving macroeconomic conditions and easing external risks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

Fund Performance

During the year, the fund generated a return of 9.39% compared to the benchmark 9.37%

Performance comparison with Benchmark





Credit Quality (as % of Total Assets)			
Govt. Securities (Rated AAA)	0.0%	A1+	0.7%
AAA	16.2%	A1	11.1%
AA+	70.1%	A-	0.0%
AA	0.2%	BBB+	0.0%
AA-	0.0%	BBB	0.0%
A+	0.0%	IG	0.0%
A	0.0%	NR	1.7%

⇒ **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 ISLAMIC AMDANI FUND
(FORMERLY: ALFALAH ISLAMIC ROZANA AMDANI 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 Amdani Fund (formerly: Alfalah Islamic Rozana Amdani 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 07, 2026



September 17, 2026

AHSA/SSR/AAML/AIAF/609



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 Islamic Amdani Fund (AIAF) managed by Alfalah Asset Management Limited is Compliant and in accordance with Shariah principles.

During the year, the Alfalah Islamic Amdani Fund (AIAF) 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



Faraz Younus Bandukda, CFA
Chief Executive



Mufti Javed Ahmed
Shariah Board Member
Alfalah Asset Management Limited

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 Amdani 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 Amdani 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

INDEPENDENT AUDITOR'S REPORT

To The Unit Holders of Alfalah Islamic Amdani Fund (Formerly Alfalah Islamic Rozana Amdani Fund)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Alfalah Islamic Amdani Fund (Formerly Alfalah Islamic Rozana Amdani 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 cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 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 and Alfalah Asset Management Limited (the Management Company) 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 year. 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.

S. No.	Key audit matter	How the matter was addressed in our audit
1.	Valuation and existence of investments As disclosed in note 6 to the financial statements, the investments held by the Fund amounts to Rs. 3,622 million as at June 30, 2026. The total investment amount is a significant account balance on the statement of assets and liabilities. The Fund invests primarily in government securities (i.e. Ijara Sukuk Certificates) and Term Deposit Receipts, which are one of the main drivers and indicators of the Fund's performance, and there is a risk that these investments are incorrectly valued.	In this respect, we performed the following procedures: - 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 Central Depository Company (CDC) / Investor Portfolio Services (IPS) account statement, as applicable;

YA

S. No.	Key audit matter	How the matter was addressed in our audit
	In addition, there is a risk that the Fund may have included investments in its financial statements which are not in the ownership of the Fund and thereby increasing the uncertainty in respect of existence of investments recorded as at year end. In view of the above, we have considered the valuation and existence of investments as a Key Audit Matter. The disclosures regarding investments are included in notes 4.2 & 4.3 and 6 of the financial statements.	• tested valuation of investments held as at June 30, 2026 by verifying the average rates quoted on a widely used electronic quotation system (PKISRV) rates and prices quoted at Pakistan Stock Exchange Limited; • differences identified (if any) during our testing that were over our acceptable threshold were investigated further; and • evaluated the adequacy of disclosures in the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Management Company (Alfalah Asset Management Limited) is responsible for the other information. The other information comprises the information included in the Annual Report in respect of the Fund but does not include the financial statements of the Fund, our auditor's report thereon and the information related to any other fund.

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

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

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

The Management Company (Alfalah Asset Management Limited) is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the 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, The Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

YA

- 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 the Management Company.
- Conclude on the appropriateness of Management Company'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 period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accompanying 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 **Arif Nazeer**.


Chartered Accountants

Place: Karachi

Date: September 29, 2026

UDIN: AR202610099BXhtTfN32

ALFALAH ISLAMIC AMDANI FUND
STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2026

		2026	2025
	Note	----- Rupees -----	
ASSETS			
Bank balances	5	10,759,285,602	1,473,087,841
Investments	6	3,622,000,000	20,179,939,087
Advance, deposit and other receivables	7	52,904,011	242,291,259
Preliminary expenses and floatation costs	8	-	139,726
Total assets		14,434,189,613	21,895,457,913
LIABILITIES			
Payable to Alfalah Asset Management Limited - Management Company	9	5,580,613	25,089,859
Payable to Central Depository Company of Pakistan Limited - Trustee	10	788,657	1,837,844
Payable to the Securities and Exchange Commission of Pakistan	11	922,789	879,068
Dividend payable		-	61,920,003
Payable against units redeemed		-	4,309,984,855
Accrued expenses and other liabilities 12		6,489,041	54,388,390
Total liabilities		13,781,100	4,454,100,019
NET ASSETS		14,420,408,513	17,441,357,894
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		14,420,408,513	17,441,357,894
Contingencies and commitments	13	-----Number of units-----	
Number of units in issue		143,639,042	174,413,588
		-----Rupees-----	
Net asset value per unit		100.3934	100.0000

The annexed notes from 1 to 26 and the 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 AMDANI FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

		2026	2025
	Note	----- Rupees -----	
INCOME			
Profit on bank balances		331,063,179	575,988,513
Income on Government securities		94,495,698	558,573,834
Income on term deposits receipts		20,953,452	57,317,815
Income from Musharakah certificates		17,850,445	112,895,342
Income from Mudarabah certificates		3,568,014	47,296,301
Income on Bai' Muajjal		179,303,402	812,616,246
Income on short term sukuk certificates		68,906,079	535,508,517
Unrealised (diminution) on re-measurement of investments classified 'at fair value through profit or loss' - net	6.7	-	(2,324,955)
(Loss) / gain on sale of investments - net		(9,415,405)	13,093,790
Other income		400,000	300,000
Total income		707,124,864	2,711,265,403
EXPENSES			
Remuneration of Alfalah Asset Management Limited - Management Company	9.1	66,456,264	157,525,932
Sindh sales tax on remuneration of the Management Company	9.2	9,968,440	23,628,889
Allocated expenses		-	20,083,688
Sindh sales tax on allocated expenses		-	3,012,553
Selling and marketing expenses		-	37,950,717
Sindh sales tax on selling and marketing expenses		-	5,692,608
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	3,593,862	9,513,841
Sindh sales tax on remuneration of the Trustee	10.2	539,079	1,427,076
Fee to the Securities and Exchange Commission of Pakistan	11.1	4,900,545	12,972,878
Brokerage expense		651,237	2,657,268
Auditor's remuneration	14	586,733	533,394
Legal and professional charges		154,443	145,475
Bank and settlement charges		297,755	-
CDS charges		-	59,050
Printing and publication charges		-	30,000
Amortisation of preliminary expenses and floatation costs	8	139,726	647,252
Fees and subscription charges		522,822	311,988
Shariah audit fee		243,000	-
Shariah advisor fee		200,000	200,000
Total expenses		88,253,906	276,392,609
Net income for the year before taxation		618,870,958	2,434,872,794
Taxation	17	-	-
Net income for the year after taxation		618,870,958	2,434,872,794
Allocation of net income for the year			
Net income for the year after taxation		618,870,958	2,434,872,794
Income already paid on units redeemed		(124,187,211)	(189,277,299)
		494,683,747	2,245,595,495
Accounting income available for distribution			
- Relating to capital gains		-	10,768,835
- Excluding capital gains		494,683,747	2,234,826,660
		494,683,747	2,245,595,495

Earnings per unit

The annexed notes from 1 to 26 and the Annexure form an integral part of these financial statements.

18

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

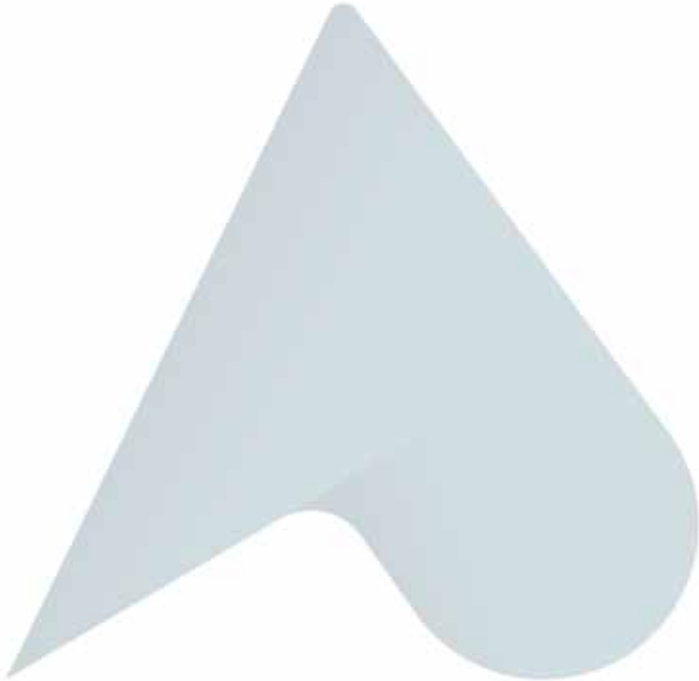
Chief Financial Officer

Director

ALFALAH ISLAMIC AMDANI FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	----- Rupees -----	
Net income for the year after taxation	618,870,958	2,434,872,794
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>618,870,958</u>	<u>2,434,872,794</u>

The annexed notes from 1 to 26 and the 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 AMDANI FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS
FOR THE YEAR ENDED JUNE 30, 2026

	2026			2025		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- Rupees -----			----- Rupees -----		
Net assets at the beginning of the year	17,441,357,894	-	17,441,357,894	56,536,932,468	-	56,536,932,468
Issuance of 683,623,143 (2025: 741,152,254) units						
- Capital value (at ex-net asset value per unit at the beginning of the year)	68,362,314,260	-	68,362,314,260	74,115,225,374	-	74,115,225,374
- Element of income	389,122,548	-	389,122,548	232,268,644	-	232,268,644
Total proceeds on issuance of units	68,751,436,808	-	68,751,436,808	74,347,494,018	-	74,347,494,018
Redemption of 714,397,689 (2025: 1,132,107,997) units						
- Capital value (at par value per unit at the beginning of the year)	(71,439,768,853)	-	(71,439,768,853)	(113,210,799,754)	-	(113,210,799,754)
- Element of Income	(226,901,481)	(124,187,211)	(351,088,692)	-	(189,277,299)	(189,277,299)
Total payments on redemption of units	(71,666,670,334)	(124,187,211)	(71,790,857,545)	(113,210,799,754)	(189,277,299)	(113,400,077,053)
Total comprehensive income for the year	-	618,870,958	618,870,958	-	2,434,872,794	2,434,872,794
Distributions during the year	(154,573,812)	(445,825,790)	(600,399,602)	(232,268,838)	(2,245,595,495)	(2,477,864,333)
Net assets at the end of the year	14,371,550,556	48,857,957	14,420,408,513	17,441,357,894	-	17,441,357,894
Undistributed income brought forward	Rupees			Rupees		
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	-	-	-	10,768,835	-	-
- Excluding capital gains	494,683,747	-	494,683,747	2,234,826,660	-	2,234,826,660
	494,683,747	-	494,683,747	2,245,595,495	-	2,245,595,495
Distributions during the year	(445,825,790)	-	(445,825,790)	(2,245,595,495)	-	(2,245,595,495)
Undistributed income carried forward 48,857,957	-	-	-	-	-	-
Undistributed income carried forward						
- Realised income	48,857,957	-	48,857,957	-	-	-
- Unrealised income	-	-	-	-	-	-
	48,857,957	-	48,857,957	-	-	-
	Rupees			Rupees		
Net asset value per unit at the beginning of the year	100.0000			100.0000		
Net asset value per unit at the end of the year	100.3934			100.0000		

The annexed notes from 1 to 26 and the 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 AMDANI FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

		2026	2025
	Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		618,870,958	2,434,872,794
Adjustments for:			
Unrealised diminution on re-measurement of investments classified 'at fair value through profit or loss' - net	6.7	-	2,324,955
Amortisation of preliminary expenses and floatation costs	8	139,726	647,252
		619,010,684	2,437,845,001
Decrease in assets			
Investments - net		15,300,370,814	7,504,620,892
Advance, deposit and other receivables		189,387,248	474,695,758
		15,489,758,062	7,979,316,650
Increase / (decrease) in liabilities			
Payable to Alfalah Asset Management Limited - Management company		(19,509,246)	(81,607,018)
Payable to Central Depository Company of Pakistan Limited - Trustee		(1,049,187)	(2,495,491)
Payable to the Securities and Exchange Commission of Pakistan		43,721	(3,027,765)
Accrued expenses and other liabilities		(47,899,349)	(170,991,865)
		(68,414,061)	(258,122,139)
Net cash generated from operating activities		16,040,354,685	10,159,039,512
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units - net of refund of capital		68,596,862,996	74,115,225,180
Payment against redemption of units		(76,100,842,400)	(109,090,092,198)
Dividend paid		(507,745,793)	(2,236,499,076)
Net cash used in financing activities		(8,011,725,197)	(37,211,366,094)
Net increase / (decrease) in cash and cash equivalents during the year		8,028,629,488	(27,052,326,582)
Cash and cash equivalents at the beginning of the year		4,630,656,114	31,682,982,696
Cash and cash equivalents at the end of the year	16	12,659,285,602	4,630,656,114

The annexed notes from 1 to 26 and the 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 AMDANI FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah Islamic Amdani Fund [Formerly Alfalah Islamic Rozana Amdani Fund] (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between Alfalah Asset Management Limited (the Management Company) and Central Depository Company of Pakistan Limited (CDC), as the Trustee. The Trust Deed was executed on May 19, 2020, and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 25, 2020 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Regulations, 2008, (NBFC Regulations).

The Trust Act, 1882 was repealed during financial year 2021 due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020", as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Management Company, after fulfilling the requirements for registration has registered the Collective Investment Scheme's Trust Deed with the Registrar under the Sindh Trusts Act, 2020 on September 13, 2021.

- 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. 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 Money Market Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009. The units of the Fund were initially offered for public subscription at par value of Rs.100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.4 Pursuant to the amendment to the Offering Document on January 9, 2026, the Fund has discontinued its policy of declaring and distributing dividends on a daily basis, under which dividends were automatically reinvested on behalf of the unit holders. Accordingly, with effect from February 9, 2026, the Fund will declares and distributes dividends in accordance with its standard dividend distribution policy. Further, from February 9, 2026 the name of fund has changed to Alfalah Islamic Amdani Fund (formerly Alfalah Islamic Rozana Amdani Fund).
- 1.5 The objective of Alfalah Islamic Amdani Fund (AIAF) is to generate regular and stable by investing primarily in shariah compliant banks and islamic windows of conventional banks and any other shariah compliant money market instruments.
- 1.6 VIS Credit Rating Limited has assigned an asset manager rating of AM1 (stable outlook) to the Management Company on January 26, 2026 (2025: AM1 dated January 02, 2025). PACRA has assigned a stability rating of AA(f) to the Fund in its credit rating report dated November 12, 2025 (2025: AA(f) dated June 17 2025).
- 1.7 Title to the assets of the Fund are held in the name of CDC as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 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 (IASB) as notified under the Companies Act, 2017;
- Provisions of, directives and notifications issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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

2.2 Basis of measurement

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

2.3 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 Pakistani Rupees, which is the functional and presentation currency of the Fund. All figures have been rounded off to the nearest Pakistani Rupee, unless otherwise stated.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan, requires management to make estimates, judgments and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and income and expenses. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both the current and future periods. Information about the judgments made by management in the application of the accounting policies, that have the most significant effect on the amount recognised in these financial statements, are given below:

- (i) Classification and measurement of financial assets (notes 4.3.1, 4.3.2 and 6); and
- (ii) Impairment of financial assets (note 4.3.3).

3 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO THE PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements and have, therefore, not been disclosed in these financial statements.

3.2 New approved accounting standards, amendments and IFRS interpretations that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2026. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on the Fund's financial statements except for:

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Cash and cash equivalents

Cash and cash equivalents comprise bank balances and short-term highly liquid investments with original maturities of three months or less, that are readily convertible to known amount of cash, are subject to insignificant change in value, and are held for the purpose of meeting short term cash commitments.

4.2 Bai Muajjal

Bai Muajjal transactions represent sale of sukuk and Islamic commercial papers on a deferred payment basis. The difference between the deferred payment amount receivable and the carrying value at the time of sale is accrued and recorded as income over the term of the transaction.

4.3 Financial instruments

4.3.1 Initial recognition and measurement

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

Financial liabilities are not recognised unless one of the parties has performed its part of the contract or the contract is a derivative contract.

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, as appropriate, on initial recognition. Transaction costs pertaining to financial assets or financial liabilities at fair value through profit or loss are recognised in the income statement.

4.3.2 Classification and subsequent measurement

4.3.2.1 Financial assets

There are three principal classification categories for financial assets:

- At amortised cost ("AC");
- At fair value through other comprehensive income ("FVTOCI"); and
- At fair value through profit or loss ("FVTPL").

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

Financial asset at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL;

- At amortised cost ("AC"); The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- At amortised cost ("AC"); The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset classified at amortised cost is subsequently carried at amortised cost using the effective interest method. Gains or losses are also recognised in the income statement when financial assets carried at amortised cost are derecognised or impaired.

Financial asset at FVTOCI

A financial asset is classified at FVTOCI only if it meets both of the following conditions and is not designated as FVTPL:

- At amortised cost ("AC"); The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- At amortised cost ("AC"); The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition, for an Equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in fair value in OCI, and only dividend income is recognised in income statement. This election is made on an investment-by-investment basis.

Financial assets at FVTOCI are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI, except for the recognition of impairment losses. In case of debt instrument, when the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to income statement. In case of Equity instrument, when the financial asset is derecognised there is no subsequent reclassification of fair value gains and losses to income statement.

Financial asset at FVTPL

All other financial assets are classified as FVTPL (for example: equity securities held for trading and debt securities not classified either as AC or FVTOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset, that otherwise meets the requirements to be measured at amortised cost or at FVTOCI, as at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Fund changes its business model for managing financial assets.

Financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the income statement.

4.3.2.2 Financial Liabilities

The Fund classifies its financial liabilities in the following categories:

- At amortised cost ("AC"); and
- At fair value through profit or loss ("FVTPL").

Financial liabilities are measured at amortised cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Fund has opted to measure them at FVTPL.

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in income statement.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to income statement.

4.3.3 Impairment of financial assets

Under expected credit loss (ECL) model of IFRS 9, the Fund recognises loss allowances for ECLs on financial assets other than debt securities. The Fund measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- Financial assets that are determined to have low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

The SECP / Commission through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of International Financial Reporting Standard (IFRS) 9 'Financial Instruments' in relation to debt securities for mutual funds. Accordingly, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities. As allowed under circular no. 13 of 2009 dated May 04, 2009 issued by the SECP, the Management Company may also make provision against debt securities over and above minimum provision requirement prescribed in aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Management Company on its website.

4.3.4 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or where the entity has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

4.3.5 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market (other than GoP ijarah sukuk) are valued at the average rates quoted on a widely used electronic quotation system (PKISRV rates), which are based on the remaining tenor of the securities.

The government securities listed on stock exchange (for example Listed GoP Ijarah sukuk) are valued on their prices quoted on the Pakistan Stock Exchange Limited at reporting date.

Basis of valuation of debt securities

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP).

In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorizes them as traded, thinly traded and non-traded securities. The aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non performing debt securities.

4.3.6 Regular way contract

All purchases and sales of securities that require delivery within the timeframe established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

4.3.7 Offsetting of financial assets and 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 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement, each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

4.5 Provisions

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

4.6 Collaterals

Collaterals provided by the Fund are identified in the statement of assets and liabilities as margin and are not included as a component of cash and cash equivalents. For collaterals other than cash, if the party to whom the collaterals are provided has a right by contract or custom to sell or re-pledge the collaterals, the Fund classifies such collaterals in the statement of assets and liabilities separately from other assets and identifies the assets as pledged collaterals. Where the party to whom the collaterals are provided does not have the right to sell or re-pledge, a disclosure of the collaterals provided is made in the notes to the financial statements.

4.7 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

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

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, to its unit holders.

4.8 Distributions to unit holders

Dividend distributions and appropriations are recorded in the period in which these are approved by the Board of Directors of the Management Company. Based on Mutual Funds Association of Pakistan's (MUFAP's) guidelines (duly consented upon by the SECP), distribution for the year is deemed to comprise of the portion of amount 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 period in which such distributions are declared and approved by the Board of Directors of the Management Company.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted for the effect of refund of capital, if any, based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the year of investment.

4.9 Issuance and redemption of units

Units of the Scheme shall be allocated on the basis of Purchase (Offer) Price applicable on the date of realization of subscription money into the bank account (Realization based) of the Scheme. The offer price represents the net asset value per unit as at the close of the previous business day plus the allowable front-end 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 receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the previous business day less any back-end load and an amount that the Management Company may consider to be an appropriate provision of duties and charges, if applicable. Redemption of units is recorded on acceptance of application for redemption.

4.10 Element of Income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net asset value per unit on the issuance or redemption date, as the case may be, of units and the net asset value per unit at the beginning of the relevant accounting period. 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 net asset value 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.

4.11 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 of the Fund in circulation at the year-end.

4.12 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Profit / return on investments in debt and government securities is recognised using effective interest method.
- Profit on bank balances, placements and term deposits are recognised on accrual basis.

4.13 Expenses

All expenses including Management fee, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

4.14 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the fund. These costs are being amortised over a period of 5 year in accordance with the requirements set out in the Trust Deed of the Fund.

5	BANK BALANCES	Note	2026	2025
			----- Rupees -----	-----
	- In savings accounts	5.1	10,259,272,400	973,077,841
	- In current accounts	5.2	500,013,202	500,010,000
			<u>10,759,285,602</u>	<u>1,473,087,841</u>

5.1 These accounts carry profit rates ranging from 9.75% to 12.25% (2025: 8.50% to 11.50%) per annum. These include bank balance of Rs. 153.76 million (June 2025: Rs. 468.15 million) maintained with Bank Alfalah Limited (a related party), carrying profit at rate 9.75% (2025: 6.50% to 11.00%) per annum.

5.2 This includes 0.009 million (June 30, 2025: Rs. 500.01 million) held with Bank Alfalah Limited (a related party).

6 INVESTMENTS

At fair value through profit or loss

		2026	2025
	Note	-----Rupees-----	
Bai' muajjal	6.1	-	3,157,568,273
Term deposit receipts	6.2	1,900,000,000	-
Musharakah certificates	6.3	-	-
Mudarabah certificates	6.4	-	-
Government of Pakistan Ijarah Sukuk Certificates - Secured	6.5	-	15,237,370,814
Short term sukuk certificates	6.6	1,722,000,000	1,785,000,000
		3,622,000,000	20,179,939,087

6.1 Bai' Muajjal

Name of the investee company	Rating (Long Term / Short Term)	Issue Date	Maturity date	Profit rate	Face value	Deferred income	Accrued profit	Carrying value as at June 30, 2026	Carrying value as a percentage of	
									Net assets of the Fund	Total investments of the Fund
									-----Rupees-----	
United Bank Limited	AAA/A-1+	April 21, 2025	July 21, 2025	11.65%	1,245,849,186	7,728,480	7,728,480	-	-	-
United Bank Limited	AAA/A-1+	April 21, 2025	July 21, 2025	11.65%	311,462,297	1,932,120	1,932,120	-	-	-
Askari Bank Limited	AA/A1+	May 8, 2025	August 6, 2025	10.79%	1,084,460,239	11,241,937	11,241,937	-	-	-
Pak Brunei Investment Company Limited	AA/A1+	May 12, 2025	August 13, 2025	10.80%	543,428,112	6,729,024	6,729,024	-	-	-
Pak Oman Investment Company Limited	AA/A1+	July 22, 2025	October 20, 2025	10.55%	1,249,775,774	31,686,994	31,686,994	-	-	-
Pak Brunei Investment Company Limited	AA/A1+	October 13, 2025	November 6, 2025	10.90%	1,152,107,001	8,198,533	8,198,533	-	-	-
Saudi Pak Industrial & Agricultural	AAA/A1+	August 11, 2025	November 24, 2025	10.75%	657,445,393	19,721,396	19,721,396	-	-	-
Pak Oman Investment Company Limited	AA/A1+	October 20, 2025	January 16, 2026	10.90%	1,067,873,360	27,344,528	27,344,528	-	-	-
United Bank Limited	AAA/A-1+	July 30, 2025	January 26, 2026	10.35%	1,070,209,719	51,971,971	51,971,971	-	-	-
United Bank Limited	AAA/A-1+	February 23, 2025	May 19, 2026	10.33%	542,692,392	12,748,419	12,748,419	-	-	-
Total as at June 30, 2026					179,303,402	179,303,402	-	-	-	-
Total as at June 30, 2025					840,247,807	812,616,246	3,157,568,273	18.10	15.65	

6.2 Term Deposit Receipts

Name of investee company	Issue date	Maturity date	Profit rate	Face value				Market value as at June 30, 2026	Market value as a percentage of	
				As at July 1, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026		Net assets of the Fund	Total investments of the Fund
									-----Rupees-----	
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	September 12, 2025	October 13, 2025	10.65%	-	1,000,000,000	1,000,000,000	-	-	-	-
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	February 24, 2026	March 10, 2026	10.20%	-	545,000,000	545,000,000	-	-	-	-
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	March 25, 2026	April 1, 2026	10.65%	-	500,000,000	500,000,000	-	-	-	-
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	April 20, 2026	May 4, 2026	10.85%	-	500,000,000	500,000,000	-	-	-	-
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	June 3, 2026	July 3, 2026	12.00%	-	200,000,000	-	200,000,000	200,000,000	1.39	5.52
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	June 4, 2026	July 6, 2026	12.00%	-	500,000,000	-	500,000,000	500,000,000	3.47	13.80
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	June 30, 2026	July 7, 2026	12.00%	-	1,200,000,000	-	1,200,000,000	1,200,000,000	8.32	33.13
Total as at June 30, 2026								1,900,000,000	13.18	52.45
Total as at June 30, 2025								-	-	-

6.2.1 The Profit payments and principal redemption of Term Deposit Receipts are receivable at maturity.

6.3 Musharakah Certificates

Name of investee company	Issue date	Maturity date	Profit rate	Face value				Market Value as at June 30, 2026	Market value as a percentage of	
				As at July 1, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026		Net assets of the Fund	Total investments of the Fund
									-----Rupees-----	
Allied Bank Limited Islamic Banking (AAA, PACRA)	August 8, 2025	August 15, 2025	10.50%	-	1,000,000,000	1,000,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	August 15, 2025	August 18, 2025	10.25%	-	1,200,000,000	1,200,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	August 25, 2025	August 26, 2025	10.45%	-	800,000,000	800,000,000	-	-	-	-
Faysal Bank Limited (AA, PACRA)	August 28, 2025	September 5, 2025	10.55%	-	1,295,000,000	1,295,000,000	-	-	-	-
Habib Bank Ltd - Islamic Banking (AAA, PACRA)	September 5, 2025	September 12, 2025	10.60%	-	1,230,000,000	1,230,000,000	-	-	-	-

Name of investee company	Issue date	Maturity date	Profit rate	Face value				Market Value as at June 30, 2026	Market value as a percentage of	
				As at July 1, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026		Net assets of the Fund	Total investments of the Fund
				Rupees					%	
Meezan Bank Limited (AAA, PACRA)	September 23, 2025	September 30, 2025	10.65%	-	825,000,000	825,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	October 6, 2025	October 8, 2025	10.60%	-	400,000,000	400,000,000	-	-	-	-
Allied Bank Limited Islamic Banking (AAA, PACRA)	October 27, 2025	October 28, 2025	10.50%	-	1,000,000,000	1,000,000,000	-	-	-	-
Allied Bank Limited Islamic Banking (AAA, PACRA)	October 28, 2025	October 29, 2025	10.50%	-	500,000,000	500,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	November 10, 2025	November 13, 2025	10.60%	-	500,000,000	500,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	November 24, 2025	December 1, 2025	10.60%	-	600,000,000	600,000,000	-	-	-	-
Faysal Bank Limited - Islamic Banking (AAA, PACRA)	January 16, 2026	January 23, 2026	10.00%	-	500,000,000	500,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	January 19, 2026	January 26, 2026	9.90%	-	500,000,000	500,000,000	-	-	-	-
Meezan Bank Limited (AAA, PACRA)	January 27, 2026	February 3, 2026	10.15%	-	370,000,000	370,000,000	-	-	-	-
Allied Bank Limited Islamic Banking (AAA, PACRA)	February 16, 2026	February 27, 2026	10.15%	-	500,000,000	500,000,000	-	-	-	-
Allied Bank Limited Islamic Banking (AAA, PACRA)	May 4, 2026	May 8, 2026	11.40%	-	500,000,000	500,000,000	-	-	-	-
Bank Alfalah Limited - Islamic Banking (AA+, PACRA)	May 6, 2026	May 8, 2026	11.50%	-	500,000,000	500,000,000	-	-	-	-
Total as at June 30, 2026								-	-	-
Total as at June 30, 2025								-	-	-

6.4 Mudarabah Certificates

Name of investee company	Issue Date	Maturity date	Profit rate	Face value				Market Value as at June 30, 2026	Market value as a percentage of	
				As at July 1, 2025	Purchased during the year	Matured / sold during the year	As at June 30, 2026		Net assets of the Fund	Total investments of the Fund
				Rupees					%	
Zarai Taraqati Bank Limited (A1+,VIS)	August 7, 2025	August 11, 2025	10.10%	-	500,000,000	500,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	September 17, 2025	September 19, 2025	10.70%	-	400,000,000	400,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	September 17, 2025	September 26, 2025	10.65%	-	600,000,000	600,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	October 3, 2025	October 6, 2025	10.65%	-	750,000,000	750,000,000	-	-	-	
Zarai Taraqati Bank Limited (A1+,VIS)	March 9, 2026	March 13, 2026	10.00%	-	500,000,000	500,000,000	-	-	-	
Total as at June 30, 2026								-	-	-
Total as at June 30, 2025								-	-	-

6.5 Government of Pakistan Ijarah Sukuk Certificates - Secured

Name of security	Issue date	Maturity date	Profit rate	As at July 1, 2025	Purchased during the year	Sold / matured during the year	As at June 30, 2026	Balance as at June 30, 2026			Market value as percentage of	
								Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investments of the Fund
				Number of certificates								
Variable rate												
GoP Ijarah sukuk**	July 29, 2020	July 29, 2025	11.20%	23,550	-	23,550	-	-	-	-	-	-
Fixed rate												
GoP Ijarah sukuk**	July 29, 2020	July 29, 2025	8.37%	2,600	-	2,600	-	-	-	-	-	-
GoP Ijarah sukuk**	December 9, 2020	December 9, 2025	11.01%	-	49,250	49,250	-	-	-	-	-	-
GoP Ijarah sukuk**	October 29, 2021	October 29, 2026	10.77%	-	2,500	2,500	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	July 26, 2024	July 25, 2025	17.35%	200,000	-	200,000	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	August 16, 2024	August 15, 2025	15.65%	332,575	-	332,575	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	September 18, 2024	September 17, 2025	11.58%	987,973	-	987,973	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	October 21, 2024	October 20, 2025	12.52%	45,996	-	45,996	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	November 7, 2024	November 6, 2025	11.14%	532,094	-	532,094	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	December 4, 2024	December 3, 2025	10.06%	285,000	-	285,000	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	January 9, 2025	January 8, 2026	10.45%	134,500	-	134,500	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	February 6, 2025	February 4, 2026	10.48%	74,400	-	74,400	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	August 21, 2025	August 20, 2026	10.48%	-	101,000	101,000	-	-	-	-	-	-
GoP Ijarah sukuk (PSX)*	January 22, 2026	January 21, 2027	9.47%	-	50,000	50,000	-	-	-	-	-	-
Zero Rate												
GoP Ijarah sukuk**	June 26, 2023	June 26, 2026	0.00%	-	5,000	5,000	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								15,239,695,769	15,237,370,814	(2,324,955)	87.36	75.51

* These GoP Ijara Sukuks are listed on Pakistan Stock Exchange (PSX) and have nominal value of Rs. 5,000 each.

** These GoP Ijara Sukuks have nominal value of Rs. 100,000 each.

6.6 Short Term Sukuks Certificates

Name of the security	Profit payments	Profit rate	Maturity date	As at July 01, 2025	Purchased during the Year	Sold / matured during the Year	As at June 30, 2026	Carrying value as at June 30, 2026	Market value as at June 30, 2026	Market value as a percentage of	
										Net assets of the fund	Total investments of the fund
				Number of certificates			Rupees			%	
Pakistan Telecommunication (Private) Limited Short term Sukuk X (A1+, PACRA) Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 0.05%	July 14, 2025	1,485	-	1,485	-	-	-	-	-
RYK Mills Limited Short term Sukuk X (A1, PACRA) Face value of Rs. 1,000,000 each	Semi-annually	6M Kibor + 1.5%	August 11, 2025	300	-	300	-	-	-	-	-
Pakistan Telecommunication (Private) Limited Short term Sukuk XIII (A1+, PACRA) Face value of Rs. 1,000,000 each	Semi-annually	6M Kibor - 0.05%	January 06, 2026	-	200	200	-	-	-	-	-
Ismail Industries Limited - Short term Sukuk V (A1, PACRA)* Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 0.05%	February 12, 2026	-	250	250	-	-	-	-	-
Nishat Mills Limited Short term Sukuk III (A1+, PACRA) Face value of Rs. 1,000,000 each	Quarterly	3M Kibor	May 06, 2026	-	25	25	-	-	-	-	-
Digital World Pakistan Private Limited Short term Sukuk I (A1+, PACRA) Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 1.25%	June 29, 2026	-	65	65	-	-	-	-	-
Daewoo Pakistan Express Bus Services Limited Short term Sukuk III (A1+, PACRA)* Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 2.5%	June 30, 2026	-	100	100	-	-	-	-	-
Pakistan Telecommunication (Private) Limited Short term Sukuk XIII (A1+, PACRA) Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 0.03%	July 09, 2026	-	107	-	107 107,000,000	107,000,000	107,000,000	0.74	2.95
Digital World Pakistan Private Limited Short term Sukuk I (A1+, PACRA) Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 1.25%	July 15, 2026	-	65	-	65 65,000,000	65,000,000	65,000,000	0.45	1.79
Masood Spinning Mills Limited Short term Sukuk I (A1+, PACRA)* Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 0.85%	Aug 07, 2026	-	100	-	100 100,000,000	100,000,000	100,000,000	0.69	2.76
Mahmood Textile Mills Limited- Short term Sukuk I (A1+, PACRA)* Face value of Rs. 1,000,000 each	Semi-annually	6M Kibor + 0.82%	October 21, 2026	-	200	-	200 200,000,000	200,000,000	200,000,000	1.39	5.52
Liberty Daharki Power Limited Short term Sukuk I (A1+, PACRA) Face value of Rs. 1,000,000 each	Semi-annually	6M Kibor + 1.25%	December 16, 2026	-	200	-	200 200,000,000	200,000,000	200,000,000	1.39	5.52
Pak Telecom Mobile Limited Short term Sukuk I (A1+, PACRA) Face value of Rs. 1,000,000 each	Quarterly	3M Kibor + 0.15%	December 24, 2026	-	750	-	750 750,000,000	750,000,000	750,000,000	5.20	20.71
Masood Spining Mills Limited Short term Sukuk I (A1+, PACRA)* Face value of Rs. 1,000,000 each	Quarterly	1M Kibor + 1.25%	December 29, 2026	-	300	-	300 300,000,000	300,000,000	300,000,000	2.08	8.28
Total as at June 30, 2026								1,722,000,000	1,722,000,000	11.94	47.53
Total as at June 30, 2025								1,785,000,000	1,785,000,000	10.23	8.85

* These Sukuks are secured in accordance with the respective issuance terms.

		2026	2025
		----- Rupees -----	
6.7 Unrealised (diminution) / appreciation on re-measurement of investments classified 'at fair value through profit or loss' - net	Note		
Market value of investments	6.1, 6.2, 6.3, 6.4, 6.5, & 6.6	3,622,000,000	20,179,939,087
Less: carrying value of investments	6.1, 6.2, 6.3, 6.4, 6.5, & 6.6	3,622,000,000	20,182,264,042
		-	(2,324,955)

7. ADVANCE, DEPOSIT AND OTHER RECEIVABLES

Advance tax	7.1	3,928,772	3,763,016
Profit receivable:			
Bank balances		18,895,976	17,248,925
Government of Pakistan (GoP) Ijara Sukuks Certificates		-	119,715,496
Term deposit receipts		6,673,972	-
Short term sukuk certificates		18,653,060	97,556,244
Security Deposit with Central Depository Company of Pakistan Limited - Trustee		100,000	100,000
Other receivables		4,652,231	3,907,578
		52,904,011	242,291,259

- 7.1** As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However, during current and previous year, withholding tax on profit on bank balances and debt instruments paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. As at the reporting date, the tax withheld on profit on bank balances and on debt instrument amounts to Rs. 3.93 (June 2025: 3.76).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. Subsequently, a petition was filed in the Honourable Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other asset management companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on bank balance and on debt instrument received by the Fund has been shown as advance tax as at June 30, 2026 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

	Note	2026	2025
		-----Rupees-----	
8 PRELIMINARY EXPENSES AND FLOATATION COSTS			
Balance at the beginning of the year		139,726	786,978
Less: amortised during the year		(139,726)	(647,252)
Balance as at year end		-	139,726

9 PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management remuneration payable	9.1	4,826,060	7,604,405
Sindh sales tax payable on management remuneration	9.2	723,909	1,140,661
Allocated expense payable		-	1,595,873
Sindh sales tax payable on Allocated expense		-	239,381
Selling and marketing expenses payable		-	12,599,672
Sindh sales tax payable on Selling and marketing expenses		-	1,896,474
Sales load payable		30,644	13,393
		5,580,613	25,089,859

9.1 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 maximum limit prescribed by SECP vide S.R.O. 600(I)/2025 dated April 10, 2025, i.e., 1.25% for the scheme categorised as money market scheme. The remuneration is payable to the Management Company monthly in arrears. During the year, the Management Company has charged management fee at the rate of 0.8% - 1.25% (June 30, 2025: 0.91% - 1%) per annum of daily net assets of the Fund.

9.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 15% (2025: 15%) on the remuneration of the Management Company through the Sindh sales tax on Services Act, 2011.

	Note	2026 ----- Rupees -----	2025 -----
10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee remuneration payable	10.1	685,789	1,569,675
Sindh sales tax payable on Trustee remuneration	10.2	102,868	268,169
		<u>788,657</u>	<u>1,837,844</u>

10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed based on the daily net assets value of the Fund. The remuneration is payable to the Trustee at the rate of 0.055% (2025: 0.055%) per annum of the daily net assets of the Fund.

10.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 15% (2025: 15%) on the remuneration of the Trustee through the Sindh sales tax on Services Act, 2011.

	Note	2026 ----- Rupees -----	2025 -----
11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Fee payable	11.1	922,789	879,068

11.1 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 fee at the rate of 0.075% (2025: 0.075%) per annum of the daily net assets during the year ended June 30, 2026.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	2026 ----- Rupees -----	2025 -----
12 ACCRUED EXPENSES AND OTHER LIABILITIES		
Withholding tax payable	1,603,741	43,890,761
Withholding tax payable on redemption	-	4,357,938
Auditor's remuneration payable	346,455	295,097
Settlement charges payable	2,045,596	2,236,898
Brokerage expense payable	1,457,807	2,523,099
Printing charges payable	172,168	143,590
Sales load payable	501,659	662,776
Legal and Professional charges	130,680	-
Other payable	-	16,126
Shariah advisory fee payable	108,355	239,645
Shariah audit fee payable	81,000	-
Zakat payable	41,580	22,460
	<u>6,489,041</u>	<u>54,388,390</u>

13 CONTINGENCIES AND COMMITMENTS

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

	2026	2025
	----- Rupees -----	
14 AUDITOR'S REMUNERATION		
Annual audit fee	246,941	224,492
Half yearly review of condensed interim financial statements	148,165	134,696
Fee for other certification	98,777	89,797
Out of pocket expenses	49,388	44,898
	<u>543,271</u>	<u>493,883</u>
Sindh sales tax	43,462	39,511
	<u>586,733</u>	<u>533,394</u>

15 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund for the year ended June 30, 2026 is 1.35% (2025: 1.60%) which includes 0.16% (2025: 0.27%) representing Government levies, sales taxes, and annual fee to the SECP. Pursuant to the amendments in the NBFC Regulations, 2008 by SECP vide Notification S.R.O. 600(I)/2025 dated April 10, 2025, the requirement related to maximum Total Expense Ratio limits has been removed as applicable to Collective Investment Schemes, effective from July 01, 2025.

		2026	2025
		----- Rupees -----	
16 CASH AND CASH EQUIVALENTS	Note		
Bank balances	5	10,759,285,602	1,473,087,841
Bai' Muajjal Receivable (Maturity within 3 months or less)	6.1	-	3,157,568,273
Term deposit receipts	6.2	1,900,000,000	-
		<u>12,659,285,602</u>	<u>4,630,656,114</u>

17 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Further, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. During the year ended June 30, 2026, the Fund has distributed by way of cash dividend at minimum 90 percent of accounting income for the year as reduced by capital gains, whether realised or unrealised, to the unit holders. Accordingly, no provision for taxation has been recognised in the financial statements.

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

18 EARNINGS PER UNIT (EPU)

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

19 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah Investment Company Limited and Alfalah GHP Investment Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with related parties / connected person are also in the normal course of business, at contracted rates as duly approved by the Board of Directors.

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

Details of transactions and balances at year end with related parties / connected persons, other than those which have been disclosed else where in these financial statements, are as follows:

19.1 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 (Note 19.1)**
Units					Rupees				

Associated companies / undertakings

Alfalah Asset Management Limited	6	2,548,001	-	2,548,007	-	600	255,052,512	-	255,450,074	-
Alfalah Ghp Investment Management Limited - Staff Provident Fund	219,918	241,427	-	461,345	-	21,991,800	24,174,160	-	46,219,639	-
Alfalah GHP Islamic Prosperity Planning Fund	180	166,538	4,109	191	170,636	18,000	17,000,000	410,899	19,150	17,130,728
Alfalah GHP Islamic Prosperity Planning Fund - II	40	888,000	27,387	915,427	-	4,000	88,800,000	2,738,783	91,543,425	-

Key management personnel ***

Chief Strategic Officer	3,207	-	-	3,207	-	320,700	-	-	321,741	-
Chief Financial Officer	-	58,737	-	51,768	6,969	-	5,881,489	-	5,191,333	699,642
Head of Digital Transformation	-	228,407	-	228,407	-	-	22,865,953	-	22,906,890	-
Head of Separately Managed Account (SMA)	65,635	-	-	65,635	-	6,563,500	-	-	6,566,459	-

2025									
As at July 1, 2024	Issued for cash / conversion in / transfer in	Dividend reinvested	Redeemed / conversion out / transfer out	As at June 30, 2025	As at July 1, 2024*	Issued for cash / conversion in / transfer in*	Dividend reinvested*	Redeemed / conversion out / transfer out*	As at June 30, 2025 (Note 19.1)**
Units					Rupees				

Associated companies / undertakings

Alfalah Asset Management Limited	-	120	-	114	6	-	12,025	-	11,426	600
Alfalah Ghp Investment Management Limited - Staff Provident Fund	-	219,351	567	-	219,918	-	21,970,251	78,286	-	21,991,800
Alfalah GHP Islamic Prosperity Planning Fund	-	177	3	-	180	-	17,653	359	-	18,000
Alfalah GHP Islamic Prosperity Planning Fund - II	-	39	1	-	40	-	3,859	74	-	4,000

Key management personnel ***

Chief Strategic Officer	-	3,197	10	-	3,207	-	320,222	1,140	-	320,700
Head of Digital Transformation	-	134,978	60	135,038	-	-	13,497,839	6,006	13,526,986	-
Head of Separately Managed Account (SMA)	7	65,445	190	7	65,635	665	6,553,354	1,907	1,319	6,563,500

19.1.1 This reflects the position of Related Parties / Connected Persons status as at June 30, 2026 and June 30, 2025

*These amounts are based on transactions price.

**These amounts are based on the net asset value per unit at year end.

These include transactions and balances in relation to the entities where common directorship / key executives / other connected persons that exists as at year end. However, it does not include the transactions and balances whose status changed during the year.

	2026	2025
	Rupees	
19.2 Transactions during the year		
Associated companies / undertakings		
Alfalah Asset Management Limited - Management Company		
Remuneration of the Management Company	66,456,264	157,525,932
Sindh sales tax on remuneration of the Management Company	9,968,440	23,628,889
Allocated expenses	-	20,083,688
Sindh sales tax on allocated expenses	-	3,012,553
Selling and marketing expenses	-	37,950,717
Sindh sales tax on selling and marketing expenses	-	5,692,608
Sales load	31,361	-
Bank Alfalah Limited		
Term deposit receipts - purchased	4,445,000,000	5,200,000,000
Musharakah Certificate - purchased	500,000,000	500,000,000
Profit on term deposit receipts	20,953,452	56,005,479
Profit on Musharakah certificates	315,068	1,260,274
Profit on bank balance	6,854,618	163,893,198
Sales load	5,819,897	5,547,618

	2026	2025
	----- Rupees -----	
Alfalalah GHP Islamic Money Market Fund		
Sukuk certificates - purchased	-	-
Sukuk certificates - sale	-	3,660,000,000
Government of Pakistan Ijarah Sukuk Certificates - Secured	-	754,950,000
Alfalalah GHP Money Market Fund		
Short term sukuk certificates - sale	-	950,000,000
Alfalalah GHP Cash Fund		
Short term sukuk certificates - sale	-	125,000,000
Alfalalah Islamic Sovereign Plan - III		
Government of Pakistan Ijarah Sukuk Certificates - Secured	-	2,614,851,500
Other related party		
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	3,593,862	9,513,841
Sindh sales tax on remuneration of the Trustee	539,079	1,427,076
CDS charges	-	59,050

19.3 Amounts outstanding as at year end

Associated companies / undertakings

Alfalalah Asset Management Limited - Management Company

Management remuneration payable	4,826,060	7,604,405
Sindh sales tax payable on management remuneration	723,909	1,140,661
Selling and marketing expenses payable	-	12,599,672
Sindh sales tax payable on selling and marketing	-	1,896,474
Allocated expenses payable	-	1,595,873
Sindh sales tax payable on allocated expenses payable	-	239,381
Sales load payable	30,644	13,393

Bank Alfalah Limited

Bank balances	153,776,706	968,167,036
Sales load payable	501,659	622,776
Term deposit receipts	1,900,000,000	-
Profit Receivable on term deposit receipts	6,673,972	-
Profit Receivable	2,158,631	-

Other related party

Central Depository Company of Pakistan Limited - Trustee

Trustee remuneration payable	685,789	1,569,675
Sindh sales tax payable on Trustee remuneration	102,868	268,169
Security deposit	100,000	100,000

20 FINANCIAL INSTRUMENTS BY CATEGORY

2026		
At amortised cost	At fair value through profit or loss	Total
----- Rupees -----		
10,759,285,602	-	10,759,285,602
-	3,622,000,000	3,622,000,000
48,975,239	-	48,975,239
10,808,260,841	3,622,000,000	14,430,260,841

Financial assets

Bank Balances
Investments
Deposits and other receivables

Financial liabilities

Payable to Alfalah Asset Management Limited -
Management Company

5,580,613

-

5,580,613

Payable to Central Depository Company of Pakistan
Limited - Trustee

788,657

-

788,657

Accrued expenses and other liabilities

4,843,720

-

4,843,720

11,212,990

-

11,212,990

Financial assets

Bank balances

1,473,087,841

-

1,473,087,841

Investments

-

20,179,939,087

20,179,939,087

Deposits and other receivables

238,528,243

-

238,528,243

1,711,616,084

20,179,939,087

21,891,555,171

Financial liabilities

Payable to Alfalah Asset Management Limited -
Management Company

25,089,859

-

25,089,859

Payable to Central Depository Company of Pakistan
Limited - Trustee

1,837,844

-

1,837,844

Dividend payable

61,920,003

-

61,920,003

Payable against units redeemed

4,309,984,855

-

4,309,984,855

Accrued expenses and other liabilities

6,117,231

-

6,117,231

4,404,949,792

-

4,404,949,792

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

21.1 Market risk

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

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the SECP.

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

21.1.1 Currency risk

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

21.1.2 Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. The 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 profit rate profile of the Fund's Profit bearing financial instruments, as at June 30, 2026, is as follows:

	2026	2025
	----- Rupees -----	
Variable rate instruments (financial assets)		
Bank balances	10,259,272,400	973,077,841
Government of Pakistan (GoP) Ijara Sukuk Certificates	-	2,614,403,500
Short term sukuk certificates	1,722,000,000	1,785,000,000
	11,981,272,400	5,372,481,341
Fixed rate instruments (financial assets)		
Bai' muajjal	-	3,157,568,273
Term Deposit Receipts	1,900,000,000	-
Government of Pakistan (GoP) Ijara Sukuk Certificates	-	12,622,967,314
	1,900,000,000	15,780,535,587

a) Sensitivity analysis for variable rate instrument

Presently, the Fund holds short term sukuks and bank balances which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 119.81 million (2025: Rs. 53.72 million). The analysis assume that all other variables remain constant.

b) Sensitivity analysis for fixed rate instrument

The Fund is exposed to fair value profit rate risk for investment in government securities and term deposit receipts.

In case of 100 basis points increase in profit rates on June 30, 2026, with all other variables held constant, the net income for the year and the net assets would have been lower by Rs. 17.54 million (2025: Rs. 1,391 million).

In case of 100 basis points decrease in profit rates on June 30, 2026, with all other variables held constant, the net income for the year and the net assets would have been higher by Rs. 20.73 million (2025: Rs. 1,690 million).

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

2026					
Effective yield / profit rate	Exposed to yield / profit risk			Not exposed to profit rate risk	Total
	Upto three months	More than three months and up to one year	More than one year		
	----- Rupees -----				

On-balance sheet financial instruments

Financial assets

Bank balances	9.75% to 12.25%	10,259,272,400	-	-	500,013,202	10,759,285,602
Term deposit receipts	12%	1,900,000,000	-	-	-	1,900,000,000
Short term sukuk certificates	10.42% to 13.61%	1,322,000,000	400,000,000	-	-	1,722,000,000
Deposit and other receivables		-	-	-	48,975,239	48,975,239
		13,481,272,400	400,000,000	-	548,988,441	14,430,260,841

2026					
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to profit rate risk	Total
	Upto three months	More than three months and up to one year	More than one year		
	----- Rupees -----				
Financial liabilities					
Payable to Alfalah Asset Management Limited - Management Company	-	-	-	5,580,613	5,580,613
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	788,657	788,657
Accrued expenses and other liabilities	-	-	-	4,843,720	4,843,720
	-	-	-	11,212,990	11,212,990
On-balance sheet gap (a)	13,481,272,400	400,000,000	-	537,775,451	14,419,047,851
Off-balance sheet financial instruments	-	-	-	-	-
Off-balance sheet gap (b)	-	-	-	-	-
Total profit rate sensitivity gap (a) + (b)	13,481,272,400	400,000,000	-	537,775,451	14,419,047,851
Cumulative profit rate sensitivity gap	13,481,272,400	13,881,272,400	13,881,272,400		

2025						
Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to profit rate risk	Total	
	Upto three months	More than three months and up to one year	More than one year			
	----- Rupees -----					
On-balance sheet financial instruments						
Financial assets						
Bank balances	8.50% to 11.50%	973,077,841	-	-	500,010,000	1,473,087,841
Bai' muajjal	10.79% to 11.65%	3,157,568,273	-	-	-	3,157,568,273
Short term sukuk certificates	11.79%	1,785,000,000	-	-	-	1,785,000,000
Government of Pakistan (GoP) Ijara Sukuk Certificates	11.58%/10.06%	10,086,041,099	5,151,329,715	-	-	15,237,370,814
Deposits and other receivables		-	-	-	238,528,243	238,528,243
		16,001,687,213	5,151,329,715	-	738,538,243	21,891,555,171
Financial Liabilities						
Payable to Alfalah Asset Management Limited - Management Company		-	-	-	25,089,859	25,089,859
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	1,837,844	1,837,844
Dividend payable		-	-	-	61,920,003	61,920,003
Payable against units redeemed		-	-	-	4,309,984,855	4,309,984,855
Accrued expenses and other liabilities		-	-	-	6,117,231	6,117,231
		-	-	-	4,404,949,792	4,404,949,792
On-balance sheet gap (a)		16,001,687,213	5,151,329,715	-	(3,666,411,549)	17,486,605,379
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a) + (b)		16,001,687,213	5,151,329,715	-	(3,666,411,549)	17,486,605,379
Cumulative profit rate sensitivity gap		16,001,687,213	21,153,016,928	21,153,016,928		

21.1.3 Other price risk

Other 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 profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. As at June 30, 2026, the Fund is not exposed to other price risk.

21.2 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 and as listed in the offering document. 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 Fund does not expect to incur material credit losses on its financial assets.

21.2.1 Exposure to credit risk

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

	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 -----			
Bank balances	10,759,285,602	10,759,285,602	1,473,087,841	1,473,087,841
Investments	3,622,000,000	3,622,000,000	20,179,939,087	4,942,568,273
Deposit and other receivables	48,975,239	48,975,239	238,528,243	118,812,747
	14,430,260,841	14,430,260,841	21,891,555,171	6,534,468,861

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets excluding investment in government securities which are not exposed to credit risk as they are guaranteed by the Government of Pakistan.

21.2.2 Credit quality of financial assets

The Fund held bank balances as at June 30, 2026 & 2025 with banks having following credit ratings:

Banks	Rating agency	Rating (Short term / Long term)	2026	2025
			% of Bank balances exposed to credit risk	
Allied Bank Limited	PACRA	A1+/AAA	0.08%	8.47%
Bank Alfalah Limited	PACRA	A1+/AAA	1.43%	65.72%
Bank Al Habib Limited	PACRA	A1+/AAA	0.10%	0.03%
Faysal Bank Limited	PACRA	A1+/AA	98.41%	23.84%
Bank of Punjab	PACRA	A1+/AAA	0.01%	-
Dubai Islamic Bank	VIS	A1+/AA	0.07%	1.94%
			100%	100%

* Nil due to rounding off difference

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

Ratings of Bai' Muajjal, Term Deposit Receipts, short term sukuk certificates, Musharakah, Mudarabah, have been disclosed in related notes to financial statements.

21.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk, the Fund has entered into transactions with credit worthy counterparties thereby mitigating any significant risk due to concentration of credit risk.

21.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as 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.

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

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

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining year at the end of the reporting year to the contractual maturity date. However, the liabilities that are payable on demand included in the maturity grouping of one month.

Financial liabilities

Payable to Alfalah Asset Management
Limited - Management Company
Payable to Central Depository Company
of Pakistan Limited - Trustee
Accrued expenses and other liabilities

2026			
Upto three months	Over three months and upto one year	Over one year	Total
Rupees			

5,580,613	-	-	5,580,613
788,657	-	-	788,657
4,843,720	-	-	4,843,720
11,212,990	-	-	11,212,990

Financial liabilities

Payable to Alfalah Asset Management
Limited - Management Company
Payable to Central Depository Company
of Pakistan Limited - Trustee
Dividend payable
Payable to unit holder
Accrued and other liabilities

2025			
Upto three months	Over three months and upto one year	Over one year	Total
Rupees			

25,089,859	-	-	25,089,859
1,837,844	-	-	1,837,844
61,920,003	-	-	61,920,003
4,309,984,855	-	-	4,309,984,855
6,117,231	-	-	6,117,231
4,404,949,792	-	-	4,404,949,792

22 FAIR VALUE MEASUREMENT

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

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

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

Fair value hierarchy

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

Levels	Description	Valuation approach and input used
Level 1:	Quoted prices in active markets for identical assets or liabilities;	Listed government securities traded on PSX are valued at revaluation rates disseminated by PSX.
Level 2:	Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and	The government securities not listed on a stock exchange and traded are valued at the average rates quoted on electronic quotation system (PKRV / PKFRV / PKISRV). The fair value of debt securities (other than government securities) is based on value determined and announced by MUFAP. The valuation of Bai Muajjal receivable has been carried out based on amortisation to their face values / sale price as per the guidelines given in Circular 33 of 2012 since the residual maturity of these investments is less than six months and they are placed with counterparties which have high credit ratings.
Level 3:	those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).	Not applicable

Financials asset 'at fair value through profit or loss'

Short term sukuk certificates
Term deposit receipts

2026			
Level 1	Level 2	Level 3	Total
----- Rupees -----			
-	1,722,000,000	-	1,722,000,000
-	1,900,000,000	-	1,900,000,000
-	3,622,000,000	-	3,622,000,000

Financial assets 'at fair value through profit or loss'

Bai' muajjal
Short term sukuk certificates
Government of Pakistan (GoP) Ijara Sukuk Certificates
Term deposit receipts

2025			
Level 1	Level 2	Level 3	Total
----- Rupees -----			
-	3,157,568,273	-	3,157,568,273
-	1,785,000,000	-	1,785,000,000
12,622,967,314	2,614,403,500	-	15,237,370,814
-	-	-	-
12,622,967,314	7,556,971,773	-	20,179,939,087

During year ended June 30, 2026, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

23 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 times during the life of the scheme. The Fund has maintained minimum size of one hundred million rupees at all times during the year.

24 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.

25 CORRESPONDING FIGURES

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

26 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

Category	As at 30 June 2026			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	3776	96,459,983	9,683,943,451	67.15%
Associated Co./ Directors	2	170,636	17,130,724	0.12%
Banks/DFIs	2	91,684	9,204,466	0.06%
Insurance Co.	4	2,025,397	203,336,445	1.41%
Retirement & Other Funds	36	5,031,740	505,153,371	3.50%
Others	92	39,859,602	4,001,640,056	27.75%
	3912	143,639,042	14,420,408,513	100.00%

Category	As at 30 June 2025			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	3133	75,703,161	7,570,316,100	43%
Associated Co./ Directors	1	6	600	0%
Banks/DFIs	5	588,697	58,869,700	0%
Insurance Co.	1	107	10,700	0%
Retirement & Other Funds	37	7,055,136	705,513,600	4%
Others	114	91,066,481	9,106,647,194	52%
	3291	174,413,588	17,441,357,894	100%

(ii) TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

	30 June 2026 %
AKD Securities Limited	26%
Currency Market Associates (Pvt) Ltd	18%
JS Global Capital Limited	16%
NEXT CAPITAL Pvt Limited	13%
Pearl Securities Limited	9%
ICON Management	5%
Optimus Markets Pvt Ltd	4%
CONTINENTAL	4%
Magenta Capital(Pvt)Ltd.	3%
Arif Habib Limited	1%

	30 June 2025 %
AKD Securities Limited	59%
Bright Capital (Pvt.) Limited	9%
JS Global Capital Limited	9%
Alfalsh CLSA Securities (Private) Limited	6%
Icon Management Pvt Limited	5%
Next Capital Pvt Limited	3%
Magenta Capital(Pvt)Ltd.	2%
Continental Exchange (Pvt.) Limited	2%
Paramount Capital (Pvt.) Limited	1%
Arif Habib Limited	1%

(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 - AIRAF

	30 June 2026	30 June 2025	30 June 2024	30 June 2023	30 June 2022
Net Assets (Rupees in '000)	14,420,408,513	17,441,357,894	56,536,932,468	31,116,632,300	6,698,197,410
NAV per unit	100.3934	100.0000	100.0000	100.0000	100.0000
Selling price per unit	102.7024	N/A	N/A	N/A	N/A
Redemption price per unit	100.3934	100.0000	100.0000	100.0000	100.0000
Highest selling price per unit	104.8173	N/A	N/A	N/A	N/A
Highest redemption price per unit	102.4607	100.0000	100.0000	100.0000	100.0000
Lowest selling price per unit	102.3000	N/A	N/A	N/A	N/A
Lowest redemption price per unit	100.0000	100.0000	100.0000	100.0000	100.0000
Total interim distribution per unit	8.62	13.12	20.11	15.77	9.26
Interim distribution date	19-Jun-26	Daily	Daily	Daily	Daily
Final distribution per unit	N/A	N/A	N/A	N/A	N/A
Final distribution date	N/A	N/A	N/A	N/A	N/A
Annualized returns	9.39%	13.85%	22.08%	17.07%	9.70%
Income distribution	8.62%	100.00%	100.00%	100.00%	100.00%
Weighted avg. portfolio duration	18.93 Days	83.54 Days	37.32 Days	28.11 Days	16.2 Days

Return since inception is **11.12%**

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