



Islamic Savings

NBP Fund Management Limited



NBP ISLAMIC ENERGY FUND

ANNUAL REPORT
JUNE 30, 2026

AM1
Rated by PACRA

MISSION STATEMENT

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

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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 Shahr-e-Faisal, Karachi.

Bankers to the Fund

Allied Bank Limited
Al Baraka Bank (Pakistan) Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islami Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Silk Bank Limited
United Bank Limited
Faysal Bank Limited

Auditors

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

Shariah Auditors

Yousuf Adil
Chartered Accountants
Cavish Court,
A-35, Block 7 & 8
KCHSU, Sharae Faisal
Karachi-75350 - Pakistan.

Shariah Advisor

Mufti Ehsan Waqar Ahmad
House no B-187/1, Gulshan-e-Iqbal,
Block 4A, Karachi.

Legal Advisor

Akhund Forbes
D-21, Block 4, 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
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 Jawaidd
Director



Mr. Saad Muzaffar Waraich
Director



Syed Mujtaba Abbas
Director



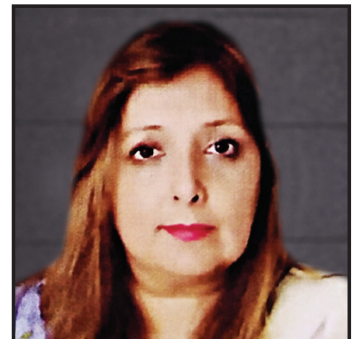
Mr. Imran Zaffar
Director



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 Eleventh Annual Report for the period ended June 30, 2026, since launch of **NBP Islamic Energy Fund** on April 21, 2016

Fund's Performance

The equity market delivered a strong performance during FY26, with the KMI-30 Index rising 39.2%. This follows gains of 46% in FY25 and 79% in FY24, taking the cumulative three-year return to 264%. The market remained resilient despite heightened volatility during the latter part of the year, as escalating tensions between the US and Iran, disruption to shipping through the Strait of Hormuz, and a sharp rise in global crude oil prices increased geopolitical and macroeconomic risks. The strong market performance was underpinned by continued macroeconomic stabilization, progress under the IMF program, improving economic activity, and strengthening investor confidence.

Economic recovery gained further momentum during FY26, with real GDP growth accelerating to 3.7%, the highest in four years, compared with 3.2% in FY25. Inflationary pressures, however, resurfaced during the year, with average CPI inflation rising to 7.1% from 4.6% in FY25. The increase was largely attributable to a low base effect and higher international energy prices following the escalation of the US-Iran conflict. In response, the central bank raised the policy rate by 100 bps to 11.5% in April-26 to contain inflationary pressures and anchor inflation expectations. Despite significant external debt repayments, and the sharp increase in global oil prices, the country's external position remained resilient. The current account recorded a modest deficit of USD 139 million in FY26, compared with a surplus of USD 1.8 billion in FY25, with higher imports and lower exports largely offset by record workers' remittances of USD 41.6 billion. External liquidity was further supported by fresh inflows, including USD 3.0 billion in Saudi deposits, Eurobond proceeds, and the country's inaugural Panda Bond. The Central Bank also purchased USD 6.5 billion from the foreign exchange market during 9MFY26, enabling foreign exchange reserves to exceed the June 2026 target of USD 18.0 billion. Reflecting the improvement in macroeconomic stability and progress on structural reforms, S&P Global upgraded Pakistan's long-term sovereign credit rating to 'B' from 'B-'.

Geopolitical developments became a key source of market volatility during the latter part of the year. The US-Iran conflict and the resulting disruption to the Strait of Hormuz led to a substantial increase in crude oil prices and heightened concerns over global energy security. Against this backdrop, Pakistan played a constructive diplomatic role in facilitating dialogue between the US and Iran, and supporting efforts towards a ceasefire. Looking ahead, the outlook for FY27 remains constructive, although geopolitical developments and global economic conditions are likely to remain important sources of near-term volatility. Improving macroeconomic stability, stronger external buffers, continued fiscal discipline, expectations of easing of interest rates, and improving corporate profitability should provide a supportive backdrop for equities.

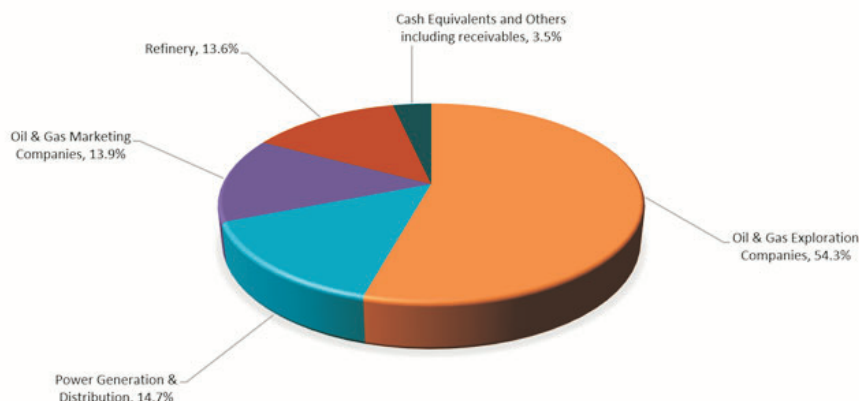
In terms of sector-wise performance, Automobile Parts & Accessories, Commercial Banks, Fertilizer, Investment Banks/Companies, Leather & Tanneries, Power Generation & Distribution, Technology & Communication, and Transport sectors outperformed the market. Conversely, Auto Assemblers, Cable & Electrical Goods, Cement, Chemical, Engineering, Food & Personal Care, Glass & Ceramics, Insurance, Miscellaneous, Oil & Gas Exploration, Oil & Gas Marketing Companies, Pharmaceuticals, Refinery, Sugar, Textile Composite, and Tobacco sectors lagged behind.

Regarding participants' activity, Companies, Mutual Funds, and Individuals emerged as the largest net buyers, with inflows of USD 585 million, USD 401 million, and USD 328 million, respectively. In contrast, Insurance companies and Banks/DFIs reduced their net holdings by USD 241 million and USD 172 million, respectively.

During the fiscal year, NBP Islamic Energy Fund (NIEF) increased by 31.9% against the KMI-30 index increased by 39.2%, underperforming the benchmark by 7.3% during the year. Since its inception on April 21, 2016, the return of NBP Islamic Energy Fund was 312.8%, while the Benchmark increased by 336.4%. Thus, the Fund underperformed by 23.6% during the period. The performance of the Fund is net of management fee and all other expenses. The Fund size is Rs 5,085 million as of June 30, 2026.

NBP Islamic Energy Fund has earned a total income of Rs. 1,392.21 million during the year. After deducting total expenses of Rs. 227.55 million, the net income is Rs. 1,164.66 million. During the year, the unit price of Islamic Energy Fund has increased from Rs. 17.7742 (Ex-Div) on June 30, 2025 to Rs. 22.2963 on June 30, 2026. The resultant per unit gain is Rs. 4.5221 (31.87%).

The asset allocation of NBP Islamic Energy Fund as on June 30, 2026 is as follows:



Income Distribution

The Board of Directors of the Management Company has approved interim cash dividend of 6.53% of the opening ex-NAV (11.61% 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 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 27 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 24 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 19 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 منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز 21 اپریل 2016 کو قائم ہونے والے NBP اسلامک انرجی فنڈ کی گیارہویں سالانہ رپورٹ برائے ختمہ سال 30 جون 2026 پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

فنڈ کی کارکردگی

مالی سال 26 کے دوران ایکویٹی مارکیٹ نے شاندار کارکردگی کا مظاہرہ کیا، جس کے نتیجے میں KMI-30 انڈیکس میں 39.2 فیصد اضافہ ہوا۔ اس سے قبل مالی سال 25 میں 46 فیصد اور مالی سال 24 میں 79 فیصد اضافہ ریکارڈ کیا گیا تھا، جس کے باعث تین سال کے دوران مجموعی ریٹرن 264 فیصد تک پہنچ گیا۔ سال کے آخری حصہ میں بڑھتے ہوئے اتار چڑھاؤ کے باوجود مارکیٹ نے مضبوط مزاحمت کا مظاہرہ کیا، کیونکہ امریکہ اور ایران کے درمیان بڑھتی ہوئی کشیدگی، آبنائے ہرمز کے ذریعے بحری تجارت میں خلل اور عالمی سطح پر خام تیل کی قیمتوں میں نمایاں اضافے نے جغرافیائی سیاسی اور معاشی خطرات میں اضافہ کیا۔ مارکیٹ کی مضبوط کارکردگی کو مسلسل معاشی استحکام، آئی ایم ایف پروگرام میں پیش رفت، معاشی سرگرمیوں میں بہتری اور سرمایہ کاروں کے اعتماد میں اضافے سے تقویت ملی۔

مالی سال 26 کے دوران معاشی بحالی میں مزید تیزی آئی اور حقیقی مجموعی ملکی پیداوار (GDP) کی شرح نمو بڑھ کر 3.7 فیصد ہو گئی، جو گزشتہ چار سال کی بلند ترین شرح ہے، جبکہ مالی سال 25 میں یہ 3.2 فیصد تھی۔ تاہم، سال کے دوران مہنگائی کے دباؤ میں دوبارہ اضافہ ہوا اور اوسط صارف قیمت اشاریہ (CPI) افراط زر مالی سال 25 کے 4.6 فیصد کے مقابلے میں بڑھ کر 7.1 فیصد ہو گئی۔ اس اضافے کی بڑی وجوہات میں کم بنیادی سطح اور امریکہ۔ ایران تنازع میں شدت کے بعد بین الاقوامی توانائی کی قیمتوں میں اضافہ شامل تھا۔ اس صورتحال کے پیش نظر مرکزی بینک نے مہنگائی کے دباؤ کو قابو میں رکھنے اور مہنگائی کی توقعات کو مستحکم رکھنے کے لیے اپریل 2026 میں پالیسی ریٹ میں 100 بیس پوائنٹس کا اضافہ کرتے ہوئے اسے 11.5 فیصد کر دیا۔ بیرونی قرضوں کی نمایاں ادائیگیوں اور عالمی سطح پر تیل کی قیمتوں میں شدید اضافے کے باوجود ملک کی بیرونی پوزیشن مضبوط رہی۔ مالی سال 26 میں کرنٹ اکاؤنٹ میں 139 ملین امریکی ڈالر کا معمولی خسارہ ریکارڈ ہوا، جبکہ مالی سال 25 میں 1.8 بلین امریکی ڈالر کا سرپلس تھا۔ درآمدات میں اضافے اور برآمدات میں کمی کے اثرات کو ریکارڈ 41.6 بلین امریکی ڈالر کی ترسیلات زر نے بڑی حد تک متوازن رکھا۔ بیرونی بیلوڈیٹی کو سعودی عرب کے 3.0 بلین امریکی ڈالر کے ڈپازٹس، یورپ باندھ سے حاصل ہونے والی رقم اور ملک کے پہلے پابند سمیت نئی آمدنیوں سے مزید تقویت ملی۔ مرکزی بینک نے مالی سال 26 کے پہلے نو ماہ کے دوران زرمبادلہ کی مارکیٹ سے 6.5 بلین امریکی ڈالر خریدے، جس کے نتیجے میں زرمبادلہ کے ذخائر جون 2026 کے لیے مقرر کردہ 18.0 بلین امریکی ڈالر کے ہدف سے تجاوز کر گئے۔ معاشی استحکام میں بہتری اور ساختی اصلاحات میں پیش رفت کو مد نظر رکھتے ہوئے S&P Global نے پاکستان کی طویل مدتی سوریٹ ریٹنگ کو 'B-' سے بڑھا کر 'B' کر دیا۔

سال کے آخری حصہ میں جغرافیائی سیاسی پیش رفت مارکیٹ میں اتار چڑھاؤ کا ایک اہم سبب بن گئی۔ امریکہ۔ ایران تنازع اور اس کے نتیجے میں آبنائے ہرمز کے ذریعے بحری آمد و رفت میں خلل نے خام تیل کی قیمتوں میں نمایاں اضافہ کیا اور عالمی توانائی کے تحفظ سے متعلق خدشات کو بڑھا دیا۔ اس صورتحال میں پاکستان نے امریکہ اور ایران کے درمیان مذاکرات کو آگے بڑھانے اور جنگ بندی کی کوششوں میں معاونت کے لیے تعمیری سفارتی کردار ادا کیا۔ مستقبل کے حوالے سے مالی سال 27 کا منظر نامہ مجموعی طور پر حوصلہ افزا ہے، تاہم جغرافیائی سیاسی حالات اور عالمی معاشی صورتحال قلیل مدت میں اتار چڑھاؤ کے اہم عوامل رہنے کا امکان ہے۔ معاشی استحکام میں بہتری، مضبوط بیرونی مالیاتی ذخائر، مسلسل مالیاتی نظم و ضبط، شرح سود میں کمی کی توقعات اور کارپوریٹ منافع میں بہتری ایکویٹی مارکیٹ کے لیے معاون ماحول فراہم کرنے کی توقع ہے۔

شعبہ دارکارکردگی کے لحاظ سے آٹوموبائل پارٹس اینڈ ایکسیسریز، کمرشل بینکس، فزٹلائزر، نوٹسمنٹ بینکس/کمپنیاں، لیڈر اینڈ ٹیئر یز، پاور جنریشن اینڈ ڈسٹری بیوٹن، جیکنا لوجی اینڈ کمپنیٹیشن اور ٹرانسپورٹ کے شعبوں نے مارکیٹ سے بہتر کارکردگی دکھائی۔ اس کے برعکس آٹو اسمبلر، کیبل اینڈ الیکٹریکل گڈز، سینٹ، کیمیکل، انجینئرنگ، فوڈ اینڈ پرسنل کیئر، گلاس اینڈ سیرامکس، انشورنس، متنفرق، آئل اینڈ گیس ایکسپلوریشن، آئل اینڈ گیس مارکیٹنگ کمپنیوں، فارماسیوٹیکلز، ریفرنسری، شوگر، ٹیکسٹائل کمپوزٹ اور تھامبو کے شعبوں نے مارکیٹ سے اتر کارکردگی کا مظاہرہ کیا۔

سرمایہ کاروں کی سرگرمی کے حوالے سے کمپنیاں، میوچل فنڈ ز اور انفرادی سرمایہ کار سب سے بڑے خالص خریدار رہے، جن کی بالترتیب 585 ملین، 401 ملین اور 328 ملین امریکی ڈالر کی خالص سرمایہ کاری رہی۔ اس کے برعکس انشورنس کمپنیوں اور بینکس/DFIs نے سال کے دوران اپنی خالص ہولڈنگز میں بالترتیب 241 ملین اور 172 ملین امریکی ڈالر کی کمی کی۔

مالی سال کے دوران NBP اسلامک انرجی فنڈ (NIEF) میں KMI-30 انڈیکس 39.2 فیصد اضافہ کے مقابلے میں 31.9 فیصد اضافہ ہوا، سال کے دوران بیچ مارک نے 7.3 فیصد اتر کارکردگی کا مظاہرہ کیا۔ 21 اپریل 2016 کو اپنے قیام کے بعد سے NBP اسلامک انرجی فنڈ کا ریٹرن 312.8 فیصد رہا جبکہ بیچ مارک 336.4 فیصد اضافہ ہوا۔ لہذا، اس مدت کے دوران فنڈ نے 23.6 فیصد اتر کارکردگی کا مظاہرہ کیا۔ فنڈ کی یہ کارکردگی منیجمنٹ فیس اور دیگر تمام اخراجات منہا کرنے کے بعد خالص ہے۔ 30 جون 2026 تک فنڈ کا حجم 5,085 ملین روپے ہے۔

NBP اسلامک انرجی فنڈ کو اس مدت کے دوران 1,392.21 ملین روپے کی کل آمدنی ہوئی۔ 227.55 ملین روپے کے اخراجات منہا کرنے کے بعد خالص آمدنی 1,164.66 ملین روپے ہے۔ سال کے دوران، اسلامک انرجی فنڈ کے یونٹ کی قیمت 30 جون 2025 کو (Ex-Div) 17.7742 روپے سے بڑھ کر 30 جون 2026 کو 22.2963 روپے ہو چکی ہے۔ جس کے نتیجے میں یونٹ منافع 4.5222 روپے (31.87%) ہے۔

30 جون 2026 کو NBP اسلامک انرجی فنڈ کی ایسٹ ایلوکیشن درج ذیل ہے:

آمدنی کی تقسیم

مینیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2026 کو ختم ہونے والے سال کے دوران اوپننگ ex-NAV کا 6.53 فیصد (بنیادی قیمت کا 11.61 فیصد) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

ٹیکسیشن

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۔

آڈیٹرز

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

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

1. مینیجمنٹ 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۔ شماراتی تخمینے 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 موثر 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 ٹیمپل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
9. ٹیکسوں، ڈیوٹیوں، 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 مینیجمنٹ 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 پیرن مالیاتی گوشواروں کے نوٹ 23 میں ظاہر کیا گیا ہے۔
12. ڈائریکٹرز، ای ای او، 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 فرسٹ 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 میجمنٹ کمپنی پر اپنے اعتماد اور بھروسہ کا اظہار کیا اور اسے اپنی خدمت کا موقع فراہم کیا۔ بورڈ سیکورٹیز اینڈ ایکسچینج 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 ڈسٹری بیوٹرز 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 فنڈ میجمنٹ 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 Islamic Energy 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 Islamic Energy Fund

NBP Islamic Energy Fund is an Open-ended Shariah Compliant Equity Fund.

Investment Objective of the Fund

The objective of NBP Islamic Energy Fund is to provide investors with long term capital growth from an actively managed portfolio of Shari'ah Compliant listed equities belonging to the Energy Sector.

Benchmark

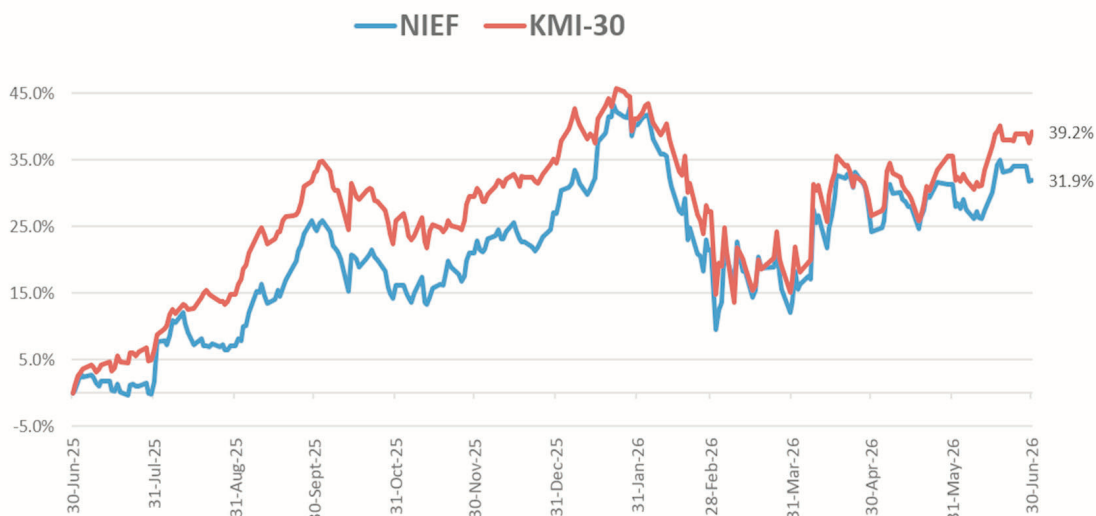
The Benchmark of the Fund is KMI-30 Index.

Fund performance review

This is the Eleventh annual report of the Fund. During the fiscal year, NBP Islamic Energy Fund (NIEF) increased by 31.9% against the KMI-30 index increased by 39.2%, underperforming the benchmark by 7.3% during the year. Since its inception on April 21, 2016, the return of NBP Islamic Energy Fund was 312.8%, while the Benchmark increased by 336.4%. Thus, the Fund underperformed by 23.6% during the period. The performance of the Fund is net of management fee and all other expenses. The Fund size is 5,085 mln as of June 30, 2026.

The chart below shows the performance of NIEF against the Benchmark for the year.

NIEF Performance vs. Benchmark during FY26



The equity market delivered a strong performance during FY26, with the KMI-30 Index rising 39.2%. This follows gains of 46% in FY25 and 79% in FY24, taking the cumulative three-year return to 264%. The market remained resilient despite heightened volatility during the latter part of the year, as escalating tensions between the US and Iran, disruption to shipping through the Strait of Hormuz, and a sharp rise in global crude oil prices increased geopolitical and macroeconomic risks. The strong market performance was underpinned by continued macroeconomic stabilization, progress under the IMF program, improving economic activity, and strengthening investor confidence.

Economic recovery gained further momentum during FY26, with real GDP growth accelerating to 3.7%, the highest in four years, compared with 3.2% in FY25. Inflationary pressures, however, resurfaced during the year, with average CPI inflation rising to 7.1% from 4.6% in FY25. The increase was largely attributable to a low base effect and higher international energy prices following the escalation of the US-Iran conflict. In response, the central bank raised the policy rate by 100 bps to 11.5% in April-26 to contain inflationary pressures and anchor inflation expectations. Despite significant external debt repayments, and the sharp increase in global oil prices, the country's external position remained resilient. The current account recorded a modest deficit of USD 139 million in FY26, compared with a surplus of USD 1.8 billion in FY25, with higher imports and lower exports largely offset by record workers' remittances of USD 41.6 billion. External liquidity was further supported by fresh inflows, including USD 3.0 billion in Saudi deposits, Eurobond proceeds, and the country's inaugural Panda Bond. The Central Bank also purchased USD 6.5 billion from the foreign exchange market during 9MFY26, enabling foreign exchange reserves to exceed the June 2026 target of USD 18.0 billion. Reflecting the improvement in macroeconomic stability and progress on structural reforms, S&P Global upgraded Pakistan's long-term sovereign credit rating to 'B' from 'B-'.

Geopolitical developments became a key source of market volatility during the latter part of the year. The US-Iran conflict and the resulting disruption to the Strait of Hormuz led to a substantial increase in crude oil prices and heightened concerns over global energy security. Against this backdrop, Pakistan played a constructive diplomatic role in facilitating dialogue between the US and Iran, and supporting efforts towards a ceasefire. Looking ahead, the outlook for FY27 remains constructive, although geopolitical developments and global economic conditions are likely to remain important sources of near-term volatility. Improving macroeconomic stability, stronger external buffers, continued fiscal discipline, expectations of easing of interest rates, and improving corporate profitability should provide a supportive backdrop for equities.

In terms of sector-wise performance, Automobile Parts & Accessories, Commercial Banks, Fertilizer, Investment Banks/Companies, Leather & Tanneries, Power Generation & Distribution, Technology & Communication, and Transport sectors outperformed the market. Conversely, Auto Assemblers, Cable & Electrical Goods, Cement, Chemical, Engineering, Food & Personal Care, Glass & Ceramics, Insurance, Miscellaneous, Oil & Gas Exploration, Oil & Gas Marketing Companies, Pharmaceuticals, Refinery, Sugar, Textile Composite, and Tobacco sectors lagged behind.

Regarding participants' activity, Companies, Mutual Funds, and Individuals emerged as the largest net buyers, with inflows of USD 585 million, USD 401 million, and USD 328 million, respectively. In contrast, Insurance companies and Banks/DFIs reduced their net holdings by USD 241 million and USD 172 million, respectively.

Asset Allocation of the Fund (% of NAV)

Particulars	30-Jun-26	30-Jun-25
Equities / Stocks	96.5%	98.1%
Cash Equivalents	5.7%	2.0%
Other Net Liabilities	(2.2%)	(0.1%)
Total	100.0%	100.0%

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	11.614%	23.8248	22.6634

Unit Holding Pattern

Size of Unit Holding (Units)	# of Unit Holders
1-1000	2549
1001-5000	819
5001-10000	313
10001-50000	760
50001-100000	194
100001-500000	216
500001-1000000	34
1000001-5000000	33
5000001-10000000	3
10000001-100000000	2
100000001-1000000000	-
1000000001-10000000000	-
Total	4,923

During the period under question

During the period there has been no significant change in the state of affairs of the Fund, other than stated above. During the year there were no circumstances that materially affected any interests of the unit holders. The Fund does not have any soft commission arrangement with any broker in the industry.

STATEMENT OF COMPLIANCE WITH THE SHARI'AH PRINCIPLES

NBP Islamic Energy Fund (the Fund) has fully complied with the Shari'ah principles specified in the Trust Deed and in the guidelines issued by the Shari'ah Advisor for its operations, investments and placements made during the year ended June 30, 2026. This has been duly confirmed by the Shari'ah Supervisory Board of the Fund.

For and behalf of the board

Date: **September 04, 2026**
Karachi

Dr. Amjad Waheed, CFA
Chief Executive Officer

REPORT OF THE SHARI'AH SUPERVISORY BOARD

August 24, 2026

The period from July 1, 2025 to June 30, 2026 marks the Eleventh year of operations of NBP Islamic Energy Fund (the "NIEF" or the "Fund"), managed by NBP Fund Management Limited (the "NBP Funds" or the "Management Company"). During this period, the Shariah compliance of the Fund's investment and operational activities was reviewed in accordance with the prescribed Shariah guidelines, and this report provides an opinion thereon.

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

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

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended **June 2026** comply with the provided Shariah guidelines.

Where any income was identified as having been generated from sources not permissible under Shariah, the same has been dealt with in accordance with the prescribed purification mechanism and, where applicable, transferred/credited to the Charity Account for disbursement in accordance with Shariah requirements.

We hereby certify that during the year, booked charity amounting PKR 13,400,979/- wherein amount available for disbursement is PKR 13,881,630/-, which is inclusive of PKR 480,651/- provisional amount of previous year adjusted after availability of the respective financial Statements.

Therefore, it is resolved that NBP Islamic Energy Fund (NIEF) managed by NBP Funds Management Limited is Compliant and in accordance with Shariah principles.

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

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

For and on behalf of Shariah Technical Services & Support Provider:

Faraz Younus Bandukda, CEO

For and on behalf of NBP Fund's Shariah Supervisory Board.

Mufti Irshad Ahmad Aijaz
Member
Shariah Supervisory Board

Mufti Muhammad Najeeb Khan
Member
Shariah Supervisory Board

Mufti Ehsan Waquar
Shariah Advisor & Chairman
Shariah Supervisory Board

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

To The Board of Directors of NBP Fund Management Limited

1. Introduction

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (the SECP) has required in terms of its Shariah Governance Regulations, 2023 (the Regulations) - External Shariah Audit of **NBP Islamic Energy Fund** (the Fund) for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with the Shariah principles for the year ended June 30, 2026. This engagement was conducted by a multidisciplinary team including assurance practitioners and an independent Shariah scholar.

2. Applicable Criteria

The criteria for the assurance engagement, against which the underlying subject matter (financial arrangements, contracts, and transactions having Shariah implications for the year ended June 30, 2026) is assessed, comprise of the Shariah principles and rules, as defined in the Regulations and reproduced as under:

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

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

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2026, which are annexed.

3. Management's Responsibility for Shariah Compliance

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

4. Our Independence and Quality Control

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

The firm applies International Standard on Quality Management (ISQM-1) "Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements" and accordingly maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications, with Shariah principles in all material respects for the year ended June 30, 2026, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), 'Assurance Engagements Other than Audits or Reviews of Historical Financial Information', issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shariah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shariah principles in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. We have designed and performed necessary verification procedures on various financial arrangements, contracts and transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shariah principles (criteria specified in para 2 above).

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

6. Conclusion

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

The engagement partner on the assurance resulting in this independent assurance report is **Nadeem Yousuf Adil**.

Chartered Accountants

Date: September 08, 2026

Place: Karachi

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

To the Unit holders of NBP Islamic Energy Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of NBP Islamic Energy 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 our audit addressed the key audit matter
1	Net Asset Value (NAV) (Refer notes 5 and 6 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. 289.019 million and investments amounted to Rs. 4,908.189 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

Date: **September 08, 2026**

UDIN: AR202610061D9tUONHgo

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2026

	Note	2026 ----- Rupees in '000 -----	2025 ----- Rupees in '000 -----
Assets			
Bank balances	5	289,019	80,292
Receivable against conversion of units		50,415	266,386
Receivable against sale of investments		-	58,176
Investments	6	4,908,189	3,890,538
Profit receivable	7	926	850
Advance and deposits	8	5,604	5,604
Total assets		5,254,153	4,301,846
Liabilities			
Payable to NBP Fund Management Limited - Management Company	9	31,383	25,500
Payable to Central Depository Company of Pakistan Limited - Trustee	10	596	484
Payable to the Securities and Exchange Commission of Pakistan	11	413	320
Payable against redemption of units		13,020	243,553
Payable against purchase of investments		57,963	-
Accrued expenses and other liabilities	12	66,128	66,630
Total liabilities		169,503	336,487
Net assets		5,084,650	3,965,359
Unit holders' fund (as per statement attached)		5,084,650	3,965,359
Contingencies and commitments	13		
		-----Number of units-----	
Number of units in issue	14	228,048,662	223,096,729
		-----Rupees-----	
Net asset value per unit		22.2963	17.7742

The annexed notes from 1 to 30 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			
Profit on bank balances		10,460	14,622
Dividend income		225,330	138,330
Net realised gain on sale of investments		583,907	388,085
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit and loss'	6.4	572,518	516,660
Total income		1,392,215	1,057,697
Expenses			
Remuneration of NBP Fund Management Limited - Management Company	9.1	162,137	77,990
Sindh sales tax on remuneration to the Management Company	9.2	24,321	11,699
Reimbursement of allocated expenses	9.4	-	2,087
Sindh sales tax on reimbursement of allocated expenses	9.2	-	313
Reimbursement of selling and marketing expenses	9.3	-	16,531
Sindh sales tax on reimbursement of selling and marketing expenses	9.2	-	2,480
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	6,405	3,961
Sindh sales tax on remuneration of the Trustee	10.2	961	594
Fee to the Securities and Exchange Commission of Pakistan	11.1	5,134	2,824
Auditors' remuneration	15	1,848	1,420
Securities transaction cost		24,923	15,501
Legal and professional charges		322	219
Annual listing fee		63	31
Shariah advisor fee		351	277
Printing charges		-	71
Settlement and bank charges		1,089	652
Total expenses		227,554	136,650
Net income for the year before taxation		1,164,661	921,047
Taxation	17	-	-
Net income for the year after taxation		1,164,661	921,047
Allocation of net income for the year			
Net Income for the year after taxation		1,164,661	921,047
Income already paid on units redeemed		(842,691)	(469,578)
		321,970	451,469
Accounting income available for distribution:			
Relating to capital gain		321,970	451,469
Excluding capital gain		-	-
		321,970	451,469

The annexed notes from 1 to 30 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	1,164,661	921,047
Other comprehensive income	-	-
Total comprehensive income for the year	<u><u>1,164,661</u></u>	<u><u>921,047</u></u>

The annexed notes from 1 to 30 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 beginning of the year	3,771,697	193,662	3,965,359	1,059,563	140,615	1,200,178
Issuance of 916,570,285 units (2025: 578,671,138 units)						
- Capital value (at net asset value per unit at the beginning of the year)	16,291,304	-	16,291,304	8,259,894	-	8,259,894
- Element of income	3,715,147	-	3,715,147	3,865,706	-	3,865,706
Total proceeds on issue of units	20,006,451	-	20,006,451	12,125,600	-	12,125,600
Redemption of 911,618,352 units (2025: 439,656,713 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(16,203,287)	-	(16,203,287)	(6,275,616)	-	(6,275,616)
- Element of loss	(2,762,346)	(842,691)	(3,605,037)	(2,631,057)	(469,578)	(3,100,635)
Total payments on redemption of units	(18,965,633)	(842,691)	(19,808,324)	(8,906,673)	(469,578)	(9,376,251)
Total comprehensive income for the year	-	1,164,661	1,164,661	-	921,047	921,047
Distribution for the year ended June 30, 2025 @ Rs. 5.307 per unit (Date of declaration: Jun 27, 2025)	-	-	-	(506,793)	(398,422)	(905,215)
Distribution for the year ended June 30, 2026 @ Rs. 1.1614 per unit (Date of declaration: Jun 29, 2026)	(118,142)	(125,355)	(243,497)	-	-	-
Total distribution during the year	(118,142)	(125,355)	(243,497)	(506,793)	(398,422)	(905,215)
Net assets at end of the year	4,694,373	390,277	5,084,650	3,771,697	193,662	3,965,359
Undistributed income brought forward						
- Realised loss		(322,998)			(87,535)	
- Unrealised income		516,660			228,150	
		193,662			140,615	
Accounting income available for distribution:						
- Relating to capital gains	321,970			451,469		
- Excluding capital gains	-			-		
	321,970			451,469		
Distribution during the year	(125,355)			(398,422)		
Undistributed income carried forward	390,277			193,662		
Undistributed income carried forward						
- Realised loss		(182,241)			(322,998)	
- Unrealised income		572,518			516,660	
		390,277			193,662	
	Rupees			Rupees		
Net assets value per unit at beginning of the year	17.7742			14.2739		
Net assets value per unit at end of the year	22.2963			17.7742		

The annexed notes from 1 to 30 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	1,164,661	921,047
Adjustments for:		
Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit and loss'	6.4 (572,518)	(516,660)
Net realised gain on sale of investments	(583,907)	(388,085)
Profit on bank balances	(10,460)	(14,622)
Dividend income	(225,330)	(138,330)
	(1,392,215)	(1,057,697)
	(227,554)	(136,650)
Decrease / (increase) in assets		
Investments - net	254,913	(1,862,439)
Increase / (decrease) in liabilities		
Payable to NBP Fund Management Limited - Management Company	5,883	11,552
Payable to Central Depository Company of Pakistan Limited - Trustee	112	281
Payable to the Securities and Exchange Commission of Pakistan	93	227
Accrued expenses and other liabilities	(502)	44,052
	5,586	56,112
Profit received on bank balances	10,384	14,815
Dividend received	225,330	138,330
Net cash generated from / (used in) operating activities	268,659	(1,789,832)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units - net of refund of capital	20,104,280	11,353,072
Net payments against redemption of units	(20,038,857)	(9,133,707)
Dividend paid	(125,355)	(398,422)
Net cash (used in) / generated from financing activities	(59,932)	1,820,943
Net increase in cash and cash equivalents during the year	208,727	31,111
Cash and cash equivalents at the beginning of the year	80,292	49,181
Cash and cash equivalents at the end of the year	18 289,019	80,292

The annexed notes from 1 to 30 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 Islamic Energy 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 March 25, 2016 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 14, 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 objective of the fund is to provide higher risk adjusted return to investors by investing in diversified portfolio of shariah compliant energy sector equity instruments. The investment objective and policies are explained in the fund's offering document.
- 1.4** The Fund is an open-end Shariah Compliant Equity Scheme. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange.
- 1.5** Pakistan Credit Rating Agency (PACRA) has reaffirmed asset manager rating of the Management Company of 'AM1' dated May 5, 2026 (2025: 'AM1' dated May 5, 2025). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of compliance

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

- IFRS Accounting Standards issued by the International Accounting Standards Board (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.

3.2 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.

3.3 Standards, interpretations and amendments to the 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 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.

3.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make 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 4.1 and 6) and provision for Federal Excise Duty (Note 9.5).

3.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments which have been classified as 'at fair value through profit or loss' and which are measured at fair value. The details in respect of valuation techniques under IFRS 13 'Fair Value Measurement' used for the fair valuation of financial assets have been disclosed in note 22.

3.6 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.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Financial assets

4.1.1 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.

4.1.2 Classification and subsequent measurement

4.1.2.1 Equity instruments

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

All equity investments are required to be measured in the Statement of Assets and Liabilities at fair value, with gains and losses recognised in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The management considers its investment in equity securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the irrevocable option has not been considered.

The dividend income on equity securities is required to be recognised in the Income Statement.

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

4.1.2.2 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of assets and liabilities at amortised cost.

These comprise balances with banks in savings and current accounts.

4.1.3 Impairment

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

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

The Fund considers 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.

4.1.4 Regular way contracts

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

Up to February 8, 2026, regular way purchases / sales of assets required delivery of securities within two days from the transaction date (T+2) as per the stock exchange regulations. Effective from February 9, 2026, in accordance with the revised regulations of the Pakistan Stock Exchange (PSX), the settlement cycle has transitioned to a Trade plus one day (T+1) basis, requiring delivery of securities within one day from the transaction date.

4.1.5 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.

4.2 Financial liabilities

4.2.1 Classification and subsequent measurement

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

4.2.2 Derecognition

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

4.3 Offsetting of financial assets and financial liabilities

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

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

4.4 Provisions

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

4.5 Net asset value per unit

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

4.6 Issue and redemption of units

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



Units redeemed are recorded at the redemption price prevalent on the date on which the Management Company / distributors receive redemption applications during business hours on that date. 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 costs, if applicable.

4.7 Distributions to unit holders

Distribution to unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on 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.

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

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

4.9 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;
- Dividend income is recognised when the Fund's right to receive the same is established;
- Profit on savings account with banks is recognised on time proportion basis using the effective yield method.

4.10 Expenses

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

4.11 Treatment of Shariah non-compliant income

Dividend income earned by the Fund may contain shariah non-compliant income. The fund is required to purify the dividend it receives by excluding the element of impermissible income as charity. Such purification is carried out in accordance with the guidelines approved by the Shariah Advisor of the Fund. The shariah non-compliant income has been excluded from the dividend income in the 'Income Statement' in the financial statements of the Fund.

4.12 Taxation

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

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

5	BANK BALANCES	Note	2026 -----Rupees in '000-----	2025
	Bank balances in:			
	Savings accounts	5.1	284,394	78,326
	Current accounts		4,625	1,966
			<u>289,019</u>	<u>80,292</u>

- 5.1 These include a balance of Rs 3.797 million (June 30, 2025: Rs 0.537 million) maintained with the National Bank of Pakistan (a related party), that carries profit at the rate of 6% (2025: 6%) per annum. Other savings accounts of the Fund carry profits at the rates ranging from 0.10% to 8% (2025: 0.10% to 10.75%) per annum.

6	INVESTMENTS	Note	2026 -----Rupees in '000-----	2025
	At fair value through profit or loss			
	Investment in equity securities - listed	6.1	<u>4,908,189</u>	<u>3,890,538</u>

6.1 Investment in equity securities - listed

Name of the investee company	Number of shares				Market value as at June 30, 2026	Market value as a percentage of		Holding as a percentage of paid-up capital of investee
	As at July 01, 2025	Purchased during the year	Sold during the year	As at June 30, 2026		net assets of the Fund	total market value of investment	

(Rupees in '000) %

OIL & GAS MARKETING COMPANIES

Attock Petroleum Limited (Note: 6.3)	28,479	111,451	48,050	91,880	49,454	0.97	1.01	0.07
Pakistan State Oil Company Limited (Note: 6.1.2 and 6.2)	1,888,852	2,025,587	3,047,770	866,669	296,704	5.84	6.05	0.18
Wafi Energy Pakistan Limited (Formerly Shell Pakistan Limited)	-	647,170	192,533	454,637	87,745	1.73	1.79	0.21
Sui Northern Gas Pipelines Limited	4,194,871	3,360,300	5,286,445	2,268,726	274,357	5.40	5.58	0.36
Sitara Petroleum Service Limited	-	1,454,989	1,454,989	-	-	-	-	-
					708,260	13.94	14.43	

OIL & GAS EXPLORATION COMPANIES

Pakistan Petroleum Limited (Note: 6.1.2)	4,606,950	4,450,700	4,654,100	4,403,550	1,068,389	21.01	21.77	0.16
Oil and Gas Development Company Limited (Note: 6.1.2)	3,568,047	3,085,049	3,450,400	3,202,696	1,072,488	21.09	21.85	0.07
Mari Energies Limited (Note: 6.2)	354,522	1,436,135	870,800	919,857	620,250	12.20	12.64	0.08
					2,761,127	54.30	56.26	

REFINERY

National Refinery Limited	-	484,405	48,400	436,005	158,047	3.11	3.22	0.55
Attock Refinery Limited	385,952	2,063,307	1,819,618	629,641	535,617	10.53	10.91	0.59
					693,664	13.64	14.13	

POWER GENERATION & DISTRIBUTION

Hub Power Company Limited (Note: 6.1.2)	3,511,582	4,104,379	4,664,348	2,951,613	689,054	13.55	14.04	0.23
K-Electric Limited (Note: 6.1.1)	25,688,248	10,179,500	29,300,500	6,567,248	56,084	1.10	1.14	0.07
					745,138	14.65	15.18	

Total as at June 30, 2026	44,227,503	33,402,972	54,837,953	22,792,522	<u>4,908,189</u>	<u>96.53</u>	<u>100.00</u>	
Carrying value as at June 30, 2026					<u>4,335,671</u>			
Total as at June 30, 2025					<u>3,890,538</u>			
Carrying value as at June 30, 2025					<u>3,373,878</u>			

- 6.1.1 All shares have a nominal value of Rs. 10 each except for the shares of K-Electric Limited which have a nominal value of Rs. 3.5 each.

- 6.1.2** Investment includes shares with market value of Rs. 474.3 million (2025: Rs.310.2 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

Name of Investee Company	2026		2025	
	No of shares	Market value as at June 30, 2026	No of shares	Market value as at June 30, 2025
		Rs. in '000		Rs. in '000
The Hub Power Company Limited	150,000	35,018	100,000	13,781
Oil and Gas Development Company Limited	1,100,000	368,357	1,100,000	242,616
Pakistan Petroleum Limited	250,000	60,655	250,000	42,543
Pakistan State Oil Company Limited	30,000	10,271	30,000	11,326
	<u>1,530,000</u>	<u>474,301</u>	<u>1,480,000</u>	<u>310,266</u>

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

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

As at June 30, 2026, the bonus shares of the Fund withheld at the time of declaration of bonus shares are following:

NAME OF COMPANY	2026		2025	
	Bonus Shares			
	Shares	Market Value	Shares	Market Value
	Rs. in '000		Rs. in '000	
Pakistan State Oil Company Limited	4,805	1,645	4,805	1,814
Mari Energies Limited	34,757	23,436	34,757	21,789
	39,562	25,081	39,562	23,603

- 6.3** On May 29, 2026, Pakistan Stock Exchange (PSX) issued a notice bearing serial PSX/N-659 regarding the recomposition exercise carried out by PSX on KMI All Share Islamic Index. In the stated notice, Attock Petroleum Limited was declared as shariah non-compliant of the Index. However, these shares were shariah compliant according to the KMI All Share Islamic Index at the time of investment. The Fund may retain these previously purchased shares until the next two quarters after shariah status is updated.

6.4 Net unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit and loss'	Note	2026	2025
		-----Rupees in '000-----	
Market value of securities	6.1	4,908,189	3,890,538
Less: carrying value of securities	6.1	(4,335,671)	(3,373,878)
		<u>572,518</u>	<u>516,660</u>

		2026	2025
	Note	-----Rupees in '000-----	
7	PROFIT RECEIVABLE		
	Profit receivable on bank balances	<u>926</u>	<u>850</u>
8	ADVANCE AND DEPOSITS		
	Security deposit with Central Depository Company of Pakistan Limited	100	100
	Security deposit with National Clearing Company of Pakistan Limited	2,500	2,500
	Advance tax 8.1	<u>3,004</u>	<u>3,004</u>
		<u>5,604</u>	<u>5,604</u>
8.1	As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, withholding tax on dividend and profit on bank balances paid to the Fund have been deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced to the withholding agent. The taxes withheld on dividends and profit on bank balances as at June 30, 2026 amounts to Rs. 3.004 million (2025: Rs. 3.004 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 the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax so deducted has been shown as other receivables 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.		
9	PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY		
		2026	2025
	Note	-----Rupees in '000-----	
	Remuneration payable to the Management Company 9.1	13,069	11,920
	Sindh sales tax on remuneration payable to the Management Company 9.2	1,960	1,788
	Federal Excise Duty on remuneration of the Management Company and sales load 9.5	2,084	2,084
	Sales and transfer load payable 11,913	4,124	
	Sindh sales tax on sales and transfer load 9.2	1,811	667
	Allocated expenses payable 9.4	-	1,824
	Sindh sales tax on allocated expenses payable 9.2	-	274
	Selling and marketing expenses payable 9.3	-	2,097
	Sindh sales tax on selling and marketing expenses payable 9.2	-	315
	Alternate delivery channels charges payable including Sindh sales tax 530	391	
	Other payable 16	16	
		<u>31,383</u>	<u>25,500</u>
9.1	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 equity schemes was set at 3.0% 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 3.00% per annum of the average daily net assets of the Fund during the year ended June 30, 2026 (2025: 1.50% to 3.20%).

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

9.2 Sindh sales tax is levied at the rate of 15% under the Sindh Sales Tax on Services Act, 2011 (2025: 15%) on the Management Company's remuneration and any reimbursable expenditure to the Management Company.

9.3 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% to 1.90%).

9.4 "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: 0.00% to 0.30%).

9.5 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. 2.08 million (June 30, 2025: Rs. 2.08 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 Rs. 0.0091 (2025: Rs. 0.0093) per unit.

10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2026	2025
			-----Rupees in '000-----	
	Remuneration payable	10.1	518	421
	Sindh Sales Tax payable on remuneration of Trustee	10.2	78	63
			<u>596</u>	<u>484</u>

- 10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as follows:

Net assets	Fee
- up to Rs. 1 billion	0.2% per annum of net assets; and
- Amount exceeding Rs. 1 billion	Rs. 2 million plus 0.1% per annum of net assets exceeding Rs. 1 billion

- 10.2 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%).

11	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2026	2025
			-----Rupees in '000-----	
	Fee payable	11.1	<u>413</u>	<u>320</u>

- 11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to an "Equity Scheme". Accordingly, the Fund has charged SECP fee at the rate of 0.095% (2025: 0.095%) per annum of the daily net assets during the year. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

12	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2026	2025
			-----Rupees in '000-----	
	Auditors' remuneration payable		1,621	1,160
	Printing charges payable		104	112
	Bank charges payable		96	69
	Charity payable	12.1	21,311	12,378
	Legal and professional charges payable		148	99
	Brokerage fee payable		7,297	3,385
	Shariah advisor fee payable		356	492
	Withholding tax payable on dividend		16,180	43,821
	Withholding tax payable - others		1,230	-
	Withholding sales tax payable		60	-
	Withholding tax payable on capital gain		17,570	5,044
	Settlement charges payable		155	70
			<u>66,128</u>	<u>66,630</u>

- 12.1 According to the instructions of the Shariah Advisor, any income earned by the Fund from investments whereby portion of the investment of an investee company has been made in Shariah non-compliant avenues, such proportion of income of the Fund from those investments should be given away for charitable purposes directly by the Fund.

Accordingly, during the year ended June 30, 2026, Non-Shariah Compliant income amounting to Rs. 13.421 million (2025: Rs. 10.946 million) was excluded from dividend income in the books of the Fund and Rs. 4.488 million was disbursed to the charitable / welfare organizations.

13 CONTINGENCIES AND COMMITMENTS

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

	2026	2025
	-----Number of Units----	
14 NUMBER OF UNITS		
Total units in issue at the beginning of the year	223,096,729	84,082,304
Units issued during the year	916,570,285	578,671,138
Units redeemed during the year	(911,618,352)	(439,656,713)
Total units in issue at the end of the year	<u>228,048,662</u>	<u>223,096,729</u>

	2026	2025
	-----Rupees in '000----	
15 AUDITORS' REMUNERATION		
Statutory auditor		
Annual audit fee	701	477
Half yearly review fee	301	205
Income certification	198	105
Out of pocket expenses	266	120
Sindh sales tax	117	114
	<u>1,583</u>	<u>1,021</u>
Shariah auditor	265	399
	<u>1,848</u>	<u>1,420</u>

16 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 4.5% for a collective investment scheme categorised as an 'Equity Scheme', applicable previously, has been replaced with the Management fee cap as disclosed in note 9.1 to these financial statements for a collective investment scheme categorised as an 'Equity Scheme'.

17 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 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 provision of Section 113 (minimum tax) under clause 11A (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

		2026	2025
	Note	-----Rupees in '000-----	
18 CASH AND CASH EQUIVALENTS			
Bank balances	5	<u>289,019</u>	<u>80,292</u>

19 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (NBP) 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, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or 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 to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

Details of the transactions with related parties / connected persons during the year are as follows:	2026 ----- Rupees in '000 -----	2025 ----- Rupees in '000 -----
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	162,137	77,990
Sindh sales tax on remuneration of the Management Company	24,321	11,699
Reimbursement of allocated expenses	-	2,087
Sindh sales tax on reimbursement of allocated expenses	-	313
Reimbursement of selling and marketing expenses	-	16,531
Sindh sales tax on reimbursement of selling and marketing expenses	-	2,480
Sales and transfer load	37,948	22,469
Sales tax on sales and transfer load	5,692	3,370
Alternate delivery channels charges for the year including Sindh sales tax	702	410
Dividend re-invest: Nil (2025: 1,415,634 units)	-	25,218
Units issued / transferred in: 9,703,731 units (2025: 19,619,671 units)	212,548	336,568
Units issued to unitholders on behalf of the Management Company	-	3,396
Units redeemed / transferred out: 30,739,036 units (2025: Nil)	672,596	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	6,405	3,961
Sindh sales tax on remuneration of the Trustee	961	594
Employees of the Management Company		
Dividend re-invest: 67,777 units (2025: 273,821 units)	1,511	4,896
Units issued / transferred in: 38,988,924 units (2025: 33,799,133 units)	839,828	682,666
Units redeemed / transferred out: 40,175,104 units (2025: 31,251,469 units)	860,709	660,347

	2026	2025
	----- Rupees in '000 -----	
National Bank of Pakistan - Parent of the Management Company		
Profit on bank deposits	7	7
Dr Amjad Waheed - Chief Executive Officer of the Management Company		
Dividend Re-invest: 222 units (2025: 41,894 units)		746
Units issued / transferred in: 3,721 units (2025: 2,291,105 units)	74	43,025
Units redeemed / transferred out: 293,673 units (2025: 2,039,607 units)	5,367	45,039
Zaheer Iqbal - Chief Financial Officer*		
Dividend re-invest: Nil (2025 : 2,595 units)	-	46
Units issued / transferred in: Nil (2025 : 30,150 units)	-	500
National Fullerton Asset Management Ltd - Employee Provident Fund		
Dividend re-invest: 6,340 units (2025: 92,592 units)	141	1,649
Units issued / transferred in: 273,810 units (2025: 212,026 units)	6,080	4,000
Units redeemed / transferred out: 496,702 units (2025 : 296,598 units)	10,025	5,847
Taurus Securities Limited - Common directorship		
Brokerage Expense	2,508	1,321
Portfolio managed by the Management Company		
Dividend re-invest: 1,016,282 units (2025: 5,850,134 units)	22,649	104,214
Units issued / transferred in: 14,074,945 units (2025: 37,718,252 units)	313,403	687,816
Units redeemed / transferred out: 29,235,860 units (2025: 11,082,672 units)	609,625	254,987
K-Electric Limited - Common directorship*		
Shares purchased: Nil (2025: 35,471,000 shares)	-	200,296
Shares sold: Nil (2025: 17,853,252 shares)	-	92,153
The Layton Rahmatullah Benevolent Trust - Common directorship		
Dividend re-invest: 144,505 units (2025 : 317,967 units)	3,221	5,664
Units issued / transferred in: Nil (2025 : 2,454,999 units)	-	40,000
Haider Amjad - Shareholder of the Management Company		
Dividend re-invest: 2,644 units (2025 : Nil)	59	-
Units issued / transferred in: 885,573 units (2025 : 1,727,887 units)	18,965	37,146
Units redeemed / transferred out: 1,188,488 units (2025: 1,218,465 units)	25,038	27,490
Rohma Amjad - Shareholder of the Management Company		
Dividend re-invest: 218 units (2025: 39,426 units)	5	702
Units issued / transferred in: 3,442 units (2025: 358,123 units)	71	5,835
Units redeemed / transferred out: 393,969 units (2025: Nil)	8,278	-
Reeha Amjad - Shareholder of the Management Company		
Dividend re-invest: 590 units (2025: 43,120 units)	13	768
Units issued / transferred in: Nil (2025: 408,862 units)	-	6,685
Units redeemed / transferred out: 438,179 units (2025: 369 units)	8,752	8

Amounts / balances outstanding as at year end are as follows:

	2026	2025
	----- Rupees in '000 -----	
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	13,069	11,920
Sindh sales tax on remuneration of the Management Company	1,960	1,788
Federal excise duty payable on remuneration of the Management Company	583	583
Reimbursement of allocated expenses payable	-	1,824
Sindh sales tax payable on reimbursement of allocated expenses	-	274
Reimbursement of selling and marketing expenses payable	-	2,097
Sindh sales tax payable on reimbursement of selling and marketing expenses	-	315
Sales and transfer load payable	11,913	4,124
Federal excise duty payable on sales load	1,501	1,501
Sindh sales tax payable on sales load and transfer load	1,811	667
Other payable	16	16
Alternate delivery channels charges payable including Sindh sales tax	530	391
Units held: Nil (2025: 21,035,305 units)	-	373,885
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	518	421
Sindh sales tax on remuneration of the Trustee	78	63
Security deposit	100	100
Employees of the Management Company		
Units held: 4,179,079 units (2025: 5,297,482 units)	93,178	94,518
National Bank of Pakistan - Parent of the Management Company		
Bank balances	3,797	537
Profit Receivable	13	5
Taurus Securities Limited- Subsidiary of Parent of the Management Company		
Brokerage payable	1,249	541
Dr Amjad Waheed - Chief Executive Officer of the Management Company		
Units held: 6,783 units (2025: 296,513 units)	151	5,270
Haider Amjad - Shareholder of the Management Company		
Units held: 209,151 units (2025: 509,422 units)	4,663	9,055
Rohma Amjad - Shareholder of the Management Company		
Units held: 7,240 units (2025: 397,549 units)	161	7,066
Reeha Amjad - Shareholder of the Management Company		
Units held: 14,024 units (2025: 451,613 units)	313	8,027
Zaheer Iqbal - Chief Financial Officer*		
Units held: Nil (2025: 32,745 units)	-	582
National Fullerton Asset Management Ltd - Employee Provident Fund		
Units held: 398,869 units (2025: 615,421 units)	8,893	10,939

	2026	2025
	----- Rupees in '000 -----	
The Layton Rahmatullah Benevolent Trust - Common directorship		
Units held: 2,917,471 units (2025: 2,772,966 units)	65,049	49,287
Portfolio managed by the Management Company		
Units held: 28,864,684 units (2025: 43,009,317 units)	643,576	764,459
K-Electric Limited - common directorship*		
Shares held: Nil (2025: 25,688,248 shares)	-	134,863

* Current period transactions with these parties have not been disclosed as they did not remain connected person / related parties during the year.

20 FINANCIAL INSTRUMENTS BY CATEGORY

Financial assets

	2026		
	At fair value through profit or loss	At amortised cost	Total
	Rupees in '000		
Bank balances	-	289,019	289,019
Receivable against conversion of units	-	50,415	50,415
Investments	4,908,189	-	4,908,189
Profit receivable	-	926	926
Deposits	-	2,600	2,600
	<u>4,908,189</u>	<u>342,960</u>	<u>5,251,149</u>

Financial liabilities

Payable to NBP Fund Management Limited - Management Company	-	31,383	31,383
Payable to Central Depository Company of Pakistan Limited - Trustee	-	596	596
Payable against redemption of units	-	13,020	13,020
Payable against purchase of investments	-	57,963	57,963
Accrued expenses and other liabilities	-	31,088	31,088
	<u>-</u>	<u>134,050</u>	<u>134,050</u>

Financial assets

	2025		
	At fair value through profit or loss	At amortised cost	Total
	Rupees in '000		
Bank balances	-	80,292	80,292
Receivable against conversion of units	-	266,386	266,386
Receivable against sale of investments	-	58,176	58,176
Investments	3,890,538	-	3,890,538
Profit receivable	-	850	850
Deposits	-	2,600	2,600
	<u>3,890,538</u>	<u>408,304</u>	<u>4,298,842</u>

Financial liabilities

Payable to NBP Fund Management Limited - Management Company	-	25,500	25,500
Payable to Central Depository Company of Pakistan Limited - Trustee	-	484	484
Payable against redemption of units	-	243,553	243,553
Accrued expenses and other liabilities	-	17,765	17,765
	<u>-</u>	<u>287,302</u>	<u>287,302</u>

21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

The Fund's risk management policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed by Board of Directors and Audit Committee regularly to reflect changes in market conditions and the Fund's activities.

The management of these risks is carried out by the Investment Committee (IC) under policies approved by the Board of Directors of the Management Company. The IC is constituted and approved by the Board of Directors of the Management Company. IC is responsible to devise the investment strategy and manage the investment portfolio of the Fund in accordance with limits prescribed in the Non Banking Finance Companies and Notified Entities Regulations, 2008, offering document of the Fund and the Fund's internal risk management policies.

21.1 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 regulations laid down by the SECP.

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

(i) Profit rate risk

Profit rate risk is the risk that the future cash flows of financial instruments will fluctuate as a result of changes in market profit rates. As of June 30, 2026, the Fund is exposed to such risk on its balances held with banks. 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

Presently, the Fund holds bank balances which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 2.844 million (2025: Rs. 0.783 million).

b) Sensitivity analysis for fixed rate instrument

As at June 30, 2026, the Fund does not hold any fixed rate instrument that may expose the Fund to fixed interest profit risk.

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

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

The Fund is exposed to equity price risk because of equity held by the Fund and classified on the Statement of Asset and Liabilities at 'fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks and limits prescribed in the Trust Deed, the NBFC Regulations and circulars issued by the SECP from time to time. The Fund's investments in equity securities exposed to price risk as the year end is concentrated in the sectors as disclosed in note 6.1.

In case of 1% increase / decrease in KMI All Shariah Index on June 30, 2026, with all variables held constant, the total comprehensive income of the Fund for the year would increase / decrease by Rs. 49.08 million (2025: Rs. 38.91 million) and the net assets of the Fund would increase / decrease by the same amount as a result of gains losses on equity securities classified as financial assets at fair value through profit or loss.

The analysis is based on the assumption that equity index had increased / decreased by 1% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in KMI All Shariah Index, having regard to the historical volatility of the index. The composition of the fund's investment portfolio and the correlation thereof to the KMI All Shariah Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2026 is not necessarily indicative of the effect on the fund's net assets of future movements in the level of KMI All Shariah Index.

21.2 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 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 ended June 30, 2026.

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 period 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 upto three months	More than three months and upto one year	More than one year and upto five years	More than five years	Financial instruments with no fixed maturity	Total

Financial liabilities

Payable to NBP Fund Management Limited - Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable against redemption of units

Payable against purchase of investments

Accrued expenses and other liabilities

31,383	-	-	-	-	-	31,383
596	-	-	-	-	-	596
13,020	-	-	-	-	-	13,020
57,963	-	-	-	-	-	57,963
8,156	1,621	-	-	-	21,311	31,088
111,118	1,621	-	-	-	21,311	134,050

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

Financial liabilities

Payable to NBP Fund Management Limited - Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable against redemption of units

Accrued expenses and other liabilities

25,500	-	-	-	-	-	25,500
484	-	-	-	-	-	484
243,553	-	-	-	-	-	243,553
4,227	1,160	-	-	-	12,378	17,765
273,764	1,160	-	-	-	12,378	287,302

21.3 Credit risk

21.3.1 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 balances with bank, receivable against transfer of units, receivable against sale of investments, profit receivable and deposits. 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	289,019	289,019	80,292	80,292
Receivable against conversion of units	50,415	50,415	266,386	266,386
Receivable against sale of investments	-	-	58,176	58,176
Investments	4,908,189	-	3,890,538	-
Profit receivable	926	926	850	850
Deposits	2,600	2,600	2,600	2,600
	<u>5,251,149</u>	<u>342,960</u>	<u>4,298,842</u>	<u>408,304</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets. Difference in the balance as per statement of assets and liabilities and maximum exposure to credit risk is due to the fact that investment in equity securities Rs. 4,908 million (2025: Rs. 3,891 million) are not exposed to credit risk and have been excluded from the above analysis.

There is a possibility of default by participants or failure of the financial market / stock exchanges, the depositories, the settlements or clearing systems, etc. Settlement risk on equity securities is considered minimal because of inherent controls established in the settlement process. The Fund's policy is to enter into financial contracts in accordance with internal risk management policies and instruments guidelines approved by the Investment Committee.

21.3.2 Credit quality of financial assets

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

	2026	2025
	% of financial asset exposed to risk	
AAA	19.81%	42.67%
AA+	24.34%	0.06%
A+	0.00%	0.99%
AA	0.84%	0.18%
AA-	55.01%	56.10%
	<u>100%</u>	<u>100%</u>

21.3.3 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 and are within the regulatory limits, therefore 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.

22 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 the fair value estimates.

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

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

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 value.

At fair value through profit or loss

Investment in equity securities - listed

2026		
Level 1	Level 2	Level 3
Rupees in 000		
4,908,189	-	-

At fair value through profit or loss

Investment in equity securities - listed

2025		
Level 1	Level 2	Level 3
Rupees in 000		
3,890,538	-	-

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

Item	Valuation approach and input used
Investment in equity securities - listed	The fair values of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.

There were no transfers between levels during the year.

23 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 fund a 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 21, 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.

24 UNIT HOLDING PATTERN OF THE FUND

Category	2026			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	4,871	3,245,833	63.83%	3,106	2,352,201	59.32%
Insurance companies	2	768,262	15.11%	1	201,874	5.09%
Retirement funds	26	741,231	14.58%	24	731,750	18.45%
Associated Company & Directors	2	9,044	0.18%	4	390,090	9.84%
Public limited company	2	1,414	0.03%	2	10,782	0.27%
Others	20	318,866	6.27%	22	278,662	7.03%
	4,923	5,084,650	100.00%	3,159	3,965,359	100.00%

25 LIST OF TOP TEN BROKERS BY PERCENTAGE

2026		2025	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Taurus Securities Limited	10.06	Multi Line Securities	23.44
Integrated Equities Limited	5.90	Taurus Securities Limited	16.27
Insight Securities (Private) Limited	5.85	Darson Securities (Private) Limited	13.24
Arif Habib Securities Limited	4.83	Integrated Equities Limited	10.55
Alpha Capital (Private) Limited	4.17	D.J.M Securities (Private) Limited	9.80
Topline Securities Limited	4.11	Adam Securities (Private) Limited	5.58
J.S. Global Capital Limited	3.91	IGI Finex Securities Limited	3.96
BMA Capital Management Limited	3.82	Insight Securities (Private) Limited	3.74
Sherman Securities (Private) Limited	3.71	Summit Capital (Private) Limited	3.70
Foundation Securities	3.53	M. Munir M. Ahmed Khanani Securities (Private) Limited	3.59

26 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

The following are the details in respect of 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 (note 26.1)	Chief Investment Officer	CFA	20
Mr. Hassan Raza	Head of Equity	ACCA / BSC / CFA	15
Mr. Muhammad Waseem	Head of Research	CFA	11

26.1 The name of the Fund Manager is Mr. Asim Wahab Khan. Other funds managed by the Fund Manager are as follows:

- NBP Sarmaya Izafa Fund
- NBP Stock Fund
- NBP Pakistan Growth Exchange Traded Fund
- NBP Islamic Sarmaya Izafa Fund
- NBP Punjab Pension Fund - Money Market Sub Fund

- NBP Islamic Energy Fund
- NBP Pension Fund
- NBP Islamic Punjab Pension Fund - Money Market Sub Fund
- NBP Gokp Islamic Pension Fund - Money Market Sub Fund
- NBP Gokp Pension Fund - Money Market Sub Fund

27 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 director	No of Meetings			Not Attended
	Held	Attended	Leaves	
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 Jawaaid**	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 Jawaaid 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

28 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.

29 GENERAL

29.1 Figures have been rounded off to the nearest thousand of rupees, unless otherwise specified.

30 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)	5,084,650	3,965,359	1,200,178	641,401	716,550	865,440
Net income for the year / period ended (Rs '000)	1,164,661	921,047	422,696	15,312	(64,852)	48,197
Net Asset Value per unit at the year / period ended (Rs)	22.2963	17.7742	14.2739	8.8630	8.8236	9.4868
Offer Price per unit	23.0655	18.3874	14.7578	9.1635	9.1227	9.8084
Redemption Price per unit	22.2963	17.7742	14.2739	8.8630	8.8236	9.4868
Ex - Highest offer price per unit (Rs.)	25.0645	18.3874	15.1103	10.4701	9.9206	10.7422
Ex - Lowest offer price per unit (Rs.)	17.4207	17.7742	7.8651	8.3468	8.6301	8.5568
Ex - Highest redemption price per unit (Rs.)	24.2286	20.0431	14.6149	10.1268	9.5953	10.3900
Ex - Lowest redemption price per unit (Rs.)	16.8397	10.7232	7.6072	8.0731	8.3471	8.2763
Fiscal Year Opening Ex NAV	16.9078	19.3747	7.6090		9.4868	8.2754
Total return of the fund	31.87%	10.3656	87.59%		-6.99%	14.64%
Capital growth	26.75%	10.9661	71.11%		-6.99%	12.09%
Income distribution as a % of ex nav	5.12%	37.18%	26.71%	2.46%	0.00%	2.55%
Income distribution as a % of par value	11.61%	53.07%	23.67%	2.19%	0.00%	-
Distribution						
Interim distribution per unit	1.1614	5.307	2.3672	0.2188	-	0.2458
Final distribution per unit					-	-
Distribution Dates						
Interim	June 29, 2026	June 27, 2025	June 28, 2024	27-Jun-23	-	28-Jun-21
Final						
Total return of the fund (launch date April 21, 2016)						
(Since inception to June 30, 2026)	14.92%					
(Since inception to June 30, 2025)		13.2%				
(Since inception to June 30, 2024)			8.36%			
(Since inception to June 30, 2023)				0.40%		
(Since inception to June 30, 2022)					0.003%	
(Since inception to June 30, 2021)						1.41%
Portfolio Composition (Please see Fund Manager Report)						

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

PROXY ISSUED BY THE FUND

The proxy voting policy of **NBP Islamic Energy Fund** duly approved by Board of Directors of the Management Company, is available on the website of NBP Fund Management Limited i.e. www.nbpfunds.com. A detailed information regarding actual proxies voted by the Management Company in respect of the fund is also available without charge, upon request, to all unit holders.

The details of summarized proxies voted are as follows:

NBP ISLAMIC ENERGY FUND			
Resolutions	For	Against	Abstain
-	-	Nil	N/A
100%	100%	-	-

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