



NBP
GOVERNMENT SECURITIES
LIQUID FUND

ANNUAL REPORT
JUNE 30, 2026



MISSION STATEMENT

"To become country's most
investor-focused company,
by assisting investors
in achieving their financial goals."



Contents

FUND'S INFORMATION	03
DIRECTORS' REPORT	07
TRUSTEE REPORT TO THE UNIT HOLDERS	13
FUND MANAGER REPORT	14
INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS	16
STATEMENT OF ASSETS AND LIABILITIES	19
INCOME STATEMENT	20
STATEMENT OF COMPREHENSIVE INCOME	21
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	22
CASH FLOW STATEMENT	23
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS	24
PERFORMANCE TABLE	47



FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

Shaikh Muhammad Abdul Wahid Sethi	Chairman
Dr. Amjad Waheed	Chief Executive Officer
Syed Mujtaba Abbas	Director
Ms. Mehnaz Salar	Director
Mr. Ali Saigol	Director
Mr. Imran Zaffar	Director
Mr. Umar Ahsan Khan	Director
Mr. Tahir Jawaid	Director
Mr. Saad Muzaffar Waraich	Director

Chief Financial Officer & Company Secretary

Mr. Muhammad Murtaza Ali

Audit & Risk Committee

Mr. Umar Ahsan Khan	Chairman
Ms. Mehnaz Salar	Member
Mr. Imran Zaffar	Member
Mr. Saad Muzaffar Waraich	Member

Human Resource & Remuneration Committee

Mr. Tahir Jawaid	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Syed Mujtaba Abbas	Member
Mr. Ali Saigol	Member
Mr. Umar Ahsan Khan	Member

Business Strategy & IT Committee

Mr. Saad Muzaffar Waraich	Chairman
Shaikh Muhammad Abdul Wahid Sethi	Member
Syed Mujtaba Abbas	Member
Mr. Ali Saigol	Member
Mr. Imran Zaffar	Member
Mr. Tahir Jawaid	Member

Trustee

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

Bankers to the Fund

Allied Bank Limited	Habib Metropolitan Bank Limited
Askari Bank Limited	JS Bank Limited
Bank Alfalah Limited	MCB Bank Limited
Bank Al Habib Limited	Meezan Bank Limited
Bank Islami Pakistan Limited	National Bank of Pakistan
Dubai Islamic Bank Pakistan Limited	Samba Bank Limited
Faysal Bank Limited	United Bank Limited
Habib Bank Limited	

**Auditors**

A.F. Ferguson & Co. Chartered Accountants
State Life Building No. 1-C
I.I. Chundrigar Road,
P.O.Box 4716
Karachi.

Legal Advisor

Akhund Forbes
D-21, Block, Scheme 5,
Clifton, Karachi 75600, Pakistan.

Head Office:

7th Floor Clifton Diamond Building, Block No. 4,
Scheme No. 5, Clifton Karachi.
UAN: 021 (111-111-632),
(Toll Free): 0800-20002,
Fax: (021) 35825329
Website: www.nbpfund.com

Lahore Office:

7-Noon Avenue, Canal Bank,
Muslim Town, Lahore.
UAN: 042-111-111-632
Fax: 92-42-35861095

Islamabad Office:

1st Floor, Ranjha Arcade
Main Double Road, Gulberg Greens,
Islamabad.
UAN: 051-111-111-632
Phone: 051-2514987
Fax: 051-4859031

Peshawar Office:

Opposite Gul Haji Plaza, 2nd Floor
National Bank Building
University Road Peshawar,
UAN: 091-111 111 632
Fax: 091-5703202

Multan Office:

Khan Center, 1st Floor, Abdali Road, Multan.
Phone No. : 061-4540301-6, 061-4588661-2 & 4

Board of Directors



Mr. Ali Saigol
Director



Shaikh Muhammad Abdul Wahid Sethi
Chairman



Mr. Tahir Jawaid
Director



Mr. Saad Muzaffar Waraich
Director



Syed Mujtaba Abbas
Director



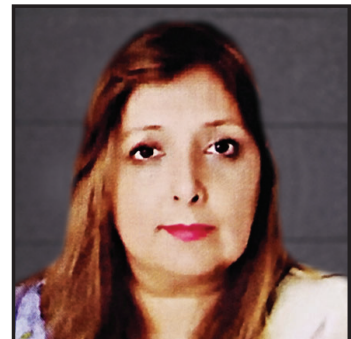
Mr. Imran Zaffar
Director



Mr. Umar Ahsan Khan
Director



Dr. Amjad Waheed, CFA
Chief Executive Officer



Ms. Mehnaz Salar
Director

Senior Management



Dr. Amjad Waheed, CFA
Chief Executive Officer



Mr. Muhammad Murtaza Ali
Chief Financial Officer &
Company Secretary



Mr. Asim Wahab Khan, CFA
Chief Investment Officer - Equity



Mr. Ozair Ali Khan
Chief Technology Officer



Mr. Salman Ahmed, CFA
Chief Investment Officer
Fixed Income



Mr. Mustafa Farooq
Chief Operating Officer



Mr. Raza Jafri
Head of Portfolio &
Investment Advisory



Syed Sharoz Mazhar, CFA
Chief Strategy & Growth Officer



Mr. Hassan Raza, CFA
Head of Equity



Mr. Waheed Abidi
Head of Internal Audit



Mr. Muhammad Umer Khan
Chief Human Resources Officer



Mr. Muhammad Waseem
Head of Research



Tanveer Fatima
Head of Compliance & Risk



DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the 18th Annual Report of **NBP Government Securities Liquid Fund (NGSLF)** for the year ended June 30, 2026.

Fund's Performance

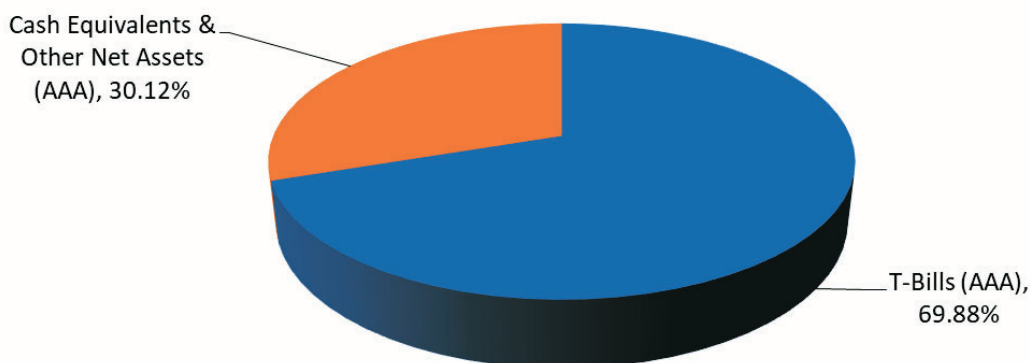
During FY26, the monetary policy stance evolved in response to changing inflation and external conditions. Following the easing cycle in FY25, the SBP reduced the policy rate by 50 bps to 10.5% in December-25, before raising it by 100 bps to 11.5% in April-26 as inflationary pressures intensified following the escalation of the US-Iran conflict and the resulting surge in global energy prices. Average headline inflation increased to 7.1% during FY26, peaking at 11.7% in May before moderating to 11.1% in June, while core inflation remained elevated. Fiscal consolidation also strengthened, with the fiscal deficit narrowing to 2.6% of GDP, the lowest in 22 years, while the primary surplus reached Rs. 3.63 trillion, or 2.9% of GDP, exceeding the IMF target by around Rs. 464 billion. Central government debt rose 7.4% YoY to Rs. 83.6 trillion, although the pace of accumulation slowed materially.

The State Bank of Pakistan (SBP) conducted twenty-six (26) T-Bill auctions, targeting approximately Rs. 19.5 trillion against maturities totaling around Rs. 20.5 trillion. Accepted bids amounted to a cumulative realization of around Rs. 21.6 trillion, spanning tenors from 1-month to 12-months. Debt markets reflected cautious sentiment, with T-Bill cut-offs ranging from 9.9% to 13.0%. Yields increased over the fiscal year, with short-term tenor spreads ranging from 0.35% to 0.75%. Liquidity management remained influenced by market demand, maturity pressures and monetary policy expectations, with acceptance patterns favoring shorter tenors.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. The rating reflects exceptionally strong credit and liquidity profile of the Fund. T-Bills are the major asset class of the Fund. Exposure of the Fund to credit, liquidity and interest rate risk is exceptionally low due to 70% minimum investment in Government securities (T-Bills) with average maturity of the overall portfolio at 45 days. The Fund invests in AA and above rated Banks/DFIs with maximum maturity of six months.

The size of NBP Government Securities Liquid Fund has decreased from Rs. 12.2 billion to Rs. 5.4 billion during the period (a decrease of 56%). The unit price of the Fund has increased from Rs. 9.4150 (Ex-Div) on June 30, 2025 to Rs. 10.3388 on June 30, 2026, thus showing a return of 9.8% as compared to the benchmark return of 10.7% for the same period. The performance of the Fund is net of management fee and all other expenses.

The Fund has earned a total income of Rs. 899.45 million during the year. After deducting total expenses of Rs. 119.04 million, the net income is Rs. 780.41 million. The asset allocation of NGSLF as on June 30, 2026 is as follows:



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 9.498% of the opening ex-NAV (9.792% of the par value) during the year ended June 30, 2026.

Taxation

As the above cash dividend is more than 90% of the income earned during the year, as reduced by accumulated losses and capital gains, whether realized or unrealized, the Fund is not subject to tax under Clause 99 of the Part I of the Second Schedule of the Income Tax Ordinance, 2001.

Auditors

The present auditors, Messrs A.F. Ferguson & Co., Chartered Accountants, retired and, being eligible, offer themselves for re-appointment for the year ending June 30, 2027.

Directors' Statement in Compliance with best practices contained in the Listed Companies (Code of Corporate Governance) Regulations, 2019

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 26 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 23 to these financial statements.
12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 18 to these financial statements.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2026, the Board included:



Category	Names
Independent Directors	1. Mr. Tahir Jawaid 2. Mr. Saad Muzaffar Waraich 3. Mr. Umar Ahsan Khan
Executive Director	Dr. Amjad Waheed - Chief Executive Officer
Non-Executive Directors	1. Shaikh Muhammad Abdul Wahid Sethi (Chairman) 2. Syed Mujtaba Abbas 3. Ms. Mehnaz Salar 4. Mr. Ali Saigol 5. Mr. Imran Zaffar

Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and trust in the Management Company, and providing the opportunity to serve them. It also offers its sincere gratitude to the Securities & Exchange Commission of Pakistan and State Bank of Pakistan for their patronage and guidance.

The Board also wishes to place on record its appreciation for the hard work, dedication and commitment shown by the staff and the Trustee.

On behalf of the Board of
NBP Fund Management Limited

Chief Executive Officer

Director

Date: September 04, 2026

Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP گورنمنٹ سیکورٹیز لیکویڈ فنڈ (NGSLF) کی اٹھارہویں سالانہ رپورٹ برائے مختتمہ سال 30 جون 2026ء پیش کرتے ہوئے سرسرت محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

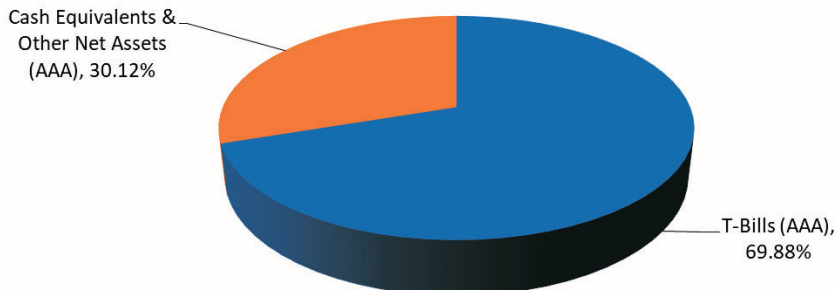
مالی سال 26 کے دوران افراط زر اور بیرونی حالات میں تبدیلی کے باعث مانیٹری پالیسی کا مؤقف بھی تبدیل ہوتا رہا۔ مالی سال 25 میں شرح سود میں کمی کے سلسلے کے بعد، اسٹیٹ بینک آف پاکستان (SBP) نے دسمبر 2025 میں پالیسی ریٹ میں 50 پیسے پوائنٹس کی کمی کرتے ہوئے اسے 10.5 فیصد کر دیا، تاہم امریکہ-ایران تنازع میں شدت اور اس کے نتیجے میں عالمی سطح پر توانائی کی قیمتوں میں اضافے کے باعث افراط زر کے دباؤ میں شدت آنے پر اپریل 2026 میں پالیسی ریٹ میں 100 پیسے پوائنٹس کا اضافہ کرتے ہوئے اسے 11.5 فیصد کر دیا گیا۔ مالی سال 26 کے دوران اوسط عمومی افراط زر 7.1 فیصد رہا، جو مئی میں بڑھ کر 11.7 فیصد کی بلند ترین سطح پر پہنچ گیا، تاہم جون میں کم ہو کر 11.1 فیصد ہو گیا، جبکہ بنیادی افراط زر بدستور بلند سطح پر برقرار رہا۔ مالیاتی استحکام میں بھی بہتری آئی، جس کے نتیجے میں مالیاتی خسارہ کم ہو کر GDP کا 2.6 فیصد رہ گیا، جو 22 سال کی کم ترین سطح ہے، جبکہ بنیادی سرپلس 3.63 ٹریلین روپے، یعنی GDP کا 2.9 فیصد رہا، جو آئی ایم ایف کے ہدف سے تقریباً 464 بلین روپے زیادہ ہے۔ مرکزی حکومت کا قرضہ سال بہ سال 7.4 فیصد بڑھ کر 83.6 ٹریلین روپے ہو گیا، تاہم قرضے میں اضافے کی رفتار میں نمایاں کمی آئی۔

اسٹیٹ بینک آف پاکستان (SBP) نے ٹی بلز کی 26 نیلامیاں منعقد کیں، جن میں تقریباً 19.5 ٹریلین روپے کے ہدف کے مقابلے میں تقریباً 20.5 ٹریلین روپے کی میچور ٹریز تھیں۔ منظور شدہ بولیوں کی مجموعی مالیت تقریباً 21.6 ٹریلین روپے رہی، جس میں 1 ماہ سے 12 ماہ تک کی مدت کے ٹی بلز شامل تھے۔ قرض کی مارکیٹوں میں محتاط رجحان دیکھا گیا، جبکہ ٹی بلز کے کٹ آف ریٹس 9.9 فیصد سے 13.0 فیصد کے درمیان رہے۔ مالی سال کے دوران شرح منافع میں اضافہ ہوا، جبکہ قلیل مدتی مدتوں کے اسپرڈز 0.35 فیصد سے 0.75 فیصد کے درمیان رہے۔ لیکویڈیٹی مینجمنٹ پر مارکیٹ کی طلب، میچورٹی کے دباؤ اور مانیٹری پالیسی سے متعلق توقعات اثر انداز ہوتی رہیں، جبکہ بولیوں کی منظوری کے رجحان میں نسبتاً مختصر مدت کے آلات کو ترجیح دی گئی۔

NGSLF کو PACRA کی طرف سے دی گئی سٹیبلٹی ریٹنگ "AAA(f)" ہے۔ یہ ریٹنگ فنڈ کے غیر معمولی مستحکم کریڈٹ اور لیکویڈیٹی پروفائل کی عکاسی کرتی ہے۔ اس فنڈ کی بڑی البیسٹ کلاس ہے۔ مجموعی پورٹ فولیو کی 45 دن کی اوسط میچورٹی کے ساتھ گورنمنٹ سیکورٹیز (T-Bills) میں کم از کم 70% سرمایہ کاری کے ساتھ فنڈ کے کریڈٹ، لیکویڈیٹی اور انٹرسٹ ریٹ کے خطرات کی زد میں آنے کے امکانات نہ ہونے کے برابر ہیں۔ فنڈ کو زیادہ سے زیادہ چھ ماہ کی میچورٹی کے ساتھ AA یا زائد ریٹنگ والے بینکوں/DFIs میں انویسٹ کرنے کی اجازت ہے۔

موجودہ مدت کے دوران، NBP گورنمنٹ سیکورٹیز لیکویڈ فنڈ کا سائز 12.2 بلین روپے سے کم ہو کر 5.4 بلین روپے ہو گیا (یعنی 56% کی کمی ہوئی)۔ اس مدت کے دوران، فنڈ کے پونٹ کی قیمت 30 جون 2025 کو (Ex-Div) 9.4150 روپے سے بڑھ کر 10.3388 روپے ہو گئی، لہذا اس مدت کے دوران فنڈ نے اپنے بیچ مارک 10.7% کے مقابلے میں 9.8% کا منافع درج کیا۔ فنڈ کی یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات منہا کرنے کے بعد خالص ہے۔

فنڈ نے سال کے دوران 899.45 بلین روپے کی مجموعی آمدنی کمائی۔ 119.04 بلین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 780.41 بلین روپے ہے۔ 30 جون 2026 کے مطابق NGSLF کی ایسٹ ایلو کیشن درج ذیل ہے۔



آمدنی کی تقسیم

مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2026 سال کے اختتام پر اوپننگ ex-NAV کا 9.498% (بنیادی قیمت کا 9.792%) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

ٹیکس

چونکہ مذکورہ بالا نقد منافع منقسمہ سال کے دوران حاصل ہونے والی آمدنی میں سے سرمایہ کاری پر حاصل ہونے والے محصول شدہ اور غیر محصول شدہ کیپٹل گین منہا کرنے کے بعد 90 فیصد سے زائد ہے، اس لئے فنڈ پر انکم ٹیکس آرڈیننس 2001 کے دوسرے شیڈول کے حصہ اول کی شق 99 کے تحت ٹیکس لاگو نہیں ہوتا ہے۔

آڈٹرز

موجودہ آڈٹرز، میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، رینٹرز ہو گئے ہیں اور اہل ہونے کی بناء پر 30 جون 2027 کو ختم ہونے والے سال کی دوبارہ تقرری کے لئے خود کو پیش کرتے ہیں۔

لید کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 میں شامل بہترین عوامل کی پیروی میں ڈائریکٹرز اسٹیٹمنٹ

1. مینجمنٹ کمپنی کی طرف سے تیار کردہ، مالیاتی گوشوارے فنڈ کے معاملات کی کیفیت، اس کی کاروباری سرگرمیوں کے نتائج، کیش فلو اور یونٹ ہولڈرز فنڈز میں تبدیلی کی منصفانہ عکاسی کرتے ہیں۔
2. فنڈ کے اکاؤنٹس کے کھاتے درست انداز میں رکھے ہوئے ہیں۔
3. مالی گوشواروں کی تیاری میں اکاؤنٹنگ کی مناسب پالیسیوں کی مسلسل پیروی کی گئی ہے۔ شریاتی تحجینے مناسب اور معقول نظریات پر مبنی ہیں۔
4. ان مالیاتی گوشواروں کی تیاری میں مالیاتی رپورٹنگ کے بین الاقوامی معیاروں، جہاں تک وہ پاکستان میں قابل اطلاق ہیں، کی پیروی کی گئی ہے۔
5. انٹرئل کنٹرول کا نظام مستحکم اور مؤثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
6. فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
7. کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
8. پرفارمنس ٹیمیل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
9. ٹیکسوں، ڈیویڈنڈ، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
10. اس مدت کے دوران مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے چھ اجلاس منعقد ہوئے۔ تمام ڈائریکٹرز کی حاضری ان مالیاتی گوشواروں کے نوٹ 26 میں ظاہر کی گئی ہے۔
11. یونٹ ہولڈنگ کا تفصیلی پیٹرن مالیاتی گوشواروں کے نوٹ 23 میں ظاہر کیا گیا ہے۔
12. ڈائریکٹرز، سی ای او، سی ایف او، کمپنی سیکرٹری اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے یونٹس کی تمام خرید و فروخت ان مالیاتی گوشواروں کے نوٹ 18 میں ظاہر کی گئی ہے۔
13. کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فہرست شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریسٹ نہیں رکھتی۔ 30 جون 2026 کو بورڈ آف ڈائریکٹرز درج ذیل ارکان پر مشتمل ہیں:



نام	کمٹری
•1 جناب طاہر جاوید •2 جناب سعد مظفر وڑائچ •3 جناب عمر احسن خان	آزاد ڈائریکٹرز
ڈاکٹر امجد وحید۔ چیف ایگزیکٹو آفیسر	ایگزیکٹو ڈائریکٹر
•1 شیخ محمد عبدالواحد سیٹھی (چیئر مین) •2 سید مجتبیٰ عباس •3 محترمہ مہناز سالار •4 جناب علی سیگل •5 جناب عمران ظفر	نان ایگزیکٹو ڈائریکٹرز

اظہار تشکر

بورڈ اس موقع پر اپنے معزز یونٹ ہولڈرز کا تہہ دل سے شکریہ ادا کرتا ہے کہ انہوں نے منجمنٹ کمپنی پر اپنے اعتماد اور بھروسہ کا اظہار کیا اور اسے اپنی خدمت کا موقع فراہم کیا۔ بورڈ سیکورٹیز اینڈ ایکسیج کمیشن آف پاکستان (SECP) اور اسٹیٹ بینک آف پاکستان (SBP) کی سرپرستی، رہنمائی اور تعاون پر بھی تہہ دل سے شکر گزار ہے۔

بورڈ اپنے عملے اور ٹرٹی کی جانب سے دکھائی جانے والی محنت، لگن اور عزم کی بھی قدر اور ان کی خدمات کو خراج تحسین پیش کرتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

NBP منجمنٹ لمیٹڈ

چیف ایگزیکٹو آفیسر

ڈائریکٹر

تاریخ: 04 ستمبر 2026ء

مقام: کراچی



TRUSTEE REPORT TO THE UNIT HOLDERS

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 NBP Government Securities Liquid Fund (the Fund) are of the opinion that NBP Fund Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the 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 28, 2026

FUND MANAGER REPORT

NBP Government Securities Liquid Fund

NBP Government Securities Liquid (NGSLF) Fund is an Open-End Money Market Scheme.

Investment Objective of the Fund

To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

Benchmark

90% three (3) months PKRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Banks as selected by MUFAP.

Fund Performance Review

This is the 18th Annual report since the launch of the Fund on May 15, 2009. The Fund size decreased by 56% during FY26 and stands at Rs. 5.4 billion as of June 30, 2026. The Fund's return since inception is 10.6% p.a. versus the benchmark return of 10.3% p.a. The Fund's return for FY26 is 9.8% p.a. against the benchmark return of 10.7% p.a. The return of the Fund is net of management fee and all other expenses.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. The rating reflects exceptionally strong credit and liquidity profile of the Fund. T-Bills are the major asset class of the Fund. Exposure of the Fund to credit, liquidity and interest rate risk is exceptionally low due to 70% minimum investment in Government securities (T-Bills) with average maturity of the overall portfolio at 45 days. The Fund invests in AA and above rated Banks/DFIs with maximum maturity of six months.

During FY26, the monetary policy stance evolved in response to changing inflation and external conditions. Following the easing cycle in FY25, the SBP reduced the policy rate by 50 bps to 10.5% in December-25, before raising it by 100 bps to 11.5% in April-26 as inflationary pressures intensified following the escalation of the US-Iran conflict and the resulting surge in global energy prices. Average headline inflation increased to 7.1% during FY26, peaking at 11.7% in May before moderating to 11.1% in June, while core inflation remained elevated. Fiscal consolidation also strengthened, with the fiscal deficit narrowing to 2.6% of GDP, the lowest in 22 years, while the primary surplus reached Rs. 3.63 trillion, or 2.9% of GDP, exceeding the IMF target by around Rs. 464 billion. Central government debt rose 7.4% YoY to Rs. 83.6 trillion, although the pace of accumulation slowed materially.

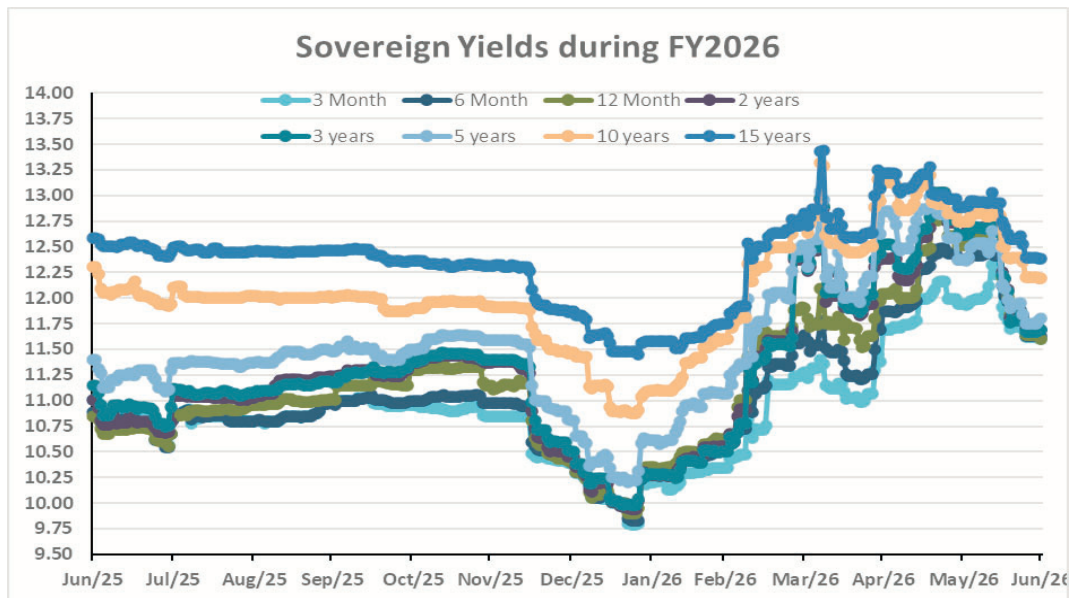
The State Bank of Pakistan (SBP) conducted twenty-six (26) T-Bill auctions, targeting approximately Rs. 19.5 trillion against maturities totaling around Rs. 20.5 trillion. Accepted bids amounted to a cumulative realization of around Rs. 21.6 trillion, spanning tenors from 1-month to 12-months. Debt markets reflected cautious sentiment, with T-Bill cut-offs ranging from 9.9% to 13.0%. Yields increased over the fiscal year, with short-term tenor spreads ranging from 0.35% to 0.75%. Liquidity management remained influenced by market demand, maturity pressures and monetary policy expectations, with acceptance patterns favoring shorter tenors.

Asset Allocation of Fund (% of NAV)

Particulars	30-Jun-26	30-Jun-25
T-Bills	79.43%	69.88%
Cash, Bank Placements & Other Assets	20.57%	30.12%
Total	100.00%	100.00%



Sovereign Yields during the year are shown in the below graph:



Distribution for the Financial Year 2026

Interim Period / Quarter	Dividend as % of Par Value (Rs.10)	Cumulative Div. Price/Unit	Ex- Div. Price
June-26	9.792%	11.2885%	10.3093

Unit Holding Pattern of NBP Government Securities Liquid Fund as on June 30, 2026

Size of Unit Holding (Units)	# of Unit Holders
1-1000	1415
1001-5000	184
5001-10000	59
10001-50000	91
50001-100000	50
100001-500000	101
500001-1000000	25
1000001-5000000	44
5000001-10000000	4
10000001-100000000	15
Total	1,988

During the period under question

There has been no other significant change in the state of affairs of the Fund. NBP Government Securities Liquid Fund does not have any soft commission arrangement with any broker in the industry.



INDEPENDENT AUDITORS' REPORT

To the Unit holders of NBP Government Securities Liquid Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **NBP Government Securities Liquid Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2026, and the income statement, the statement of comprehensive income, statement of movements 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 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 Matter

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

Following are the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	Net Asset Value (NAV) (Refer notes 4 and 5 to the financial statements) Bank balances and investments constitute the most significant components of the net asset value. The bank balances of the fund as at June 30, 2026 aggregated to Rs. 26,817.990 million and investments amounted to Rs. 3,769.299 million. The existence of bank balances and the existence and proper valuation of investments for the determination of NAV of the Fund as at June 30, 2026 was considered a high risk area and therefore we considered this as a key audit matter.	Our audit procedures amongst others included the following: - Obtained independent confirmations for verifying the existence of the investment portfolio and bank balances as at June 30, 2026 and traced them to the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed; - Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and - Obtained bank reconciliation statements and tested reconciling items on a sample basis.

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

The Management Company (NBP Fund Management Limited) is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

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

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

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

The Management Company (NBP Fund 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 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.
- 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 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 Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal and Regulatory Requirements

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

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

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

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: September 08, 2026

UDIN: AR202610061A16HcSVFM



STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2026

	Note	2026 ----- Rupees in '000 -----	2025 ----- Rupees in '000 -----
Assets			
Bank balances	4	26,817,990	6,566,456
Receivable against conversion of units		6,208,060	1,930,224
Investments	5	3,769,299	9,666,033
Interest receivable	6	25,123	15,998
Advance and prepayment	7	14,689	10,175
Total assets		36,835,161	18,188,886
Liabilities			
Payable to NBP Fund Management Limited - Management Company	8	58,534	71,055
Payable to Central Depository Company of Pakistan Limited - Trustee	9	561	972
Payable to the Securities and Exchange Commission of Pakistan	10	665	1,153
Payable against purchase of investments		1,695,942	-
Payable against redemption and conversion of units		29,557,940	5,640,349
Accrued expenses and other liabilities	11	127,341	305,942
Total liabilities		31,440,983	6,019,471
Net assets		<u>5,394,178</u>	<u>12,169,415</u>
Unit Holders' Fund (as per statement attached)		<u>5,394,178</u>	<u>12,169,415</u>
Contingencies and commitments	12		
		----- Number of units -----	
Number of units in issue	13	<u>521,741,095</u>	<u>1,180,432,508</u>
		----- Rupees -----	
Net asset value per unit		<u>10.3388</u>	<u>10.3093</u>

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2026

		2026	2025
	Note	Rupees in '000	
Income			
Interest income on bank balances		178,078	101,660
Interest income on term deposit receipts		7,121	-
Income on government securities		677,094	1,865,234
Income on letters of placement		37,673	22,996
Net realised (loss) / gain on sale of investments		(255)	20,083
Net unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	5.5	(262)	639
Total income		899,449	2,010,612
Expenses			
Remuneration of NBP Fund Management Limited - Management Company	8.1	91,196	115,202
Sindh sales tax on remuneration to the Management Company	8.2	13,679	17,280
Reimbursement of allocated expenses	8.3	-	6,937
Sindh sales tax on allocated expenses	8.2	-	1,041
Reimbursement of selling and marketing expenses	8.4	-	21,998
Sindh sales tax on selling and marketing expenses	8.2	-	3,300
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	4,560	7,383
Sindh sales tax on remuneration of Trustee	9.2	684	1,107
Fee to the Securities and Exchange Commission of Pakistan	10.1	6,218	10,068
Auditors' remuneration	14	1,704	1,251
Securities transaction costs		143	322
Legal and professional charges		252	175
Rating fee		413	373
Printing charges		-	75
Listing fee		62	31
Settlement and bank charges		127	383
Total expenses		119,038	186,926
Net income for the year before taxation		780,411	1,823,686
Taxation	16	-	-
Net income for the year after taxation		780,411	1,823,686
Allocation of net income for the year:			
Net income for the year after taxation		780,411	1,823,686
Income already paid on units redeemed		(681,213)	(1,531,765)
		99,198	291,921
Accounting income available for distribution:			
- Relating to capital gains		-	20,722
- Excluding capital gains		99,198	271,199
		99,198	291,921

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	----- Rupees in '000 -----	
Net income for the year after taxation	780,411	1,823,686
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>780,411</u>	<u>1,823,686</u>

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND FOR THE YEAR ENDED JUNE 30, 2026

	2026			2025		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- Rupees in '000 -----						
Net assets at the beginning of the year	12,021,853	147,562	12,169,415	8,720,123	130,321	8,850,444
Issuance of 5,222,134,006 units (2025: 8,344,643,648 units)						
- Capital value (at net asset value per unit at the beginning of the year)	53,836,546	-	53,836,546	85,841,349	-	85,841,349
- Element of income	4,390,516	-	4,390,516	10,175,663	-	10,175,663
Total proceeds on issuance of units	58,227,062	-	58,227,062	96,017,012	-	96,017,012
Redemption of 5,880,825,419 units (2025: 8,024,566,983 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(60,627,193)	-	(60,627,193)	(82,548,721)	-	(82,548,721)
- Element of loss	(4,290,084)	(681,213)	(4,971,297)	(9,880,054)	(1,531,765)	(11,411,819)
Total payments on redemption of units	(64,917,277)	(681,213)	(65,598,490)	(92,428,775)	(1,531,765)	(93,960,540)
Total comprehensive income for the year	-	780,411	780,411	-	1,823,686	1,823,686
Distribution for the year ended June 30, 2025 @ Rs. 1.5048 per unit declared on June 26, 2025	-	-	-	(286,507)	(274,680)	(561,187)
Distribution for the year ended June 30, 2026 @ Re. 0.9792 per unit declared on June 23, 2026	(98,594)	(85,626)	(184,220)	-	-	-
Total distribution during the year	(98,594)	(85,626)	(184,220)	(286,507)	(274,680)	(561,187)
Net assets at the end of the year	<u>5,233,044</u>	<u>161,134</u>	<u>5,394,178</u>	<u>12,021,853</u>	<u>147,562</u>	<u>12,169,415</u>
Undistributed income brought forward						
- Realised income		146,923			125,660	
- Unrealised income		639			4,661	
		147,562			130,321	
Accounting income available for distribution						
- Relating to capital gains		-			20,722	
- Excluding capital gains		99,198			271,199	
		99,198			291,921	
Distribution during the year		(85,626)			(274,680)	
Undistributed income carried forward		<u>161,134</u>			<u>147,562</u>	
Undistributed income carried forward						
- Realised income		161,396			146,923	
- Unrealised (loss) / income		(262)			639	
		<u>161,134</u>			<u>147,562</u>	
			Rupees			Rupees
Net asset value per unit at the beginning of the year			<u>10.3093</u>			<u>10.2870</u>
Net asset value per unit at the end of the year			<u>10.3388</u>			<u>10.3093</u>

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
Note	Rupees in '000	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	780,411	1,823,686
Adjustments for:		
Interest income on bank balances	(178,078)	(101,660)
Interest income on term deposit receipts	(7,121)	
Income on government securities	(677,094)	(1,865,234)
Income on letters of placement	(37,673)	(22,996)
Net realised loss / (gain) on sale of investments	255	(20,083)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	262	(639)
	(899,449)	(2,010,612)
	(119,038)	(186,926)
Decrease / (increase) in assets		
Investments	8,611,964	(2,402,551)
Advance and prepayment	(4,514)	(22)
	8,607,450	(2,402,573)
(Decrease) / increase in liabilities		
Payable to NBP Fund Management Limited - Management Company	(12,521)	6,981
Payable to Central Depository Company of Pakistan Limited - Trustee	(411)	545
Payable to the Securities and Exchange Commission of Pakistan	(488)	638
Accrued expenses and other liabilities	(178,601)	277,604
	(192,021)	285,768
Interest received on bank balances, government securities, letters of placement and term deposit receipts	890,841	2,012,969
Net cash generated from / (used in) from operating activities	9,187,232	(290,762)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units - net of refund of capital	53,850,632	93,813,892
Net payments against redemption of units	(41,680,899)	(88,343,562)
Dividend paid	(85,626)	(274,680)
Net cash generated from financing activities	12,084,107	5,195,650
Net increase in cash and cash equivalents during the year	21,271,339	4,904,888
Cash and cash equivalents at the beginning of the year	8,043,536	3,138,648
Cash and cash equivalents at the end of the year	17 29,314,875	8,043,536

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

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** NBP Government Securities Liquid Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDCPL) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) on April 10, 2009 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund was registered under the Sindh Trusts Act, 2020 on October 18, 2021.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th floor, Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3** The Fund is an open-ended mutual fund categorised as a money market scheme and is listed on the Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units of the Fund are transferable and can be redeemed by surrendering them to the Fund.
- 1.4** The investment objective of the Fund is to generate optimal returns with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short term government securities.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed the asset manager rating of the Management Company of AM1 on May 5, 2026 (2025: AM1 on May 5, 2025). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of the systems and processes. The Fund has been given a stability rating of AAA(f) on April 22, 2026 (2025: AAA(f) on April 17, 2025) by PACRA.
- 1.6** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as are 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 Regulation) Rules, 2003 (the NBFC Rules), 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, the NBFC Regulations and requirements of the Trust Deed differ from the 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, the NBFC Regulations have been followed.



2.2 Standards, interpretations and amendments to the 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 do not have any material effect on the Fund's financial statements and, therefore, have not been disclosed in these financial statements.

2.3 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective in the current year:

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements and have not been disclosed in the financial statements except for:

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

The management is in the process of assessing the impact of the new standards and amendments on the financial statements of the Fund.

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 the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires the management to exercise judgment in the application of the Fund's accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors, including expectation of future events, 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. These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both the current and future years.

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (Notes 3.1 and 5) and provision for Federal Excise Duty (Note 8.5).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' which are measured at their respective fair values. The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the measurement of the fair valuation of financial assets have been disclosed in Note 21.

2.6 Functional and presentation currency

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



3 MATERIAL ACCOUNTING POLICY INFORMATION

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

3.1 Financial assets

3.1.1 Initial recognition and measurement

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

3.1.2 Classification and subsequent measurement

3.1.2.1 Debt instruments

IFRS 9 provides criteria for debt securities whereby these debt securities are either classified as:

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

based on the business model of the entity.

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

3.1.2.2 Cash and cash equivalents

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

3.1.3 Impairment (other than debt securities)

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

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

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

3.1.4 Impairment loss on debt securities

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



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

3.1.5 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within the time frame established by regulation or market convention.

3.1.6 Derecognition

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

3.2 Financial liabilities

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

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

3.3 Offsetting of financial assets and financial liabilities

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

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

3.4 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.

3.5 Net asset value per unit

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

3.6 Issuance and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption application during business hours of that day. The redemption price represents the NAV as on the close of the business day, less any duties, taxes, charges on redemption and any provision for transaction cost, if applicable.



3.7 Distributions to unit holders

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

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

3.8 Element of income / (loss) on issuance / (redemption) of units

Element of income / (loss) represents the difference between net assets value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period. Further, the element of income / (loss) 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.

3.9 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement and are recognised when the transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of securities classified as 'financial assets at fair value through profit or loss' are included in the Income Statement in the year in which they arise;
- Income from investments in government securities, letters of placement and term deposit receipts is recognised on an accrual basis using the effective interest rate method;
- Interest on savings accounts with banks is recognised on time proportion basis using the effective yield method.

3.10 Expenses

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

3.11 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

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



4	BANK BALANCES	Note	2026	2025
			----- Rupees in '000 -----	
	Balances with banks in:			
	Savings accounts	4.1	26,816,836	6,566,379
	Current accounts	4.2	1,154	77
			<u>26,817,990</u>	<u>6,566,456</u>

4.1 These include a balance of Rs. 5.705 million (2025: Rs. 8.516 million) maintained with the National Bank of Pakistan (a related party) that carry interest at the rate of 6% (2025: 6%) per annum. Other savings accounts of the Fund carry interest at the rates ranging from 7.75% to 12.40% (2025: 8.75% to 11.50%) per annum.

4.2 These include a balance of Rs. 0.026 million (2025: Rs. 0.026 million) maintained with the National Bank of Pakistan (a related party).

5	INVESTMENTS	Note	2026	2025
			----- Rupees in '000 -----	
	At fair value through profit or loss			
	Government securities - Market Treasury Bills	5.1	3,769,299	9,666,033
	Government securities - Pakistan Investment Bonds	5.2	-	-
	Letters of placement	5.3	-	-
	Term deposit receipts	5.4	-	-
			<u>3,769,299</u>	<u>9,666,033</u>

5.1 Government securities - Market Treasury Bills

Issue date	Maturity date	Tenor in months	Yield	Face value				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				total investments of the Fund	net assets of the Fund
----- Rupees in '000 -----											----- (%) -----	
July 24, 2025	August 21, 2025	1	10.85%	-	125,000	125,000	-	-	-	-	-	-
August 7, 2025	September 4, 2025	1	10.87%	-	150,000	150,000	-	-	-	-	-	-
August 21, 2025	September 18, 2025	1	10.87%	-	250,000	250,000	-	-	-	-	-	-
September 4, 2025	October 2, 2025	1	10.73%	-	250,000	250,000	-	-	-	-	-	-
October 16, 2025	November 13, 2025	1	10.97%	-	500,000	500,000	-	-	-	-	-	-
November 13, 2025	December 11, 2025	1	10.97%	-	500,000	500,000	-	-	-	-	-	-
November 27, 2025	December 26, 2025	1	10.89%	-	500,000	500,000	-	-	-	-	-	-
December 11, 2025	January 8, 2026	1	10.40%	-	500,000	500,000	-	-	-	-	-	-
December 26, 2025	January 22, 2026	1	10.34%	-	500,000	500,000	-	-	-	-	-	-
February 6, 2026	March 5, 2026	1	10.18%	-	500,000	500,000	-	-	-	-	-	-
March 5, 2026	April 2, 2026	1	10.40%	-	5,000	5,000	-	-	-	-	-	-
March 17, 2026	April 16, 2026	1	10.82%	-	1,100,000	1,100,000	-	-	-	-	-	-
April 16, 2026	May 14, 2026	1	10.85%	-	700,000	700,000	-	-	-	-	-	-
April 30, 2026	June 11, 2026	1	11.40%	-	500,000	500,000	-	-	-	-	-	-
May 14, 2026	June 11, 2026	1	11.32%	-	500,000	500,000	-	-	-	-	-	-
May 14, 2026	June 11, 2026	1	11.60%	-	500,000	500,000	-	-	-	-	-	-
May 21, 2026	June 24, 2026	1	11.50%	-	2,800,000	2,800,000	-	-	-	-	-	-
May 21, 2026	June 24, 2026	1	11.50%	-	2,500,000	2,500,000	-	-	-	-	-	-
May 21, 2026	June 24, 2026	1	11.50%	-	2,500,000	2,500,000	-	-	-	-	-	-
May 15, 2025	August 7, 2025	3	11.18%	500,000	-	500,000	-	-	-	-	-	-
May 29, 2025	August 21, 2025	3	11.12%	500,000	-	500,000	-	-	-	-	-	-
June 12, 2025	September 4, 2025	3	11.07%	500,000	-	500,000	-	-	-	-	-	-
July 10, 2025	October 2, 2025	3	10.95%	-	3,000,000	3,000,000	-	-	-	-	-	-

NBP GOVERNMENT SECURITIES LIQUID FUND



NBP FUNDS
Managing Your Savings

NBP Fund Management Limited

Issue date	Maturity date	Tenor in months	Yield	Face value				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				total investments of the Fund	net assets of the Fund
Rupees in '000										(%)		
July 24, 2025	October 16, 2025	3	10.67%	-	250,000	250,000	-	-	-	-	-	-
August 21, 2025	November 13, 2025	3	10.82%	-	500,000	500,000	-	-	-	-	-	-
October 2, 2025	December 26, 2025	3	11.00%	-	6,100	6,100	-	-	-	-	-	-
December 11, 2025	March 5, 2026	3	10.10%	-	48,000	48,000	-	-	-	-	-	-
December 26, 2025	March 17, 2026	3	10.43%	-	500,000	500,000	-	-	-	-	-	-
January 8, 2026	April 2, 2026	3	10.15%	-	500,000	500,000	-	-	-	-	-	-
January 22, 2026	April 16, 2026	3	9.88%	-	300,000	300,000	-	-	-	-	-	-
February 6, 2026	April 30, 2026	3	10.09%	-	515,300	515,300	-	-	-	-	-	-
February 19, 2026	May 14, 2026	3	10.48%	-	400,000	400,000	-	-	-	-	-	-
March 17, 2026	June 11, 2026	3	11.28%	-	1,300,000	1,300,000	-	-	-	-	-	-
April 16, 2026	July 9, 2026	3	11.43%	-	1,000,000	-	1,000,000	997,558	997,484	(74)	26.46	18.49
April 16, 2026	July 9, 2026	3	12.10%	-	180,000	-	180,000	179,527	179,547	20	4.76	3.33
April 30, 2026	July 23, 2026	3	11.75%	-	100,000	-	100,000	99,309	99,309	-	2.63	1.84
June 24, 2026	September 17, 2026	3	11.72%	-	1,250,000	-	1,250,000	1,220,223	1,220,545	322	32.38	22.63
January 23, 2025	July 24, 2025	6	11.22%	500,000	-	500,000	-	-	-	-	-	-
February 20, 2025	August 21, 2025	6	11.12%	5,000,000	-	5,000,000	-	-	-	-	-	-
May 2, 2025	October 30, 2025	6	10.97%	1,000,000	-	1,000,000	-	-	-	-	-	-
May 15, 2025	November 13, 2025	6	10.95%	500,000	-	500,000	-	-	-	-	-	-
May 15, 2025	November 13, 2025	6	10.66%	-	1,000,000	1,000,000	-	-	-	-	-	-
May 29, 2025	November 27, 2025	6	10.93%	500,000	-	500,000	-	-	-	-	-	-
June 12, 2025	December 11, 2025	6	10.99%	-	405,000	405,000	-	-	-	-	-	-
June 26, 2025	December 26, 2025	6	10.79%	-	1,000,000	1,000,000	-	-	-	-	-	-
July 10, 2025	January 8, 2026	6	10.89%	-	400,000	400,000	-	-	-	-	-	-
July 24, 2025	January 22, 2026	6	10.68%	-	250,000	250,000	-	-	-	-	-	-
August 7, 2025	February 6, 2026	6	10.61%	-	425,000	425,000	-	-	-	-	-	-
August 21, 2025	February 19, 2026	6	10.83%	-	500,000	500,000	-	-	-	-	-	-
October 30, 2025	April 30, 2026	6	10.45%	-	250,000	250,000	-	-	-	-	-	-
December 26, 2025	June 24, 2026	6	10.46%	-	300,000	300,000	-	-	-	-	-	-
January 8, 2026	July 9, 2026	6	10.09%	-	500,000	-	500,000	498,948	498,742	(206)	13.23	9.25
January 22, 2026	July 23, 2026	6	9.93%	-	300,000	-	300,000	298,289	297,926	(363)	7.90	5.52
June 11, 2026	December 10, 2026	6	11.65%	-	500,000	-	500,000	475,707	475,746	39	12.62	8.82
July 11, 2024	July 10, 2025	12	11.16%	300	-	300	-	-	-	-	-	-
July 25, 2024	July 24, 2025	12	11.22%	364,680	-	364,680	-	-	-	-	-	-
October 31, 2024	October 30, 2025	12	10.97%	500,000	-	500,000	-	-	-	-	-	-
January 23, 2025	January 22, 2026	12	10.54%	-	285,940	285,940	-	-	-	-	-	-
February 6, 2025	February 6, 2026	12	10.13%	-	553,100	553,100	-	-	-	-	-	-
May 2, 2025	April 30, 2026	12	10.35%	-	6,900	6,900	-	-	-	-	-	-
April 17, 2025	April 16, 2026	12	11.30%	-	500,000	500,000	-	-	-	-	-	-
May 15, 2025	May 14, 2026	12	11.18%	-	700,000	700,000	-	-	-	-	-	-
June 12, 2025	June 11, 2026	12	11.40%	-	203,000	203,000	-	-	-	-	-	-
Total as at June 30, 2026								3,769,561	3,769,299	(262)	100.00	69.88
Total as at June 30, 2025								9,665,394	9,666,033	639	100.00	79.43

5.2

Government securities - Pakistan Investment Bonds

Issue date	Maturity date	Tenor in months	Yield	Face value				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				total investments of the Fund	net assets of the Fund
Rupees in '000											(%)	
May 6, 2021	May 6, 2026	60	11.00%	-	200,000	200,000	-	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-	-
Total as at June 30, 2025								-	-	-	-	-



5.3 Letters of placement

Name of the investee company	Rating	Maturity date	Interest rate	As at July 1, 2025	Placed during the year	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	
										total investments of the Fund	net assets of the
										(%)	
Development finance institution											
Pak-Libya Holding Company (Private) Limited	AA, PACRA	September 26, 2025	11.05%	-	700,000	700,000	-	-	-	-	-
Pak-Libya Holding Company (Private) Limited	AA, PACRA	December 22, 2025	10.50%	-	500,000	500,000	-	-	-	-	-
Pak Brunei Investment Company Limited	AA+, VIS	December 26, 2025	10.50%	-	500,000	500,000	-	-	-	-	-
Pak-Libya Holding Company (Private) Limited	AA, PACRA	January 30, 2026	10.40%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	August 6, 2024	10.45%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 12, 2024	10.45%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	September 13, 2024	10.50%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	October 7, 2024	11.50%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	July 19, 2024	11.50%	-	500,000	500,000	-	-	-	-	-
PAIR Investment Company Limited	AA, PACRA	July 25, 2024	11.50%	-	500,000	500,000	-	-	-	-	-
Commercial banks											
United Bank Limited	AAA, VIS	August 29, 2025	10.95%	-	1,000,000	1,000,000	-	-	-	-	-
JS Bank Limited	AA, PACRA	September 12, 2025	11.00%	-	1,200,000	1,200,000	-	-	-	-	-
JS Bank Limited	AA, PACRA	September 19, 2025	11.00%	-	1,200,000	1,200,000	-	-	-	-	-
JS Bank Limited	AA, PACRA	December 19, 2025	11.00%	-	500,000	500,000	-	-	-	-	-
United Bank Limited	AAA, VIS	January 16, 2026	10.50%	-	500,000	500,000	-	-	-	-	-
Zarai Taraqiat Bank Ltd	AAA, VIS	February 6, 2026	10.65%	-	500,000	500,000	-	-	-	-	-
JS Bank Limited	AA, PACRA	February 23, 2026	10.40%	-	500,000	500,000	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-
Total as at June 30, 2025								-	-	-	-

5.4 Term deposit receipts

Name of the investee company	Rating	Maturity date	Interest rate	As at July 1, 2025	Placed during the year	Matured during the year	As at June 30, 2026	As at June 30, 2026		Market value as a percentage of	
								Carrying value	Market value	total investments of the Fund	net assets of the
										(%)	
(Rupees in '000)											
Bank Alfalah Limited	AAA, PACRA	January 2, 2026	11.30%	-	500,000	500,000	-	-	-	-	-
Total as at June 30, 2026								-	-	-	-
Total as at June 30, 2025								-	-	-	-

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

	Note	2026	2025
		(Rupees in '000)	(Rupees in '000)
Market value of investments	5.1, 5.2, 5.3 & 5.4	3,769,299	9,666,033
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	3,769,561	9,665,394
		(262)	639

6 INTEREST RECEIVABLE

Interest receivable on bank balances	25,123	15,998
--------------------------------------	--------	--------

7 ADVANCE AND PREPAYMENT

Advance tax	7.1	14,473	9,978
Prepaid annual rating fee		216	197
		14,689	10,175

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, withholding taxes on interest on bank balances and debt securities paid to the Fund have been deducted by various withholding agents based on the interpretation issued by the 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 to the withholding agent. The taxes withheld on interest on bank balances and debt securities as at June 30, 2026 amount to Rs. 14.473 million (2025: Rs. 9.978 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 Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of SHC. Pending resolution of the matter, the amount of withholding tax so deducted has been shown as advance tax as at June 30, 2026 as, in the opinion of the Management Company, the amount of tax deducted at source will likely to be refunded.

8	PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	2026	2025
			--- Rupees in '000 ---	
	Remuneration payable to the Management Company	8.1	9,753	16,909
	Sindh sales tax payable on remuneration to the Management Company	8.2	1,463	2,536
	Reimbursement allocated expenses payable	8.3	-	4,918
	Sindh sales tax payable on allocated expenses	8.2	-	738
	Sales load and transfer load including Sindh sales tax		1,373	41
	Federal Excise Duty on remuneration of the Management Company	8.5	45,777	45,779
	ADC charges payable including Sindh sales tax		168	134
			<u>58,534</u>	<u>71,055</u>

- 8.1** As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. During the year ended June 30, 2025, the SECP, vide S.R.O.600(1)/2025 dated April 10, 2025, revised the management fee caps for collective investment schemes. The cap for money market schemes was set at 1.25% per annum calculated on the basis of average net assets of the Fund. This revision was effective from July 01, 2025.

Keeping in view the maximum allowable thresholds, the Management Company has charged its remuneration at the rate of 1.10% per annum of the average daily net assets of the Fund during the year ended June 30, 2026. (2025: 0.73% to 1.33%)

The remuneration is payable to the Management Company monthly in arrears.

- 8.2** Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (June 30, 2025: 15%) on the Management Company's remuneration, any reimbursable expenditure to the Management Company and sales load / transfer load.

- 8.3** In accordance with Regulation 60 of the NBFC Regulations 2008, the Management Company was entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The SECP, vide S.R.O.600(1)/2025 dated April 10, 2025, issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to registrar services, accounting, operation and valuation services had been excluded. This amendment was effective immediately upon its release on April 10, 2025.

The Management Company in pursuance of the above requirement did not charge the above mentioned expenses in the year ended June 30, 2026. (2025: 0.125% to 0.17%)

- 8.4** In accordance with Circular 11 dated July 5, 2019 issued by SECP, the Management Company was entitled to charge selling and marketing expenses. During the year ended June 30, 2025, selling and marketing expenses were charged keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations.



The SECP, vide S.R.O.600(1)/2025 dated April 10, 2025, issued amendments in respect of expenses chargeable to CISs as prescribed in Schedule XX of the NBFC Regulations, from which the chargeability of expenses related to selling and marketing had been excluded. This amendment was effective immediately upon its release on April 10, 2025.

The Management Company in pursuance of the above requirement did not charge the above mentioned expenses in the year ended June 30, 2026. (2025: 0.00% - 0.80%)

- 8.5** 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 became applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sale load were 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, 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 (SCP) which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period till June 30, 2016 amounting to Rs. 45.779 million (2025: Rs. 45.779 million) is being retained in these financial statements of the Fund as the matter is pending before the SHC. Had the provision for FED not been made, the net asset value per unit of the Fund as at June 30, 2026 would have been higher by Re. 0.0877 (2025: Re. 0.0388) per unit.

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2026 --- Rupees in '000 ---	2025 --- Rupees in '000 ---
	Trustee fee payable	9.1	488	845
	Sindh sales tax payable on trustee fee	9.2	73	127
			<u>561</u>	<u>972</u>

- 9.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. Accordingly, the Fund has charged the Trustee fee at the rate of 0.055% per annum of the average annual net assets during the year (2025: 0.055% per annum).

- 9.2** Sindh sales tax on remuneration of the Trustee levied through the Sindh Sales Tax Act on Services, 2011 has been charged at the rate of 15% (2025: 15%)

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2026 --- Rupees in '000 ---	2025 --- Rupees in '000 ---
	Fee payable	10.1	<u>665</u>	<u>1,153</u>

- 10.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay a non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged a SECP fee at the rate of 0.075% per annum (2025: 0.075%) of the daily net assets during the year. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.



	2026	2025
	----- Rupees in '000 -----	
11 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration	1,268	932
Withholding tax payable	9,412	64,191
Withholding tax payable on capital gains	71,666	239,712
Legal and professional charges payable	160	182
Other payables	44,835	925
	<u>127,341</u>	<u>305,942</u>

12 CONTINGENCIES AND COMMITMENTS

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

	2026	2025
	----- Number of units -----	
13 NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the year	1,180,432,508	860,355,843
Units issued during the year	5,222,134,006	8,344,643,648
Less: Units redeemed during the year	(5,880,825,419)	(8,024,566,983)
Total units in issue at the end of the year	<u>521,741,095</u>	<u>1,180,432,508</u>

	2026	2025
	----- Rupees in '000 -----	
14 AUDITORS' REMUNERATION		
Annual audit fee	843	642
Half yearly review	329	257
Other certification	200	150
Out of pocket	206	109
Sindh Sales tax	126	93
	<u>1,704</u>	<u>1,251</u>

15 TOTAL EXPENSE RATIO

The SECP, vide S.R.O. 600(1)/2025 dated April 10, 2025, has removed the Total Expense Ratio (TER) limit with effect from July 1, 2025. The TER limit of 2.00% for a collective investment scheme categorised as a 'Money Market Scheme', applicable previously, has been replaced with the Management fee cap as disclosed in note 8.1 to these condensed interim financial statements for a collective investment scheme categorised as a 'Money Market Scheme'.

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 capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2026 to the unit holders in the manner as explained above, no provision for taxation has been made in the financial statements during the year.

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

		2026	2025
		----- (Rupees in '000) -----	
17 CASH AND CASH EQUIVALENTS	Note		
Bank balances	4	26,817,990	6,566,456
Market Treasury Bills - original maturity of 3 months or less	5.1	2,496,885	1,477,080
		<u>29,314,875</u>	<u>8,043,536</u>

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan and Baltoro Growth Fund being the sponsors, NAFA Pension Fund and NAFA Provident Fund Trust being the associates of the Management Company, other collective investment schemes managed by the Management Company, other associated companies, any entity in which the Management Company, its CISs or their connected persons have material interest. Connected persons also include any person or company beneficially owing directly or indirectly 10% or more of the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

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

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

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

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

	2026	2025
	----- Rupees in '000 -----	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	91,196	115,202
Sindh sales tax on remuneration to the Management Company	13,679	17,280
Reimbursement of allocated expenses	-	6,937
Sindh sales tax on allocated expenses	-	1,041
Reimbursement of selling and marketing expenses	-	21,998
Sindh sales tax on selling and marketing expenses	-	3,300
Sales load and transfer load including Sindh sales tax	4,379	3,496
ADC charges including Sindh sales tax	162	175
Units issued to unitholders on behalf of the Management Company	-	1,326
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	4,560	7,383
Sindh sales tax on remuneration of Trustee	684	1,107
Employees of the Management Company		
Dividend re-invested: 1,714 units (2025: 2,327 units)	18	24
Units issued: 8,104,275 units (2025: 3,392,408 units)	89,107	39,241
Units redeemed: 7,951,380 units (2025: 3,846,607 units)	87,625	44,425

	2026	2025
	----- Rupees in '000 -----	
NBP Employees Pension Fund - Pension Fund of Parent Company - unit holder of 10% or more of units of the Fund		
Dividend re-invested: 4,294,373 units (2025: 4,383,147 units)	44,287	45,168
Units issued: 1,447,470 units (2025: 730,552 units)	14,922	7,482
National Bank of Pakistan - Parent of Management Company		
Interests earned on savings account	-	181
National Fullerton Asset Management Employee Provident Fund - Provident Fund of Management Company		
Dividend re-invested: Nil (2025: 88,629 units)	-	913
Units issued: 2,458,634 units (2025: 2,314,588 units)	25,348	24,060
Units redeemed: 2,336,199 units (2025: 1,156,160 units)	26,178	12,882
Fauji Fertilizer Company Limited - common directorship**		
Units issued: Nil (2025: 1,292,602,406 units)	-	15,002,523
Units redeemed: Nil (2025: 1,269,227,761 units)	-	14,900,088
First Credit and Investment Bank Limited - common directorship**		
Brokerage paid	-	11
Mari Energies Limited - unit holder of 10% or more units of the fund**		
Units issued: Nil (2025: 1,134,841,022 units)	-	12,350,880
Units redeemed: Nil (2025: 928,692,213 units)	-	10,950,953
Ali Saigol - Directors		
Units issued: 7,493,150 units (2025: Nil)	84,470	-
Units redeemed: 7,493,150 units (2025: Nil)	84,586	-
Umar Ahsan Khan - Directors		
Units issued: 1,433,885 units (2025: Nil)	16,168	-
Units redeemed: 1,433,885 units (2025: Nil)	16,173	-
Portfolios managed by the Management Company		
Dividend re-invested 236,231 units (2025: 1,606 units)	2,436	18
Units issued: 161,295,664 units (2025: 96,113,368 units)	1,802,869	1,132,338
Units redeemed: 146,986,218 units (2025: 112,041,838 units)	1,657,918	1,317,601
Purchase of market treasury bills	880,627	1,120,623
Sale of market treasury bills	-	99,907
Funds managed by NBP Fund Management Limited - Management Company		
Interest expense	44,086	-
Amounts / balances outstanding as at year end are as follows:		
NBP Fund Management Limited - Management Company		
Remuneration payable to the Management Company	9,753	16,909
Sindh sales tax on remuneration to the Management Company	1,463	2,536
Reimbursement allocated expenses payable	-	4,918
Sindh sales tax payable on allocated expenses	-	738
Sales load and transfer load payable including Sindh sales tax	1,373	41
Federal Excise Duty on remuneration of the Management Company	45,777	45,779
ADC charges payable including Sindh sales tax	168	134

	2026	2025
	----- Rupees in '000 -----	
Central Depository Company of Pakistan Limited - Trustee		
Trustee remuneration payable	488	845
Sindh sales tax payable on remuneration of the Trustee	73	127
Employees of the Management Company		
Units held: 173,484 units (2025: 18,875 units)	1,794	195
Muhammad Murtaza Ali - Company Secretary / Chief Financial Officer of the Management Company		
Units held: 4 units (2025: 4 units)*	-	-
NBP Employees Pension Fund - Pension Fund of the Parent company - unit holder of 10% or more of units of the Fund		
Units held: 50,187,290 units (2025: 44,445,447 units)	518,876	458,201
National Bank of Pakistan - Parent of the Management Company		
Bank balances	5,731	8,542
Interest receivable on bank balances	8	214
National Fullerton Asset Management Employee Provident Fund - Provident Fund of the Management Company		
Units held: 2,255,367 units (2025: 2,132,932 units)	23,318	21,989
Fauji Fertilizer Company Limited - common directorship**		
Units held: Nil (2025: 106,808,110 units)	-	1,101,117
Mari Energies Limited - unit holder of 10% or more units of the fund**		
Units held: Nil (2025: 522,765,300 units)	-	5,389,344
Portfolios managed by the Management Company		
Units held: 14,545,817 units (2025: 140 units)	150,386	1
(Payable) / receivable against conversion of units		
NBP Government Securities Plan - IV	4,591	-
NBP Islamic Income Fund	18,483	-
NBP Islamic Daily Dividend Fund	3	-
NBP Savings Fund	1,017	-
NBP Cash Plan - I	(335)	-
NBP Islamic Money Market Fund	(2,063)	-
NBP Financial Sector Income Plus Fund	(7,371)	-
NBP Cash Plan - II	(9,008)	-
NBP Islamic Mahana Amdani Fund	(16,021)	-
NBP Government Securities Savings Fund	(67,860)	-
NBP Riba Free Savings Fund	(96,472)	-
NBP Mahana Amdani Fund	(979,405)	-
NBP Financial Sector Income Fund	(3,659,232)	-
NBP Money Market Fund	(18,053,253)	-
NBP Islamic Savings Fund	(187,984)	-
NBP Income Opportunity Fund	(257,183)	-
Funds managed by NBP Fund Management Limited - Management Company		
Interest payable	44,086	-

* Nil due to rounding off

**Current year figures has not been shown as the company ceased to be a related party / connected person as at June 30, 2026.



19 FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets

	2026		
	At amortised cost	At fair value through profit or loss	Total
Bank balances	26,817,990	-	26,817,990
Receivable against conversion of units	6,208,060	-	6,208,060
Investments	-	3,769,299	3,769,299
Interest receivable	25,123	-	25,123
	<u>33,051,173</u>	<u>3,769,299</u>	<u>36,820,472</u>

Financial liabilities

Payable to NBP Fund Management Limited - Management Company	58,534	-	58,534
Payable to Central Depository Company of Pakistan Limited - Trustee	561	-	561
Payable against purchase of investments	1,695,942	-	1,695,942
Payable against redemption and conversion of units	29,557,940	-	29,557,940
Accrued expenses and other liabilities	46,263	-	46,263
	<u>31,359,240</u>	<u>-</u>	<u>31,359,240</u>

Financial assets

	2025		
	At amortised cost	At fair value through profit or loss	Total
Bank balances	6,566,456	-	6,566,456
Receivable against conversion of units	1,930,224	-	1,930,224
Investments	-	9,666,033	9,666,033
Interest receivable	15,998	-	15,998
	<u>8,512,678</u>	<u>9,666,033</u>	<u>18,178,711</u>

Financial liabilities

Payable to NBP Fund Management Limited - Management Company	71,055	-	71,055
Payable to Central Depository Company of Pakistan Limited - Trustee	972	-	972
Payable against redemption and conversion of units	5,640,349	-	5,640,349
Accrued expenses and other liabilities	2,039	-	2,039
	<u>5,714,415</u>	<u>-</u>	<u>5,714,415</u>

20 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The risk management policy of the Fund aims to maximise the return attributable to the unit holders and seeks to minimise potential adverse effects on the Fund's financial performance. 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, the NBFC Regulations and the directives issued by the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of 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.

20.1 Market risk

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

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

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

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2026, the Fund is exposed to such risk on bank balances and investments in market treasury bills. 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.

(a) Sensitivity analysis for variable rate instruments

As of June 30, 2026, 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. 268.17 million (2025: Rs. 65.66 million).

(b) Sensitivity analysis for fixed rate instruments

As of June 30, 2026, the Fund holds market treasury bills 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 lower / higher by Rs. 37.69 million (2025: Rs. 96.66 million).

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2026 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

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

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

----- 2026 -----						
Interest rate (%)	Exposed to interest rate risk			Not exposed to interest rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
-----Rupees in '000-----						
Financial assets						
Bank balances	6%-12.40%	26,816,836	-	-	1,154	26,817,990
Receivable against conversion of units		-	-	-	6,208,060	6,208,060
Investments	9.93%-12.10%	3,293,553	475,746	-	-	3,769,299
Interest receivable		-	-	-	25,123	25,123
		30,110,389	475,746	-	6,234,337	36,820,472



----- 2026 -----					
Interest rate (%)	Exposed to interest rate risk			Not exposed to interest rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		

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

Financial liabilities

Payable to NBP Fund Management Limited -

Management Company

Payable to Central Depository Company of

Pakistan Limited - Trustee

Payable against purchase of investments

Payable against redemption and conversion of units

Accrued expenses and other liabilities

-	-	-	-	58,534	58,534
-	-	-	-	561	561
-	-	-	-	1,695,942	1,695,942
29,557,940	-	-	-	-	29,557,940
-	-	-	-	46,263	46,263
29,557,940	-	-	-	1,801,300	31,359,240

On-balance sheet gap (a)

552,449	475,746	-
---------	---------	---

Off-balance sheet financial statements

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

Off-balance sheet gap (b)

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

Total interest rate sensitivity gap (a+b)

552,449	475,746	-
---------	---------	---

Cumulative interest rate sensitivity gap

552,449	1,028,195	1,028,195
---------	-----------	-----------

----- 2025 -----					
Interest rate (%)	Exposed to interest rate risk			Not exposed to interest rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		

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

Financial assets

Bank balances

6%-11.50%

Receivable against conversion of units

Investments

10.95%-11.8%

Interest receivable

6,566,379	-	-	-	77	6,566,456
-	-	-	-	1,930,224	1,930,224
7,259,487	2,406,546	-	-	-	9,666,033
-	-	-	-	15,998	15,998
13,825,866	2,406,546	-	-	1,946,299	18,178,711

Financial liabilities

Payable to NBP Fund Management Limited -

Management Company

Payable to Central Depository Company of

Pakistan Limited - Trustee

Payable against redemption and conversion of units

Accrued expenses and other liabilities

-	-	-	-	71,055	71,055
-	-	-	-	972	972
-	-	-	-	5,640,349	5,640,349
-	-	-	-	2,039	2,039
-	-	-	-	5,714,415	5,714,415

On-balance sheet gap (a)

13,825,866	2,406,546	-
------------	-----------	---

Off-balance sheet financial statements

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

Off-balance sheet gap (b)

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

Total interest rate sensitivity gap (a+b)

13,825,866	2,406,546	-
------------	-----------	---

Cumulative interest rate sensitivity gap

13,825,866	16,232,412	16,232,412
------------	------------	------------

(ii) 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.

(iii) Price risk

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

The Fund does not hold any instrument that expose it to price risk as of June 30, 2026.

20.2 Liquidity risk

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

The Fund is exposed to daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active or over the counter market and can be readily disposed of 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 a 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 liabilities. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting year to the contractual maturity dates. However, the liabilities that are payable on demand have been included in the maturity grouping of one month:

2026						
Within one month	More than one month and up to three months	More than three months and up to one year	More than one year and up to five years	More than five years	Financial instruments with no fixed maturity	Total

Rupees in '000

Financial liabilities

Payable to NBP Fund Management Limited - Management Company	58,534	-	-	-	-	-	58,534
Payable to Central Depository Company of Pakistan Limited - Trustee	561	-	-	-	-	-	561
Payable against purchase of investments	1,695,942	-	-	-	-	-	1,695,942
Payable against redemption and conversion of units	29,557,940	-	-	-	-	-	29,557,940
Accrued expenses and other liabilities	44,995	1,268	-	-	-	-	46,263
	31,357,972	1,268	-	-	-	-	31,359,240



2025						
Within one month	More than one month and up to three months	More than three months and up to one year	More than one year and up to five years	More than five years	Financial instruments with no fixed maturity	Total

Financial liabilities

Payable to NBP Fund Management Limited - Management Company
Payable to Central Depository Company of Pakistan Limited - Trustee
Payable against redemption and conversion of units
Accrued expenses and other liabilities

Rupees in '000						
71,055	-	-	-	-	-	71,055
972	-	-	-	-	-	972
5,640,349	-	-	-	-	-	5,640,349
1,107	932	-	-	-	-	2,039
5,713,483	932	-	-	-	-	5,714,415

20.3 Credit risk

20.3.1 Credit risk is the risk that the counter party to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arises from bank balances, interest receivable on bank balances and receivable against conversion of units. Credit risk arising on financial assets is monitored through regular analysis of financial position of brokers and other parties. In accordance with the risk management policy of the Fund, the investment manager monitors the credit position on daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

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 in '000)				
Financial assets				
Bank balances	26,817,990	26,817,990	6,566,456	6,566,456
Receivable against conversion of units	6,208,060	6,208,060	1,930,224	1,930,224
Investments	3,769,299	-	9,666,033	-
Interest receivable	25,123	25,123	15,998	15,998
	<u>36,820,472</u>	<u>33,051,173</u>	<u>18,178,711</u>	<u>8,512,678</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets. The difference in the balance as per statement of assets and liabilities and maximum exposure to credit risk is due to the fact that investment in Market Treasury Bills, Rs. 3,769 million (2025: Rs. 9,666 million) is not exposed to credit risk by the Government of Pakistan.

20.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its bank balances and interest receivable thereon. The credit rating profile of bank balances and accrued interest thereon are as follows:

Rating	% of financial assets exposed to credit risk	
	2026	2025
Bank balances and accrued interest thereon		
AAA	99.87%	97.77%
AA+	0.00%	2.20%
AA	0.00%	0.01%
AA-	0.13%	0.02%
	<u>100.00%</u>	<u>100.00%</u>

20.3.3 Concentration of credit risk

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

All financial assets of the Fund as at June 30, 2026 and June 30, 2025 are unsecured and are not impaired.

21 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Fair value hierarchy

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

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

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

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

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

2026				
Level 1		Level 2	Level 3	Total
Rupees in '000				
ASSETS				
Financial assets 'at fair value through profit or loss'				
Government securities - Market Treasury Bills	-	3,769,299	-	3,769,299
	-	3,769,299	-	3,769,299
2025				
Level 1		Level 2	Level 3	Total
Rupees in '000				
ASSETS				

The valuation technique used in the determination of fair values is as follows:

Item	Valuation technique
Government securities - Market Treasury Bills	The fair value of Market Treasury Bills is derived using closing PKRV rates. The PKRV rates are announced by the Financial Market Association through Reuters.

There were no transfers between levels during the year.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends and to payment of a proportionate share based on the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the Statement of Movement in Unit Holders' Fund.

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations every open end scheme shall maintain a fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

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

In accordance with the risk management policies as stated in Note 20, the Fund endeavors to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by the disposal of investments or short-term borrowings, where necessary.

23 UNIT HOLDING PATTERN OF THE FUND

Category	June 30, 2026			June 30, 2025		
	Number of unit holders	Investment amount	Percentage of total	Number of unit holders	Investment amount	Percentage of total
	(Rupees in '000)			(Rupees in '000)		
Individuals	1,898	2,085,598	38.66%	1,782	2,194,998	18.03%
Associated Company & Directors	2	542,194	10.05%	2	480,190	3.95%
Insurance*	1	91	-	1	271,269	2.23%
NBFC*	1	-	-	1	-	-
Retirement Funds	27	490,621	9.10%	32	503,935	4.14%
Public Limited Companies	14	1,290,340	23.92%	11	7,807,466	64.16%
Others	45	985,334	18.27%	58	911,557	7.49%
	1,988	5,394,178	100.00%	1,887	12,169,415	100.00%

*Nil due to rounding off difference

24 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID / PAYABLE

Name of brokers	2026	Name of brokers	2025
	Percentage of commission paid		Percentage of commission paid
BMA Capital Management Limited	30.49%	Alfalsh Securities Private Limited	19.15%
Magenta Capital Private Ltd.	22.76%	BMA Capital Management Limited	16.96%
Summit Capital Private Limited	13.94%	C & M Management Private Limited	14.22%
C & M Management Private Limited	10.00%	Magenta Capital Private Ltd.	14.02%
Optimus Markets Private Limited	7.59%	Optimus Markets Private Limited	7.51%
Continental Exchange Private Limited	5.47%	Summit Capital Private Limited	6.74%
Currency Market Associates Private Limited	3.13%	Paramount Capital Private Ltd	6.57%
Bright Capital Private Limited	2.41%	Bright Capital Private Limited	4.30%
AKD Securities Limited	1.41%	First Credit & Investment Bank Brokerage Division	3.50%
First Credit & Investment Bank Brokerage Division	1.01%	AKD Securities Limited	2.34%

25 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

The following are the details in respect of the members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience in years
Dr. Amjad Waheed	Chief Executive Officer	MBA / Doctorate in Business Administration / CFA	38
Mr. Asim Wahab Khan	Chief Investment Officer	CFA	20
Mr. Salman Ahmed (note 25.1)	Head of Fixed Income	CFA	21
Mr. Muhammad Waseem	Head of Research	CFA	11
Mr. Usama Bin Razi	Senior Manager - Fixed Income	BE, MBA	22

25.1 The name of the Fund Manager is Salman Ahmed. Other funds managed by the Fund Manager are as follows:

- NBP Islamic Daily Dividend Fund
- NBP Riba Free Savings Fund
- NBP Islamic Mahana Amdani Fund
- NBP Islamic Savings Fund
- NBP Islamic Income Fund
- NBP Islamic Money Market Fund
- NBP Islamic Mustahkam Fund
- NBP Islamic Government Securities Fund
- NBP Government Securities Fund
- NBP Government Securities Liquid Fund
- NBP Money Market Fund
- NBP Government Securities Savings Fund
- NBP Mahana Amdani Fund
- NBP Financial Sector Income Fund
- NBP Financial Sector Income Plus Fund
- NBP Income Opportunity Fund
- NBP Savings Fund
- NBP Government Securities Fund - II
- NBP Mustahkam Fund
- NBP Mustahkam Fund - II
- NBP Income Fund Of Fund

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

The 106th, 107th, 108th, 109th, 110th, and 111th Board Meetings were held on July 26, 2025, August 21, 2025, August 23, 2025, October 30, 2025, February 17, 2026, and April 30, 2026, respectively. Information in respect of the attendance by the directors in the meetings is given below:

Name of Directors	Number of meetings			Meetings not attended
	Held / Applicable	Attended	Leave granted	
Mr. Shaikh Muhammad Abdul Wahid Sethi	6	6	-	-
Mr. Faisal Ahmed***	5	5	-	-
Ms. Mehnaz Salar	6	6	-	-
Mr. Ali Saigol	6	5	1	106th Meeting
Mr. Imran Zaffar	6	6	-	-
Mr. Khalid Mansoor*	3	3	-	-
Mr. Saad Amanullah Khan*	3	3	-	-
Mr. Umar Ahsan Khan	6	6	-	-
Mr. Tahir Jawaid**	3	3	-	-
Mr. Saad Muzaffar Waraich**	3	2	1	111th Meeting
Mr. Syed Mujtaba Abbas****	-	-	-	-
Mr. Amjad Waheed	6	6	-	-



*Mr. Khalid Mansoor and Mr. Saad Amanullah Khan retired from the Board on October 03, 2025

**Mr. Tahir Jawaid and Mr. Saad Muzaffar Waraich were appointed on the Board on October 04, 2025

***Mr. Faisal Ahmed resigned from the Board on March 09, 2026

****Mr. Syed Mujtaba Abbas was appointed on the Board on March 30, 2026, and his approval was granted by SECP on July 02, 2026

27 GENERAL

27.1 Figures have been rounded off to the nearest thousand of Rupees, unless otherwise stated.

27.2 CORRESPONDING FIGURES

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

28 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on September 04, 2026 by the Board of Directors of the Management Company.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



PERFORMANCE TABLE

Particulars	For the Year Ended June 30, 2026	For the Year Ended June 30, 2025	For the Year Ended June 30, 2024	For the Year Ended June 30, 2023	For the Year Ended June 30, 2022	For the Year Ended June 30, 2021
Net assets at the year / period ended (Rs '000)	5,394,178	12,169,415	8,850,444	1,960,542	1,219,222	1,439,184
Net income for the year / period ended (Rs '000)	780,411	1,823,868	884,870	216,027	118,024	123,935
Net Asset Value per unit at the year / period ended (Rs)	10.3388	10.3093	10.2870	10.2643	10.2274	10.2147
Offer Price per unit at year end	10.4577	10.4279	10.4032	10.3803	10.3430	10.3301
Redemption Price per unit at year end	10.3388	10.3093	10.2870	10.2643	10.2274	10.2147
Ex - Highest offer price per unit (Rs.)	10.4278	10.4279	10.4032	10.3803	10.3430	10.3301
Ex - Lowest offer price per unit (Rs.)	9.4463	9.0821	8.4894	8.8192	9.2775	9.6007
Ex - Highest redemption price per unit (Rs.)	10.3093	10.3093	10.2870	10.2643	10.2274	10.2147
Ex - Lowest redemption price per unit (Rs.)	9.3389	9.9788	8.3946	8.7207	9.1739	9.6007
Fiscal Year Opening Ex Nav	9.4150	8.9742	8.3901	8.7169	9.1721	9.5991
Total return of the fund	9.81%	14.88%	22.54%	17.75%	11.51%	6.41%
Capital growth	0.31%	0.25%	2.21%	1.66%	0.68%	0.30%
Income distribution as a % of ex nav	9.50%	14.63%	20.33%	16.09%	10.83%	6.11%
Income distribution as a % of par value	9.79%	15.05%	20.87%	16.46%	11.06%	6.23%
Distribution						
Interim distribution per unit	0.9792	1.5048	2.0872	1.6456	1.1063	0.6233
Final distribution per unit					-	-
Distribution Dates						
Interim			July 26, 2023	July 28, 2022	28-Jul-21	28-Jul-20
Interim			August 29, 2023	August 30, 2022	26-Aug-21	28-Aug-20
Interim			September 26, 2023	September 28, 2022	28-Sep-21	28-Sep-20
Interim			October 24, 2023	October 27, 2022	26-Oct-21	27-Oct-20
Interim			November 28, 2023	November 26, 2022	26-Nov-21	26-Nov-20
Interim			December 27, 2023	December 27, 2022	28-Dec-21	24-Dec-20
Interim			January 23, 2024	January 26, 2023	27-Jan-22	26-Jan-21
Interim			February 27, 2024	February 28, 2023	24-Feb-22	24-Feb-21
Interim			March 26, 2024	March 29, 2023	29-Mar-22	26-Mar-21
Interim			April 24, 2024	April 27, 2023	27-Apr-22	27-Apr-21
Interim			May 29, 2024	May 30, 2023	26-May-22	26-May-21
Interim	Jun 23, 2026	Jun 26, 2025	June 27, 2024	June 23, 2023	28-Jun-22	25-Jun-21
Final					-	-
Average annual return of the fund (launch date May 16, 2009)						
(Since inception to June 30, 2026)	10.55%					
(Since inception to June 30, 2025)		10.60%				
(Since inception to June 30, 2024)			10.32%			
(Since inception to June 30, 2023)				9.50%		
(Since inception to June 30, 2022)					8.90%	
(Since inception to June 30, 2021)						8.69%
(Since inception to June 30, 2020)						
(Since inception to June 30, 2019)						
(Since inception to June 30, 2018)						
(Since inception to June 30, 2017)						
Portfolio Composition (Please see Fund Manager Report)						
Weighted average portfolio duration	37 Days	55 Days	73 Days	45 Days	1 Day	57 Days

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

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.

UAN: 021-111-111-632

Toll Free: 0800-20002

Sms: INVEST to 9995

Fax: 021-35825335

Email: info@nbpfunds.com

Website: www.nbpfunds.com

 /nbpfunds