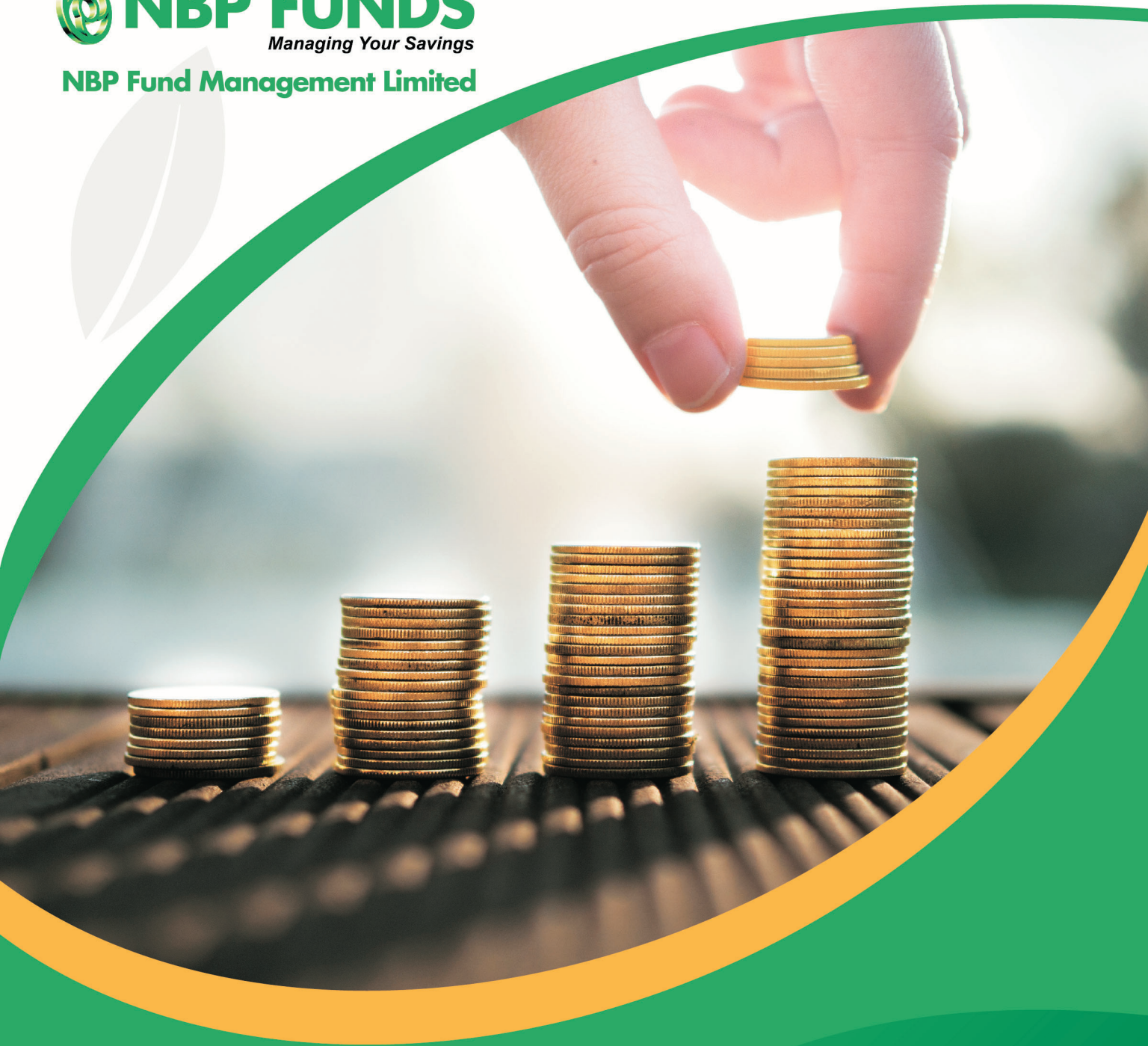




NBP FUNDS

Managing Your Savings

NBP Fund Management Limited



NBP SARMAYA IZAFI FUND

AM1
Rated by PACRA

ANNUAL REPORT
JUNE 30, 2026

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 Jawaaid	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 Jawaaid	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 Jawaaid	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

MCB Bank Limited	Faysal Bank Limited
JS Bank Limited	Soneri Bank Limited
Meezan Bank Limited	Dubai Islamic Bank Limited
Habib Bank Limited	Telenor Microfinance Bank Limited
United Bank Limited	Bank Islami Pakistan Limited
Bank Alfalah Limited	U Microfinance Bank Limited
Bank Al Habib Limited	The Bank of Punjab
Askari Bank Limited	First Microfinance Bank Limited
Habib Metropolitan Bank Limited	Mobilink Microfinance Bank Limited
Allied Bank Limited	
National Bank of Pakistan	



Auditors

Grant Thornton Anjum Rahman.
1st & 3rd Floor,
Modern Motors House, Beaumont Road,
Karachi, 75530

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.nbpffunds.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 Jawaid
Director



Mr. Saad Muzaffar Waraich
Director



Syed Mujtaba Abbas
Director



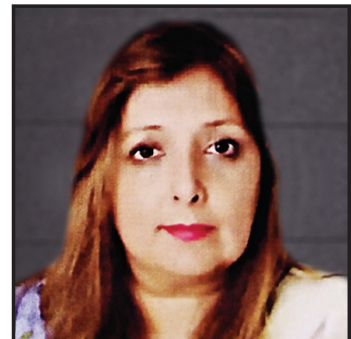
Mr. Imran Zaffar
Director



Mr. Umar Ahsan Khan
Director



Dr. Amjad Waheed, CFA
Chief Executive Officer



Ms. Mehnaz Salar
Director

Senior Management



Dr. Amjad Waheed, CFA
Chief Executive Officer



Mr. Muhammad Murtaza Ali
Chief Financial Officer &
Company Secretary



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



Mr. Ozair Ali Khan
Chief Technology Officer



Mr. Salman Ahmed, CFA
Chief Investment Officer
Fixed Income



Mr. Mustafa Farooq
Chief Operating Officer



Mr. Raza Jafri
Head of Portfolio &
Investment Advisory



Syed Sharoz Mazhar, CFA
Chief Strategy & Growth Officer



Mr. Hassan Raza, CFA
Head of Equity



Mr. Waheed Abidi
Head of Internal Audit



Mr. Muhammad Umer Khan
Chief Human Resources Officer



Mr. Muhammad Waseem
Head of Research



Tanveer Fatima
Head of Compliance & Risk

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the Sixteenth Annual Report of **NBP Sarmaya Izafa Fund** for the year ended June 30, 2026.

Fund's Performance

The equity market delivered a strong performance during FY26, with the KSE-100 Index rising 43.5%. This follows gains of 60% in FY25 and 89% in FY24, taking the cumulative three-year return to 335%. 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.

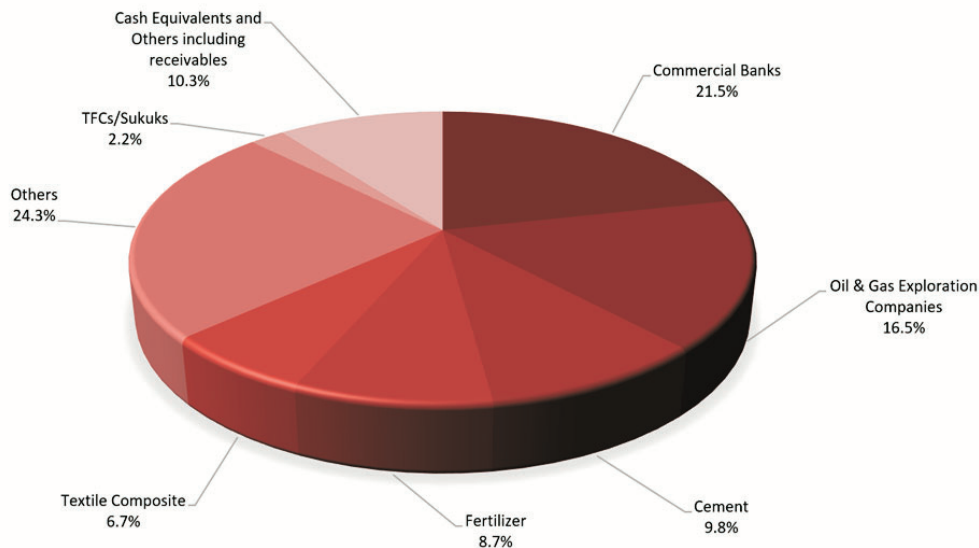
The State Bank of Pakistan (SBP) conducted twenty-six (26) T-Bill auctions, targeting approximately Rs. 19.5 trillion against maturities totaling around Rs. 20.5 trillion. Accepted bids amounted to a cumulative realization of around Rs. 21.6 trillion, spanning tenors from 1-month to 12-months. Debt markets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

During the fiscal year, NBP Sarmaya Izafa Fund (NSIF) increased by 43.0% versus 45.3% increase in the benchmark. Thus, the Fund underperformed the benchmark by 2.3% during the year. Since its launch (August 20, 2010), the Fund

has risen by 1,334.5%, versus the Benchmark return of 1,005.9%, thus, to date out-performance is 328.6%. This outperformance is net of management fee and all other expenses. The Fund size is Rs 1,107 mln as of June 30, 2026.

NBP Sarmaya Izafa Fund has earned a total income of Rs. 358.883 million during the year. After deducting total expenses of Rs. 40.003 million, the net income is Rs. 318.880 million. During the year, the unit price of NBP Sarmaya Izafa Fund has increased from Rs. 28.9526 (Ex-Div) on June 30, 2025 to Rs. 41.3990 on June 30, 2026. The resultant per unit gain is Rs. 11.6237 (43%).

The asset allocation of NBP Sarmaya Izafa 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 3.929% of the opening ex-NAV (11.700% 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, Grant Thornton Anjum Rahman Chartered Accountants, resign and the Board has approved the appointment of Messrs A.F. Ferguson & Co., for appointment for the year ending June 30, 2027.

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

1. The financial statements, prepared by the management company, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of the Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.

4. International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.
6. There are no significant doubts upon the Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance.
8. A performance table/ key financial data is given in this annual report.
9. Outstanding statutory payments on account of taxes, duties, levies and charges, if any, have been fully disclosed in the financial statements.
10. The Board of Directors of the Management Company held six meetings during the year. The attendance of all directors is disclosed in the note 26 to these financial statements.
11. The detailed pattern of unit holding is disclosed in the note 23 to these financial statements.
12. All trades in the units of the Fund, carried out by directors, CEO, CFO, Company Secretary and their spouses and minor children are disclosed in note 17 to these financial statements.
13. The Management Company encourages representation of independent non-executive directors on its Board. The Company, being an un-listed company, does not have any minority interest. As at June 30, 2026, the Board included:

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

Acknowledgement

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

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

On behalf of the Board of
NBP Fund Management Limited

Chief Executive Officer

Director

Date: September 04, 2026
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز NBP سرمایہ اضافہ فنڈ کی سولہویں سالانہ رپورٹ برائے ختمہ سال 30 جون 2026 پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

فنیڈ کی کارکردگی

مالی سال 26 کے دوران ایکویٹی مارکیٹ نے شاندار کارکردگی کا مظاہرہ کیا، جس کے نتیجے میں KSE-100 انڈیکس میں 43.5 فیصد اضافہ ہوا۔ اس سے قبل مالی سال 25 میں 60 فیصد اور مالی سال 24 میں 89 فیصد اضافہ ریکارڈ کیا گیا تھا، جس کے باعث تین سال کے دوران مجموعی ریٹرن 335 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 بلین 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 لیویڈیٹی کو سعودی عرب کے 3.0 بلین امریکی ڈالر کے ڈپازٹس، یورو بانڈ سے حاصل ہونے والی رقم اور ملک کے پہلے پانڈا بانڈ 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 سو ریٹنگ کرڈٹ 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، فرنیچر، انویسٹمنٹ بینکس/کمپنیاں، لیڈر اینڈ ٹریڈرز، پاور جنریشن اینڈ ڈسٹری بیوشن، ٹیکنالوجی اینڈ کمیونیکیشن اور ٹرانسپورٹ کے شعبوں نے مارکیٹ سے بہتر کارکردگی دکھائی۔ اس کے برعکس آٹو اسمبلرز، کمیل اینڈ الیکٹریکل گڈز، سینٹ، کیمیکل، انجینئرنگ، فوڈ اینڈ پرنٹل کیئر، گلاس اینڈ سیرامکس، انشورنس، متفرق، آئل اینڈ گیس ایکسپلوریشن، آئل اینڈ گیس مارکیٹنگ کمپنیوں، فارماسیوٹیکلز، ریفرنسری، شوگر، ٹیکسٹائل کمپوزٹ اور تباکو کے شعبوں نے مارکیٹ سے اتر کارکردگی کا مظاہرہ کیا۔

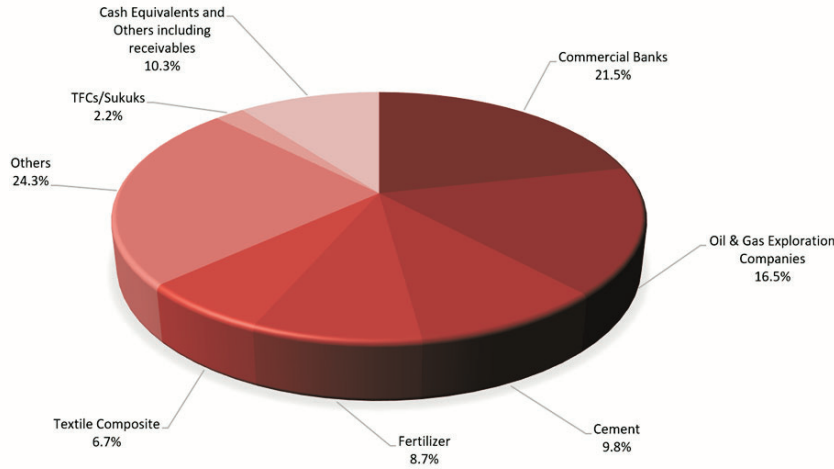
سرمایہ کاروں کی سرگرمی کے حوالے سے کمپنیاں، میچل فنڈز اور انفرادی سرمایہ کار سب سے بڑے خالص خریدار رہے، جن کی با لترتیب 585 ملین، 401 ملین اور 328 ملین امریکی ڈالر کی خالص سرمایہ کاری رہی۔ اس کے برعکس انشورنس کمپنیوں اور بینکس/DFIs نے سال کے دوران اپنی خالص ہولڈنگز میں با لترتیب 241 ملین اور 172 ملین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

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

سال کے دوران، NBP سرمایہ اضافہ فنڈ (NSIF) کے بچ مارک میں 45.3 فیصد اضافہ کے برعکس 43.0 فیصد اضافہ ہوا۔ لہذا، فنڈ نے سال کے دوران 2.3 فیصد بچ مارک کی ایئر کارکردگی دکھائی۔ اپنے آغاز (20 اگست 2010) سے، فنڈ کا بچ مارک ریٹرن 1,005.9 فیصد کے برعکس 1,334.5 فیصد تک بڑھ گیا، لہذا آج تک بہتر کارکردگی 328.6 فیصد ہے۔ یہ بہتر کارکردگی انتظامی فیس اور دیگر تمام اخراجات منہا کرنے کے بعد خالص ہے۔ فنڈ کا سائز 30 جون 2026 کو 1,107 ملین روپے ہے۔

NBP سرمایہ اضافہ فنڈ کو سال کے دوران 358.883 ملین روپے کی مجموعی آمدنی ہوئی۔ 40.003 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد، خالص آمدنی 318.880 ملین روپے ہے۔ سال کے دوران، NBP سرمایہ اضافہ فنڈ کے یونٹ کی قیمت 30 جون 2025 کو 28.9526 روپے (Ex-Div) سے بڑھ کر 30 جون 2026 کو 41.3990 روپے ہو گئی۔ جس کے نتیجے میں یونٹ منافع 11.6237 روپے یعنی 43% ہے۔

30 جون 2026 کو NBP سرمایہ اضافہ فنڈ کی ایسٹ ایلو کیشن درج ذیل ہے:



آمدنی کی تقسیم

منجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے 30 جون 2026 کو ختم ہونے والے سال کے دوران اوپننگ ex-NAV کا 3.92 فیصد (بنیادی قیمت کا 11.700 فیصد) عبوری نقد منافع منقسمہ کی منظوری دی ہے۔

فیکیشن

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 اکٹم ٹیکس آرڈیننس 2001 کے دوسرے شیڈول کے حصہ اول کی شق 99 کے تحت ٹیکس لاگو نہیں ہوتا ہے۔

آڈیٹرز

موجودہ آڈیٹرز، گرانٹ تھورنٹن انچم رحمان، چارٹرڈ اکاؤنٹنٹس مستعفی ہو گئے ہیں۔ بورڈ نے 30 جون 2027 کو ختم ہونے والے سال کی تقرری کے لیے میسرز اے۔ ایف۔ فرگوسن اینڈ کمپنی کی تقرری کی منظوری دے دی ہے۔

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

1. منجمنٹ 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 منصوبہ بندی 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 مؤثر طریقے سے نافذ ہے اور اس کی مسلسل نگرانی کی جاتی ہے۔
6. فنڈ کی رواں دواں رہنے کی صلاحیت کے بارے میں کوئی شکوک و شبہات نہیں ہیں۔
7. کارپوریٹ گورننس کی اعلیٰ ترین روایات سے کوئی پہلو تہی نہیں کی گئی۔
8. پرفارمنس ٹیبیل / اہم مالیاتی ڈیٹا اس سالانہ رپورٹ میں شامل ہیں۔
9. ٹیکسوں، ڈیویڈنڈ، محصولات اور چارجز کی مد میں واجب الادا سرکاری ادائیگیاں مالیاتی گوشواروں میں پوری طرح ظاہر کر دی گئی ہیں۔
10. اس مدت کے دوران مینجمنٹ کمیٹی 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 پیئر ان مالیاتی گوشواروں کے نوٹ 23 میں ظاہر کیا گیا ہے۔
12. ڈائریکٹرز، سی ای او، سی ایف او، کمیٹی ممبرز اور ان کی شریک حیات اور کم عمر بچوں کی طرف سے کی جانے والی فنڈ کے یونٹس کی تمام خرید و فروخت ان مالیاتی گوشواروں کے نوٹ 18 میں ظاہر کی گئی ہے۔
13. کمپنی اپنے بورڈ آف ڈائریکٹرز میں غیر جانبدارانہ ایگزیکٹو ڈائریکٹرز کی نمائندگی کی حوصلہ افزائی کرتی ہے۔ کمپنی ایک غیر فہرست شدہ کمپنی ہونے کے ناطہ کوئی منارٹی انٹریسٹ نہیں رکھتی۔ 30 جون 2026 کو بورڈ آف ڈائریکٹرز درج ذیل ارکان پر مشتمل ہیں:

نام	کیمٹری
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 تہ دل سے شکریہ ادا کرتا ہے کہ انہوں نے مینجمنٹ کمیٹی 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 تہ دل سے شکر گزار ہے۔

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

منجانب بورڈ آف ڈائریکٹرز

NBP مینجمنٹ لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

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 Sarmaya Izafa 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 Sarmaya Izafa Fund

NBP Sarmaya Izafa Fund (NSIF) is an Open-end Asset Allocation Fund.

Investment Objective of the Fund

Objective of NSIF is to generate income by investing in debt and money market securities and to generate capital appreciation by investing in equity and equity related securities.

Benchmark

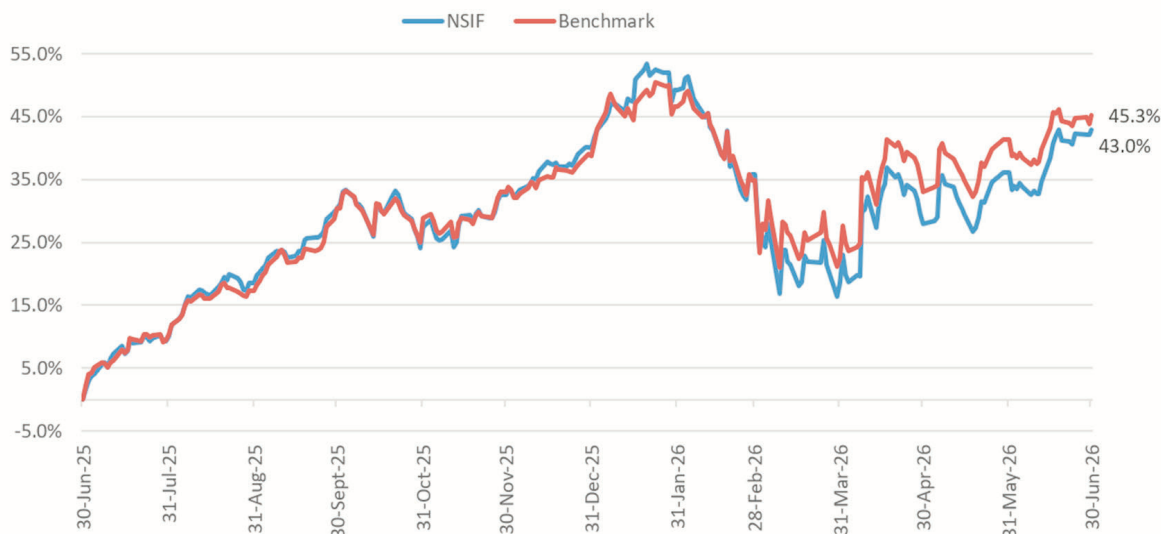
Daily weighted return of KSE-30 Total Return Index for equity portion & 75% six (6) months KIBOR + 25% six (6) months average of the highest rates on savings accounts of three (3) AA rated scheduled Banks as selected by MUFAP for fixed income portion & 90% three (3) months PKRV rates + 10% three (3) months average of the highest rates on savings account of three (3) AA rated scheduled Banks as selected by MUFAP for Money Market portion, based on Fund's actual allocation.

Fund Performance Review

This is the Sixteenth annual report of the Fund. During the fiscal year, NBP Sarmaya Izafa Fund (NSIF) increased by 43.0% versus 45.3% increase in the benchmark. Thus, the Fund underperformed the benchmark by 2.30% during the year. Since its launch (August 20, 2010), the Fund has risen by 1,334.5%, versus the Benchmark return of 1,005.9%, thus, to date out-performance is 328.6%. This outperformance is net of management fee and all other expenses. The Fund size is 1,107 mln as of June 30, 2026.

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

NSIF Performance vs. Benchmark during FY26



At the start of the year, NSIF was around 88.9% invested in equities. During the year, we altered the allocation of the Fund based on our view on the relative performance of different asset classes. Towards the end of the year, the allocation in equities was around 87.5%.

The equity market delivered a strong performance during FY26, with the KSE-100 Index rising 43.5%. This follows gains of 60% in FY25 and 89% in FY24, taking the cumulative three-year return to 335%. 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.

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

Asset Allocation of the Fund (% of NAV)

Particulars	30-Jun-26	30-Jun-25
Equities / Stocks	87.5%	88.9%
TFCs / Sukuks	2.2%	3.2%
Cash Equivalents	12.6%	11.3%
Other Net Liabilities	(2.3%)	(3.4%)
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	11.700%	42.3424	41.1724

Unit Holding Pattern

Size of Unit Holding (Units)	# of Unit Holders
1-1000	1585
1001-5000	192
5001-10000	60
10001-50000	108
50001-100000	34
100001-500000	30
500001-1000000	2
5000001-10000000	2
Total	2,013

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.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

TO THE UNIT HOLDERS OF NBP SARMAYA IZAFI FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **NBP Sarmaya Izafa Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2026, and the income statement, statement of comprehensive income, statement of movements in unit holder's fund and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policies 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 approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund and the Management Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

Following is the key audit matter:

Key Audit Matter	How our audit addressed the key audit matter
Existence, completeness and valuation of balances with banks and investments	
Balances with banks and investments constitute a significant component of the net assets of the Fund, representing 99% of total assets as at June 30, 2026. Balances with banks and investments as at June 30, 2026, amounted to Rs. 1,132 million as disclosed in note 4 and 5 to the financial statements. The existence & valuation of investments and existence of balances with bank directly determines the Net Asset Value (NAV) of the Fund, which forms the basis for the issuance and redemption price of units. Given the significance of investments to the financial statements and the level of judgement involved in determining fair value, we considered the existence, completeness and valuation of investments to be a key audit matter	Our audit procedures include the following: • Obtained an understanding of relevant controls placed by the Management company over acquisition, disposal, custody and valuation of investment; • Verified completeness of investments by reconciling the CDC account statement with the Fund's investment portfolio as at year end; • Verified the existence of investments by reconciling the CDC account statement with the Fund's investment portfolio as at year end;

Key Audit Matter	How our audit addressed the key audit matter
	• Verified the valuation of investments against quoted PSX closing rates; • Recomputed unrealised gain/(loss) on re-measurement of investments; and • Performed test of details on sale, purchase, and maturity of investment. • Obtain direct confirmation for balances with banks and traced it with the books of the fund where such confirmation is not available alternate procedure will perform. • Obtain bank reconciliation statement and tested reconciling items.

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

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors (the Board) for the Financial Statements

The Management is responsible for the preparation and fair presentation of the financial statements in accordance with the approved 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 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 the management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board 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 the management;
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with the Board, 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 statements 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 Schemes and the financial statements prepared are in agreement with the books and records of the Collective Investment Schemes; 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.

Other matter

The annual financial statement of the Fund for the year ended June 30, 2025 were audited by another firm of chartered accountants, whose audit report dated September 4, 2025, expressed an unmodified opinion.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Shaukat Naseeb**.

Grant Thornton Anjum Rahman
Chartered Accountants
Karachi

Date September 08, 2026
UDIN: AR2026101261CjoIFpJa

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2026

		2026	2025
	Note	----- Rupees in '000 -----	----- Rupees in '000 -----
Assets			
Bank balances	4	139,494	85,954
Investments	5	992,947	698,843
Profit receivable	6	1,637	810
Deposits, prepayments and other receivables	7	3,480	3,449
Receivable against sale of investments		348	9,351
Receivable against transfer of units		1,651	4,802
Total assets		1,139,557	803,209
Liabilities			
Payable to NBP Fund Management Limited - Management Company	8	22,965	22,765
Payable to Central Depository Company of Pakistan Limited - Trustee	9	196	156
Payable to the Securities and Exchange Commission of Pakistan	10	84	60
Payable against redemption of units		496	2,582
Accrued expenses and other liabilities	11	8,730	18,251
Total liabilities		32,471	43,814
Net assets		1,107,086	759,395
Unit holders' fund (as per statement attached)		1,107,086	759,395
Contingencies and commitments	12		
		---Number of units---	
Number of units in issue	13	26,741,866	25,504,164
		-----Rupees-----	
Net asset value per unit		41.3990	29.7753

The annexed notes 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

	Note	2026 --- Rupees in '000 ---	2025
Income			
Profit on bank balances		11,865	15,763
Income on term finance certificates		3,038	3,756
Dividend income		42,833	40,984
Gain on sale of investments - net		85,365	76,115
Unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.3	215,782	224,298
Total income		358,883	360,916
Expenses			
Remuneration of NBP Fund Management Limited - Management Company	8.1	28,248	20,774
Sindh sales tax on remuneration of the Management Company	8.2	4,238	3,116
Reimbursement of allocated expenses	8.4	-	494
Reimbursement of selling and marketing expenses	8.5	-	2,550
Sindh sales tax on allocated expenses		-	74
Sindh sales tax on selling and marketing expenses		-	383
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	1,966	1,431
Sindh sales tax on remuneration of the Trustee	9.2	295	215
Fee to the Securities and Exchange Commission of Pakistan	10.1	956	680
Securities transaction costs		1,674	894
Settlement and bank charges		555	323
Auditors' remuneration	14	1,330	949
Legal and professional charges		313	513
Rating fee		365	365
Listing fee	15	63	31
Printing charges		-	91
Total expenses		40,003	32,883
Net income for the year before taxation		318,880	328,033
Taxation	16	-	-
Net income for the year after taxation		318,880	328,033
Earnings per unit	3.12	-	-
Allocation of net income for the year			
Net income for the year after taxation		318,880	328,033
Income already paid on units redeemed		(26,508)	(63,554)
		292,372	264,479
Accounting income available for distribution			
- Relating to capital gains		292,372	300,413
- Excluding capital gains		-	(35,934)
		292,372	264,479

The annexed notes 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	318,880	328,033
Other comprehensive income	-	-
Total comprehensive income for the year	<u>318,880</u>	<u>328,033</u>

The annexed notes 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 the beginning of the year	(188,144)	947,539	759,395	(172,762)	783,416	610,654
Issuance of 22,196,636 units (2025: 10,623,853 units)						
- Capital value (at net asset value per unit at beginning of the year)	660,911	-	660,911	233,244	-	233,244
- Element of income	201,043	-	201,043	81,855	-	81,855
Total proceeds on issuance of units	861,954	-	861,954	315,099	-	315,099
Redemption of 20,958,934 units (2025: 12,933,966 units)						
- Capital value (at net asset value per unit at beginning of the year)	(624,059)	-	(624,059)	(283,962)	-	(283,962)
- Element of loss	(151,919)	(26,508)	(178,427)	(39,275)	(63,554)	(102,829)
Total payments on redemption of units	(775,978)	(26,508)	(802,486)	(323,237)	(63,554)	(386,791)
Total comprehensive income for the year	-	318,880	318,880	-	328,033	328,033
Cash distribution for the year ended June 30, 2026						
@ Rs. 1.1700 per unit on June 29, 2026	(2,868)	(27,789)	(30,657)	-	-	-
(2025: @ Rs. 4.7887 per unit on June 26, 2025)	-	-	-	(7,244)	(100,356)	(107,600)
Net assets at the end of the year	(105,036)	1,212,122	1,107,086	(188,144)	947,539	759,395
Undistributed income brought forward						
- Realised income		723,241			601,367	
- Unrealised income / (loss)		224,298			182,049	
		<u>947,539</u>			<u>783,416</u>	
Accounting income available for distribution						
- Relating to capital gain		292,372			300,413	
- Excluding capital gains		-			(35,934)	
		<u>292,372</u>			<u>264,479</u>	
Distribution during the year		(27,789)			(100,356)	
		<u>1,212,122</u>			<u>947,539</u>	
Undistributed income carried forward						
- Realised income		996,340			723,241	
- Unrealised income		215,782			224,298	
		<u>1,212,122</u>			<u>947,539</u>	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the year			<u>29.7753</u>			<u>21.9547</u>
Net assets value per unit at the end of the year			<u>41.3990</u>			<u>29.7753</u>

The annexed notes 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		318,880	328,033
Adjustments for:			
Profit on bank balances		(11,865)	(15,763)
Income on term finance certificates		(3,038)	(3,756)
Dividend income		(42,833)	(40,984)
Gain on sale of investments - net		(85,365)	(76,115)
Unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.3	(215,782)	(224,298)
		(358,883)	(360,916)
Decrease / (increase) in assets			
Investments - net		16,046	115,998
Deposits, prepayments and other receivables		(31)	(13)
		16,015	115,985
(Decrease) / increase in liabilities			
Payable to NBP Fund Management Limited - Management Company		200	(703)
Payable to Central Depository Company of Pakistan Limited - Trustee		40	41
Payable to the Securities and Exchange Commission of Pakistan		24	13
Accrued expenses and other liabilities		(9,521)	265
		(9,257)	(384)
Profit received on bank balances and investments		14,076	20,397
Dividend received		42,833	40,984
		56,909	61,381
Net cash generated from operating activities		23,664	144,099
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units - net of refund of capital		862,237	303,053
Net payments against redemption of units		(804,572)	(384,702)
Cash dividend paid		(27,789)	(100,356)
Net cash generated / (used in) from financing activities		29,876	(182,005)
Net increase / (decrease) in cash and cash equivalents during the year		53,540	(37,906)
Cash and cash equivalents at the beginning of the year		85,954	123,860
Cash and cash equivalents at the end of the year	4	139,494	85,954

The annexed notes 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 Sarmaya Izafa Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 18, 2010 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the 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 (the NBFC Rules) through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Clifton Diamond Building, Block 4, Scheme No. 5, Clifton, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3** The Fund has been categorised as an open ended "Asset Allocation Scheme" by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the Securities and Exchange Commission of Pakistan. The units of the Fund were initially offered for public subscription at a par value of Rs. 10 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from August 20, 2010 and are transferable and redeemable by surrendering them to the Fund.
- 1.4** The objective of the Fund is to generate income by investing in debt and money market securities and to generate capital appreciation by investing in equity and equity related securities. The Fund also undertakes transactions under margin trading system.
- 1.5** The Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed an asset manager rating of 'AM1' dated May 5, 2026 (2025: 'AM1' dated May 5, 2025). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. Further, PACRA has maintained the Fund's performance ranking at '4-star', with the latest rating assigned on March 25, 2026 (2025: '4-star' assigned on February 28, 2025).
- 1.6** Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

2.2 Standards, interpretations and amendments to 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 are therefore, not been detailed in these financial statements except for:

2.3 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or 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 2025) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires the management to exercise judgment in the application of the Company's accounting policies. The estimates 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 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 judgements that have a significant effect on the financial statements are as follows:

- a) Classification of financial assets (note 3.1.2); and
- b) Impairment of financial assets (note 3.1.3 and 3.1.4).
- c) Classification and measurement of financial liability (note 3.2.1)
- d) Provisions (note 3.4)
- e) Taxation (note 3.11)

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which have been measured '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 has been disclosed in note 21.

2.6 Functional and presentation currency

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

3 MATERIAL ACCOUNTING POLICY INFORMATION

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

3.1 Financial assets

3.1.1 Initial recognition and measurement

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

3.1.2 Classification and subsequent measurement

3.1.2.1 Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

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

based on the business model of the entity.

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

3.1.2.2 Equity instruments

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

All equity investments are required to be measured in the Statement of Assets and Liabilities at fair value, with gains and losses recognised in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The 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 for equity securities classified under FVPL is 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.

3.1.2.3 Cash and cash equivalents

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

3.1.3 Impairment (other than debt securities)

The Fund assesses on a forward looking basis the expected credit loss (ECL) associated with its financial assets (other than debt securities) 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 that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Fund, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

3.1.4 Impairment loss on debt securities

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

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

3.1.5 Regular way contracts

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

3.1.6 Derecognition

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

3.2 Financial liabilities

3.2.1 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.

3.2.2 Derecognition

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

3.3 Offsetting of financial assets and financial liabilities

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

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

3.4 Provisions

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

3.5 Net asset value per unit

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

3.6 Issue and redemption of units

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

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption 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.

3.7 Distributions to unit holders

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

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

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

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

3.9 Revenue recognition

- Realised gains / (losses) arising on sale of investments are included in Income Statement and are recognised on the date when the transaction takes place;
- Unrealised gains / (losses) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise;
- Dividend income is recognised when the Fund's right to receive the same is established, i.e. on the commencement of book closure of the investee company / institution declaring the dividend; and
- Profit on savings account with banks and term finance certificates is recognised on time proportion basis using the effective yield method.

3.10 Expenses

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

3.11 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of its accounting income for the year, as reduced by accumulated losses/capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90% 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 of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on funds (Section 4B of the Income Tax Ordinance, 2001).

3.12 Earnings per unit

Earnings per unit (EPU) is calculated by dividing the net income for the year after taxation of the Fund by the weighted average number of units outstanding during the year.

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

3.13 Preliminary expenses and floatation costs

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

4	BANK BALANCES	Note	2026	2025
			----- Rupees in '000 -----	
	Balances with banks in:			
	Savings accounts	4.1	138,220	82,901
	Current accounts	4.2	1,274	3,053
			<u>139,494</u>	<u>85,954</u>

4.1 These include balances of Rs. 0.256 million (2025: Rs. 0.750 million) and Rs. 0.003 million (2025: Rs. 0.003 million) maintained with National Bank of Pakistan and Telenor Microfinance Bank Limited (related parties) that carry profit at the rate of 6% (2025: 6%) per annum and 5.7% (2025: 5.7%) per annum respectively. Other savings accounts of the Fund carry profit at the rates ranging from 8% to 12.4% (2025: 9.2% to 20.22%) per annum.

4.2 This includes balance of Rs. 0.3 million (2025: Rs. 0.3 million) maintained with National Bank of Pakistan (a related party).



5 INVESTMENTS

Note

2026

2025

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

At fair value through profit or loss

Investments in equity securities - listed

5.1

968,983

674,863

Term finance certificates

5.2

23,964

23,980

992,947

698,843

5.1 Investments in equity securities - listed

All shares have a nominal face value of Rs. 10 each unless stated otherwise.

Name of the Investee Company	Number of shares held						Carrying value as at June 30, 2026	Market value as at June 30, 2026	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2025	Purchased during the year	Bonus shares received during the year	Subdivision of share	Sold during the year	As at June 30, 2026			Total market value of investments	Net assets of the Fund	
	(Rupees)						-- (Rupees in '000) --		%		
Oil & gas marketing companies											
Pakistan State Oil Company Limited (note 5.1.6 and 5.1.7)	56,680	1,550	-	-	41,900	16,330	6,209	5,591	0.56%	0.50%	0.00%
Sui Northern Gas Pipelines Limited	3,800	-	-	-	3,800	-	-	-	0.00%	0.00%	0.00%
Attock Petroleum Limited	-	6,400	-	-	-	6,400	3,502	3,445	0.35%	0.31%	0.01%
Sitara Petroleum Service Limited	-	262,219	-	-	262,219	-	-	-	0.00%	0.00%	0.00%
Hascol Petroleum Limited (note 5.1.6 and 5.1.7)	1,861	-	-	-	-	1,861	18	39	0.00%	0.00%	0.00%
	62,341	270,169	-	-	307,919	24,591	9,729	9,075	0.91%	0.81%	0.01%
Oil & gas exploration companies											
Oil & Gas Development Company Limited	253,800	79,810	-	-	64,200	269,410	62,464	90,217	9.09%	8.15%	0.01%
Pakistan Oilfields Limited	3,650	-	-	-	3,650	-	-	-	0.00%	0.00%	0.00%
Pakistan Petroleum Limited	344,430	93,000	-	-	110,300	327,130	57,636	79,368	7.99%	7.17%	0.01%
Mari Energies Limited (note 5.1.6 and 5.1.7)	22,833	-	-	-	2,700	20,133	12,621	13,575	1.37%	1.23%	0.00%
	624,713	172,810	-	-	180,850	616,673	132,721	183,160	18.45%	16.55%	0.02%
Fertilizer											
AgriTech Limited	312,000	-	-	-	290,000	22,000	1,194	1,132	0.11%	0.10%	0.00%
Fatima Fertilizers Company Limited	120,200	37,093	-	-	57,450	99,843	10,840	16,504	1.66%	1.49%	0.00%
Fauji Fertilizer Company Limited - a related party	195,238	27,069	-	-	84,550	137,757	56,021	79,001	7.96%	7.14%	0.01%
	627,438	64,162	-	-	432,000	259,600	68,055	96,637	9.73%	8.73%	0.02%
Engineering											
Mughal Iron and Steel Industries Limited*	5,464	-	-	-	5,464	-	-	-	0.00%	0.00%	0.00%
Mughal Iron & Steel Industries Limited(C)	538	-	-	-	538	-	-	-	0.00%	0.00%	0.00%
	6,002	-	-	-	6,002	-	-	-	0.00%	0.00%	0.00%
Cement											
Kohat Cement Company Limited *(note 5.1.4)	143,299	164,414	-	491,596	56,200	743,109	61,043	81,831	8.24%	7.39%	0.08%
Maple Leaf Cement Factory Limited	151,200	24,600	-	-	148,385	27,415	2,385	2,931	0.30%	0.26%	0.00%
Fauji Cement Company Limited*	6,900	8,000	-	-	14,900	-	-	-	0.00%	0.00%	0.00%
Pioneer Cement Limited	-	253	-	-	253	-	-	-	0.00%	0.00%	0.00%
Lucky Cement Limited **	37,579	10,218	-	-	3,300	44,497	16,741	20,892	2.10%	1.89%	0.00%
Cherat Cement Company Limited	-	1,400	-	-	-	1,400	389	484	0.05%	0.04%	0.00%
Attock Cement Pakistan Limited	8,300	17,180	-	-	13,167	12,313	3,372	2,669	0.27%	0.24%	0.01%
	347,278	226,065	-	491,596	236,205	828,734	83,930	108,808	10.96%	9.82%	0.10%
Cable & electrical goods											
Pak Elektron Limited	217,760	33,750	-	-	251,510	-	-	-	0.00%	0.00%	0.00%
	217,760	33,750	-	-	251,510	-	-	-	0.00%	0.00%	0.00%
Transport											
Pakistan National Shipping Corporation (note 5.1.6 and 5.1.7)	47,275	30,435	-	-	11,187	66,523	29,783	43,198	4.35%	3.90%	0.03%
Pakistan International Bulk Terminal	867,000	-	-	-	468,900	398,100	3,479	7,596	0.76%	0.69%	0.02%
	914,275	30,435	-	-	480,087	464,623	33,262	50,794	5.12%	4.59%	0.03%
Technology & communication											
Systems Limited **	138,495	14,400	-	-	44,700	108,195	12,274	15,914	1.60%	1.44%	0.01%
Pakistan Telecommunication Company Ltd	287,500	531,000	-	-	129,000	689,500	38,363	45,176	4.55%	4.08%	0.01%
	425,995	545,400	-	-	173,700	797,695	50,637	61,090	6.15%	5.52%	0.02%

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Name of the Investee Company	Number of shares held						Carrying value as at June 30, 2026	Market value as at June 30, 2026	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2025	Purchased during the year	Bonus shares received during the year	Subdivision of share	Sold during the year	As at June 30, 2026			Total market value of investments	Net assets of the Fund	
	(Rupees)						(Rupees in '000')	%			
Textile composite											
Interloop Limited	45,300	39,000	-	-	1,399	82,902	6,026	8,915	0.90%	0.81%	0.01%
Nishat Mills Limited	141,960	100,600	-	-	95,900	146,660	19,750	23,152	2.33%	2.09%	0.04%
Kohinoor Textile Mills Limited ** (note 5.1.6, 5.1.3 and 5.1.7)	105,994	356,600	-	397,444	104,133	755,905	36,624	41,734	4.20%	3.77%	0.06%
Gul Ahmed Textile Mills Limited	134,086	8,000	-	-	142,086	-	-	-	0.00%	0.00%	0.00%
Crescent Textile Mills Limited*	1,875	-	-	-	500	1,375	33	93	0.01%	0.01%	0.00%
	429,215	504,200	-	397,444	344,018	986,842	62,433	73,893	7.44%	6.68%	0.11%
Pharmaceuticals											
The Searle Company Limited (note 5.1.6 and 5.1.7)	46,370	9,300	5,395	-	58,300	2,765	252	261	0.03%	0.02%	0.00%
AGP Limited	34,300	5,920	-	-	17,210	23,010	4,449	4,748	0.48%	0.43%	0.01%
Highnoon Laboratories Limited	3	-	-	-	-	3	3	3	0.00%	0.00%	0.00%
Abbott Laboratories Pakistan Limited*	1,100	2,442	-	-	25	3,517	3,874	3,462	0.35%	0.31%	0.00%
GlaxoSmithKline Pakistan Limited*	6,750	11,660	-	-	2,500	15,910	6,488	5,891	0.59%	0.53%	0.00%
Citi Pharma Limited	1	-	-	-	-	1	-	-	0.00%	0.00%	0.00%
Haleon Pakistan Limited	5,200	1,150	-	-	6,350	-	-	-	0.00%	0.00%	0.00%
	93,724	30,472	5,395	-	84,385	45,206	15,066	14,365	1.45%	1.29%	0.02%
Power generation & distribution											
The Hub Power Company Limited	184,779	800	-	-	141,700	43,879	6,106	10,244	1.03%	0.93%	0.00%
Nishat Chunian Power Limited	-	110,000	-	-	110,000	-	-	-	0.00%	0.00%	0.00%
Nishat Power Limited	-	70,000	-	-	70,000	-	-	-	0.00%	0.00%	0.00%
Lalpur Power Limited	69,500	-	-	-	69,500	-	-	-	0.00%	0.00%	0.00%
	254,279	180,800	-	-	391,200	43,879	6,106	10,244	1.03%	0.93%	0.00%
Commercial banks											
Bank Al Falah Limited * (note 5.1.2)	256,205	116,030	-	199,535	160,700	411,070	18,610	23,295	2.35%	2.10%	0.01%
Bank Al Habib Limited	115,163	4,350	-	-	56,500	63,013	10,048	10,690	1.08%	0.97%	0.01%
Faysal Bank Limited (note 5.1.6 and 5.1.7)	49,445	-	-	-	3,300	46,145	3,217	4,579	0.46%	0.41%	0.00%
Askari Bank Limited	616,000	205,100	-	-	304,000	517,100	31,272	57,000	5.74%	5.15%	0.04%
Habib Bank Limited	98,967	19,900	-	-	37,901	80,966	16,858	23,659	2.38%	2.14%	0.01%
The Bank of Punjab	-	509,000	-	-	338,000	171,000	2,770	6,000	0.60%	0.54%	0.01%
MCB Bank Limited	54,600	24,470	-	-	4,100	74,970	23,398	30,401	3.06%	2.75%	0.01%
United Bank Limited*	15,752	192,050	-	-	110,000	97,802	38,548	43,783	4.41%	3.95%	0.00%
Allied Bank Limited	1	-	-	-	-	1	-	-	0.00%	0.00%	0.00%
National Bank of Pakistan - a related party	76,000	54,079	-	-	123,500	6,579	1,255	1,306	0.13%	0.12%	0.00%
Meezan Bank Limited*	54,098	27,848	-	-	9,050	72,896	27,342	37,648	3.79%	3.40%	0.00%
	1,336,231	1,152,827	-	199,535	1,147,051	1,541,542	173,318	238,361	24.00%	21.53%	0.08%
Insurance											
IGI Holdings Limited	28,800	-	-	-	21,400	7,400	1,521	1,990	0.20%	0.18%	0.01%
	28,800	-	-	-	21,400	7,400	1,521	1,990	0.20%	0.18%	0.01%
Automobile Assembler											
Indus Motor Company Limited*	-	21,369	-	-	2,800	18,569	38,049	38,223	3.85%	3.45%	0.02%
Millat Tractors Limited *(note 5.1.5)	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
	-	21,369	-	-	2,800	18,569	38,049	38,223	3.85%	3.45%	0.02%
Glass & ceramics											
Ghani Glass Limited	8,300	-	-	-	8,300	-	-	-	0.00%	0.00%	0.00%
Tariq Glass Industries Limited	30,672	28,510	-	-	18,883	40,299	9,438	7,785	0.78%	0.70%	0.02%
Shabbir Tiles and Ceramics Limited *	485,000	-	-	-	485,000	-	-	-	0.00%	0.00%	0.00%
	523,972	28,510	-	-	512,183	40,299	9,438	7,785	0.78%	0.70%	0.02%
Automobile parts & accessories											
Panther Tyres Limited	200	132,134	-	-	132,334	-	-	-	0.00%	0.00%	0.00%
Service Long March Tyres Limited **	-	496,278	-	-	60,500	435,778	8,694	11,060	1.11%	1.00%	0.00%
Thal Limited *	-	45,486	-	-	9,400	36,086	22,534	23,284	2.34%	2.10%	0.04%
	200	673,898	-	-	202,234	471,864	31,228	34,344	3.45%	3.10%	0.04%

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Name of the Investee Company	Number of shares held						Carrying value as at June 30, 2026	Market value as at June 30, 2026	Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
	As at July 1, 2025	Purchased during the year	Bonus shares received during the year	Subdivision of share	Sold during the year	As at June 30, 2026			Total market value of investments	Net assets of the Fund	
	(Rupees)						(Rupees in '000')		%		
Food & personal care products											
Barkat Frisian Agro Limited ***	46,563	-	-	-	39,500	7,063	289	257	0.03%	0.02%	0.00%
Shezan International Limited	6,050	-	-	-	-	6,050	1,088	1,549	0.16%	0.14%	0.06%
Unity Foods Limited	-	293,500	-	-	293,500	-	-	-	0.00%	0.00%	0.00%
	52,613	293,500	-	-	333,000	13,113	1,377	1,806	0.19%	0.16%	0.06%
Investment Banks											
Engro Holdings Limited	64,118	2,200	-	-	17,350	48,968	9,076	14,089	1.42%	1.27%	0.00%
Dawood Lawrencepur Limited	4,800	29,700	-	-	6,500	28,000	2,260	1,548	0.16%	0.14%	0.05%
	68,918	31,900	-	-	23,850	76,968	11,336	15,637	1.58%	1.41%	0.05%
Miscellaneous											
The Pakistan Credit Rating Agency Ltd ***	172,724	-	-	-	172,724	-	-	-	0.00%	0.00%	0.00%
Shifa International Hospital Limited	19,500	180	-	-	9,100	10,580	5,031	5,348	0.54%	0.48%	0.02%
	192,224	180	-	-	181,824	10,580	5,031	5,348	0.54%	0.48%	0.02%
Chemical											
Ghani Chemical Industries Limited	-	97,500	-	-	-	97,500	3,347	3,464	0.35%	0.31%	0.02%
Ghani Global Holdings Limited	-	121,500	-	-	-	121,500	3,083	2,839	0.29%	0.26%	0.03%
	-	219,000	-	-	-	219,000	6,430	6,303	0.64%	0.57%	0.05%
Paper, Board and Packaging											
SPEL Limited *	1	-	-	-	-	1	-	-	0.00%	0.00%	0.00%
Cherat Packaging Limited	2	-	-	-	-	2	-	-	0.00%	0.00%	0.00%
Century Paper & Board Mills Limited	-	147,000	-	-	-	147,000	6,304	4,391	0.44%	0.40%	0.04%
	3	147,000	-	-	-	147,003	6,304	4,391	0.44%	0.40%	0.04%
Tobacco											
Pakistan Tobacco Company Limited	-	3,580	-	-	-	3,580	5,725	5,112	0.51%	0.46%	0.00%
	-	3,580	-	-	-	3,580	5,725	5,112	0.51%	0.46%	0.00%
Leather And Trainer											
Service Industries Limited	-	690	-	-	-	690	1,493	1,615	0.16%	0.15%	0.00%
	-	690	-	-	-	690	1,493	1,615	0.16%	0.15%	0.00%
Total as at June 30, 2026	6,205,981	4,630,717	5,395	1,088,575	5,312,218	6,618,451	753,193	968,983	97.58%	87.51%	0.76%
Total as at June 30, 2025							450,740	674,863			

* Par value per share is Rs. 5

** Par value per share is Rs. 2

*** Par value per share is Rs. 1

- 5.1.1** Investments include shares with a market value of Rs. 77.729 million (2025: Rs. 57.98 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.
- 5.1.2** Following the special resolution approved by the shareholders of Bank Alfalah Limited at the Annual General Meeting held on March 26, 2026, the face value of the ordinary shares of the Company has been subdivided from Rs. 10/- each to Rs. 5/- each. As a result of this corporate action, the number of shares held by the Fund as of April 18, 2026 (Book Closure/Record Date), has been adjusted from 199,535 shares to 399,070 shares.
- 5.1.3** Following the special resolution approved by the shareholders of Kohinoor Textile Mills Limited at the Extraordinary General Meeting held on August 15, 2025, the face value of the ordinary shares of the Company was subdivided from Rs. 10/- each to Rs. 2/- each. As a result of this corporate action, the number of shares held by the Fund was adjusted from 99,361 shares to 496,805 shares in accordance with the approved 5-for-1 share split.

- 5.1.4** Following the special resolution approved by the shareholders of Kohat Cement Company Limited at the Extraordinary General Meeting held on August 25, 2025, the face value of the ordinary shares of the Company was subdivided from Rs. 10/- each to Rs. 2/- each. As a result of this corporate action, the number of shares held by the Fund was adjusted from 122,899 shares to 614,495 shares in accordance with the approved 5-for-1 share split.
- 5.1.5** Following the special resolution approved by the shareholders of Millat Tractors Limited, the face value of the ordinary shares of the Company has been subdivided from Rs. 10/- each to Rs. 5/- each. As a result of this corporate action, the number of shares held by the Fund as of June 20, 2026, has been adjusted from .33 shares to .66 shares.
- 5.1.6** 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 shares issued 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 Sindh High Court (SHC), 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 Income Tax Ordinance, 2001, No tax is payable by the Fund under Section 236Z of the ITO. During the current year, the Sindh High Court 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 SHC. 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.

- 5.1.7** As at June 30, 2026, the following bonus shares of the Fund have been withheld at the time of declaration of bonus shares:

Name of the investee company	2026		2025	
	Bonus shares		Bonus shares	
	Number of shares	Market value	Number of shares	Market value
		Rs in '000		Rs in '000
Faysal Bank Limited *	46,145	4,579	46,145	3,217
Hascol Petroleum Limited *	1,861	39	1,861	18
Kohinoor Textile Mills Limited *	26,740	1,476	5,348	1,050
Pakistan State Oil Company Limited *	1,999	684	1,999	755
Mari Energies Limited *	6,945	4,683	6,945	4,354
The Searle Company Limited **	540	51	-	-
Pakistan National Shipping Corporation Limited *	2,323	1,508	2,323	878
	86,553	13,020	64,621	10,271

* Faysal Bank Limited, Hascool Petroleum Limited, Mari Energies Limited, Kohinoor Textile Mills Limited, Pakistan National Shipping Corporation Limited, and Pakistan State Oil Company Limited have not released the shares to the Fund, against which the Fund has filed litigation

** During the year, the Fund received 5,395 bonus shares from The Searle Company Limited. Out of these, 10% of the bonus shares amounting to 540 shares were withheld by the investee company on account of withholding tax. As at June 30, 2026, the bonus shares so withheld have not yet been received by the Fund.

5.2 Term finance certificates

Name of the security	Security rating	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2025	Purchased during the year	Sold / redeemed during the year	As at June 30, 2026	Carrying value as at June 30, 2026	Market value as at June 30, 2026	Unrealised (diminution) / appreciation	Percentage in relation to	
					Number of certificates			Rupees in '000		Total market value of the investment	Net assets of the Fund		
										%			
Commercial Banks													
Soneri Bank Limited - TFC (Face value of Rs. 99,860 per certificate)	AA- PACRA	Semi-annually	December 26, 2032	6 months KIBOR + 1.70%	200	-	-	200	19,972	19,941	(31)	2.01	0.00
Chemical													
Sitara Chemical Limited (Face value of Rs. 4,000,000 per certificate)	AA- VIS	Quarterly	February 12, 2032	Quarterly KIBOR + 1.75%	4	-	-	4	4,000	4,022	22	0.41	0.00
Total as at June 30, 2026									23,972	23,963	(9)	2.42	0.00
Total as at June 30, 2025									23,806	23,980	174	3.43	3.16

5.3 Net unrealised appreciation on re-measurement of investments classified as financial asset 'at fair value through profit or loss'

Note

		2026	2025
		----- (Rupees in '000) -----	
Market value of investments	5.1 & 5.2	992,947	698,843
Less: carrying value of investments	5.1 & 5.2	(777,165)	(474,546)
		<u>215,782</u>	<u>224,298</u>

6 PROFIT RECEIVABLE

Profit receivable on:

- Bank balances

- Term finance certificates

1,509	686
<u>128</u>	<u>124</u>
<u>1,637</u>	<u>810</u>

7 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Security deposit with Central Depository Company of Pakistan Limited*

Security deposit with National Clearing Company of Pakistan Limited

Prepaid annual rating fee

Advance tax

7.1

100	100
2,750	2,750
198	167
432	432
<u>3,480</u>	<u>3,449</u>

*a related party

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, withholding tax on dividend, profit on bank balances and debt securities 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 by the withholders. The taxes withheld on dividends, profit on bank balances and debt securities as at June 30, 2026 amounts to Rs. 0.43 million (2025: Rs. 0.43 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 be refunded.



8 PAYABLE TO NBP FUND MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	2026 ----- (Rupees in '000) -----	2025 -----
Remuneration of the Management Company	8.1	2,516	2,152
Sindh sales tax on remuneration of the Management Company	8.2	372	317
Federal excise duty on remuneration of the Management Company and sales load	8.3	19,733	19,733
Reimbursement of allocated expenses	8.4	-	92
Sindh sales tax on allocated expenses payable		-	51
Selling and marketing expenses payable	8.5	-	157
Sindh sales tax on selling and marketing expenses payable		-	24
Sales load and transfer load payable		126	98
Sindh sales tax on sales load payable		23	19
ADC charges payable including Sindh sales tax		195	122
		<u>22,965</u>	<u>22,765</u>

8.1 As per Regulation 60(5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, as amended vide S.R.O. 600(I)/2025 dated April 10, 2025, the Management Company is entitled to remuneration not exceeding 2.83% per annum of the average daily net assets of the Fund, applicable to the "Hybrid Scheme" category, with effect from July 1, 2025. The Fund has charged remuneration during the year ended June 30, 2026 at the rate of 2.81% of the average daily net assets of the Fund (2025: 2.5% of average annual net assets from July 1, 2024 to January 12, 2025, and 3.3% of average annual net assets from January 13, 2025 to June 30, 2025, under the erstwhile Total Expense Ratio regime). The remuneration is payable to the Management Company monthly in arrears.

8.2 Sindh sales tax levied under the Sindh Sales Tax on Services Act, 2011 on the remuneration of the Management Company remained at 15% (2025: 15%).

8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration 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. 19.733 million (2025: Rs. 19.733 million) is being retained in these financial statements of the Fund as the matter is pending before the SHC. Had the provision for FED not been made, the net asset value per unit of the Fund as at June 30, 2026 would have been higher by Re. 0.74 (2025: Re. 0.77) per unit.

8.4 In accordance with regulation 60(s) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Management Company was allowed to charge fees and expenses related to registrar services, accounting, operation and valuation services related to the CIS, as a component of the Total Expense Ratio sub-caps then in force. Pursuant to the amendments introduced vide S.R.O. 600(I)/2025 dated April 10, 2025, the former Total Expense Ratio sub-cap regime under which this fee was separately chargeable has been discontinued and replaced with a single unified cap on management fee, with effect from July 01, 2025. Accordingly, the Management Company has not charged any separate fee under this clause during the year ended June 30, 2026 (2025: 0.1% from July 01, 2024 to November 14, 2024; 0.2% of average annual net assets of the Fund from November 15, 2024 to January 12, 2025; and Nil from January 13, 2025 to June 30, 2025).

- 8.5** In accordance with Circular 11 dated July 5, 2019, the Management Company was previously permitted to charge selling and marketing expenses to the Fund, based on its own discretion and subject to the overall Total Expense Ratio limit of the Fund as defined under the NBFC Regulations, 2008. Further, the SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has issued amendments in respect of expenses chargeable to CISs, as prescribed in Schedule XX of the NBFC Regulations, wherein the SECP has excluded the chargeability of selling and marketing expenses from the schedule. This amendment was effective immediately upon its release on April 10, 2025. Accordingly, no selling and marketing expenses have been charged to the Fund during the year ended June 30, 2026 (During the year ended June 30, 2025, the Management Company charged such expenses at the rate of 0.73% from July 01, 2024 to November 14, 2024, 0.63% of average annual net assets from November 15, 2024 to January 12, 2025, and Nil from January 13, 2025 to June 30, 2025).

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	2026	2025
			----- (Rupees in '000) -----	
	Trustee fee payable	9.1	171	138
	Sindh sales tax payable on Trustee fee	9.2	25	18
			<u>196</u>	<u>156</u>

- 9.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the year, the Trustee has charged a fee at the rate of 0.20% (2025: 0.20%) per annum of the daily net assets of the Fund. Accordingly, the Fund has charged trustee remuneration at the above-mentioned rate during the year.

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

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2026	2025
			---- (Rupees in 000) ----	
	Fee payable	10.1	<u>84</u>	<u>60</u>

- 10.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.095% (2025: 0.095%) 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.

11	ACCRUED EXPENSES AND OTHER LIABILITIES	2026	2025
		----- Rupees in '000 -----	
	Auditors' remuneration payable	1,198	806
	Brokerage charges payable	342	236
	Settlement charges payable	241	633
	Withholding tax payable	5,786	15,818
	Capital gain tax payable	795	253
	Legal and professional charges payable	150	114
	Printing charges payable	116	144
	Bank charges payable	102	247
		<u>8,730</u>	<u>18,251</u>

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2026, other than disclosed in note 7.1 and note 8.3 (June 30, 2025).



	2026	2025
	----- Number -----	
13 NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the year	25,504,164	27,814,307
Add: units issued during the year	22,196,636	10,623,853
Less: units redeemed during the year	(20,958,934)	(12,933,996)
Total units in issue at the end of the year	<u>26,741,866</u>	<u>25,504,164</u>
14 AUDITORS' REMUNERATION		
Annual audit fee	688	568
Half yearly review	275	227
Profit clearance fee	75	-
Out of pocket expenses	136	90
Sindh sales tax	156	64
	<u>1,330</u>	<u>949</u>
15 ANNUAL LISTING FEE		
This represents listing fee to Pakistan Stock Exchange (PSX) for publishing daily Net Assets Value (NAV) on PSX. The units of the fund are not traded on PSX.		
16 TAXATION		
The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2026 to the unit holders in the manner as explained above, no provision for taxation has been made in the financial statements during the year.		
The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.		
17 TOTAL EXPENSE RATIO		
'The annualised total expense ratio (TER) of the Fund based on the current year results is 3.98% (2025: 4.6%) which includes 0.48% (2025: 0.64%) representing government levies such as sales taxes and SECP fee. The TER excluding government levies is 3.5% (2025: 3.96%) which is within the prescribed limit of 4.5% (excluding government levies) under the NBFC Regulations for a collective investment scheme categorised as asset allocation scheme.		
'The SECP, vide S.R.O. 600(I)/2025 dated April 10, 2025, has removed the TER limit with effect from July 1, 2025. The TER limit, applicable previously, has been replaced with the management fee cap which has been disclosed in note 10.1 to these financial statements.		
18 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES		
Connected persons include NBP Fund Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, National Bank of Pakistan (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 at 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 and the Trust Deed.

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

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

	2026	2025
	----- Rupees in '000 -----	
Transactions during the year:		
NBP Fund Management Limited - The Management Company		
Remuneration of the Management Company	28,248	20,774
Sindh sales tax on remuneration of the Management Company	4,238	3,116
Reimbursement of allocated expenses	-	494
Sindh sales tax on allocated expenses	-	74
Reimbursement of selling and marketing expenses	-	2,550
Sindh sales tax on selling and marketing expenses	-	383
Sales and transfer load	1,942	605
Sales tax on sales and transfer load	292	91
ADC charges including Sindh sales tax	258	88
Units issued to unit holders on behalf of Management Company	-	3,099
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	1,966	1,431
Sindh sales tax on remuneration of the Trustee	295	215
Settlement and bank charges	555	37
Employees of the Management Company		
Units issued: 194,567 units (2025: 215,248 units)	7,723	5,407
Units redeemed: 375,026 units (2025: 674,019 units)	13,336	19,215
Dividend re-invested: 710 units (2025: 26200 units)	29	774
Ronak Iqbal Lakhani - Unit holder with more than 10% holding		
Dividend re-invested: 155,211 units (2025: 831,849 units)	6,386	24,625
Units issued: Nil units (2025: 2,163)	-	-
Aftab F. Tapal - Unit holder with more than 10% holding		
Dividend re-invested: 150,473 units (2025: 800,834 units)	6,191	23,687
Units issued: Nil (2025: 1127)	-	-
National Fullerton Asset Management Limited- Emp. Provident Fund		
Dividend re-invested: 62 units (2025: Nil)	3	-
Units issued: 197,896 units (2025: Nil)	8,164	-
Units redeemed: 92,170 units (2025: Nil)	3,669	-

	2026	2025
	----- Rupees in '000 -----	
Fauji Fertilizer Company Limited - common directorship *		
Ordinary shares purchased : Nil (2025: 144,402 shares)	-	31,658
Ordinary shares sold : Nil (2025: 14,6875 shares)	-	38,317
Dividend income	-	7,082
Umar Ahsan Khan - Director		
Dividend re-invested: units (2025: 134)	-	4
Units issued: 4 units (2025: 20)	-	-
Portfolios managed by the Management Company		
Units issued: Nil (2025: 829 units)	-	-
Units redeemed: 96 units (2025: 593 units)	4	20
Dividend re-invested: 180 units (2025: 26,224 units)	7	130
Taurus Securities Limited - Subsidiary of Parent of Management Company		
Brokerage expense	125	62
Amounts / balances outstanding as at year end:		
NBP Fund Management Limited - Management Company		
Remuneration of the Management Company	2,516	2,152
Sindh sales tax on remuneration of the Management Company	372	317
Federal excise duty on remuneration of the Management Company and sales load	19,733	19,733
Reimbursement of allocated expenses payable	-	92
Sindh sales tax on Reimbursement of allocated expenses payable	-	51
Reimbursement of selling and marketing expenses	-	157
Sindh sales tax on selling and marketing expenses	-	24
Sales and transfer load payable	126	98
Sindh sales tax on sales load payable	23	19
ADC charges payable including Sindh sales tax	195	122
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	171	138
Sindh sales tax on remuneration of the Trustee	25	18
CDC Settlement charges payable	229	193
Security deposit	100	100
National Bank of Pakistan - Parent of the Management Company		
Bank balances	565	1,065
Fauji Fertilizer Company Limited - common directorship *		
Shares held: Nil (2025: 195,238 shares)	-	76,613
Employees of the Management Company		
Units held: 51,387 units (2025: 231,136 units)	2,127	6,882
Portfolios managed by the Management Company		
Units held: 6,504 units (2025: 6420 units)	269	191
Umar Ahsan Khan - Director		
Units held: 158 units (2025: 154)	7	5
Ronak Iqbal Lakhani - unit holder with more than 10% holding		
Units held: 6,922,576 units (2025: 6,767,365 units)	286,588	201,500
Aftab F. Tapal - unit holder with more than 10% holding		
Units held: 6,711,234 units (2025: 6,560,761 units)	277,838	195,348

	2026	2025
	----- Rupees in '000 -----	
National Fullerton Asset Management Limited- Emp. Provident Fund		
Units held: 105,788 units (2025: Nil units)	4,380	-
Telenor Microfinance Bank Limited - common directorship		
Profit receivable on bank balance	9	9
Taurus Securities Limited - Subsidiary of Parent of Management Company		
Brokerage payable	11	9
Current year figures have not been shown as the company ceased to be a related party/ connected person as at June 30, 2026.		

19 FINANCIAL INSTRUMENTS BY CATEGORY

		----- 2026 -----		
		At amortised cost	At fair value through profit or loss	Total
-----Rupees in '000-----				
Financial assets	Note			
Bank balances	4	139,494	-	139,494
Investments	5	-	992,947	992,947
Receivable against sale of investments		348	-	348
Receivable against transfer of units		1,651	-	1,651
Profit receivable	6	1,637	-	1,637
Deposits, prepayments and other receivables	7	2,850	-	2,850
		<u>145,980</u>	<u>992,947</u>	<u>1,138,927</u>
Financial liabilities				
Payable to NBP Fund Management Limited - Management Company	8	22,965	-	22,965
Payable to Central Depository Company of Pakistan Limited - Trustee	9	196	-	196
Payable to the Securities and Exchange Commission of Pakistan	10	84	-	84
Payable against redemption of units		496	-	496
Accrued expenses and other liabilities	11	2,149	-	2,149
		<u>25,890</u>	<u>-</u>	<u>25,890</u>
----- 2025 -----				
		At amortised cost	At fair value through profit or loss	Total
-----Rupees in '000-----				
Financial assets				
Bank balances	4	85,954	-	85,954
Investments	5	-	698,843	698,843
Receivable against sale of investments		9,351	-	9,351
Receivable against issuance of units		4,802	-	4,802
Profit receivable	6	810	-	810
Deposits, prepayments and other receivables	7	2,850	-	2,850
		<u>103,767</u>	<u>698,843</u>	<u>802,610</u>



----- 2025 -----				
		At amortised cost	At fair value through profit or loss	Total
-----Rupees in '000-----				
Financial liabilities				
Payable to NBP Fund Management Limited - Management Company	8	22,765	-	22,765
Payable to Central Depository Company of Pakistan Limited - Trustee	9	156	-	156
Payable to the Securities and Exchange Commission of Pakistan	10	60	-	60
Payable against redemption of units		2,582	-	2,582
Accrued expenses and other liabilities	11	2,180	-	2,180
		27,743	-	27,743

20 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 and offering document of the Fund in addition to Fund's internal risk management policies.

20.1 Market risk

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

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

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

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2026, the Fund is exposed to such risk on its banks balances and Term finance certificate. 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 term finance certificates and bank balances which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 1.62 million (2025: Rs. 1.07 million).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instruments that may expose the fund to fixed interest \ rate 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.

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

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

----- 2026 -----						
Effective profit rate (%)	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total	
	Up to three months	More than three months and up to one year	More than one year			
----- Rupees in '000-----						
Financial assets						
Bank balances	8% - 12.40%	138,220	-	-	1,274	139,494
Receivable against sale of investments		348	-	-	-	348
Receivable against transfer of units		1,651	-	-	-	1,651
Investments	12.35% - 13.59%	-	-	23,964	968,983	992,947
Profit receivable		-	-	-	1,637	1,637
Deposits, prepayments and other receivables		-	-	-	2,850	2,850
		140,219	-	23,964	974,744	1,138,927
Financial liabilities						
Payable to NBP Fund Management Limited - Management Company		-	-	-	22,965	22,965
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	196	196
Payable to Securities and Exchange Commission of Pakistan		-	-	-	84	84
Payable against redemption of units		-	-	-	496	496
Accrued expenses and other liabilities		-	-	-	2,149	2,149
		-	-	-	25,890	25,890
On-balance sheet gap (a)		140,219	-	23,964	948,854	1,113,037
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		140,219	-	23,964		
Cumulative profit rate sensitivity gap		140,219	140,219	164,183		



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

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

Financial assets

Bank balances	5.7% - 20.22%	82,901	-	-	3,053	85,954
Receivable against sale of investments		9,351	-	-	-	9,351
Receivable against transfer of units		4,802	-	-	-	4,802
Investments	12.8% - 21.84%	-	-	23,980	674,863	698,843
Profit receivable		-	-	-	810	810
Deposits, prepayments and other receivables		-	-	-	2,850	2,850
		97,054	-	23,980	681,576	802,610

Financial liabilities

Payable to NBP Fund Management Limited - Management Company		-	-	-	22,765	22,765
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	156	156
Payable to Securities and Exchange Commission of Pakistan		-	-	-	60	60
Accrued expenses and other liabilities		-	-	-	2,180	2,180
Payable against redemption of units		-	-	-	2,582	2,582
		-	-	-	27,743	27,743

On-balance sheet gap	97,054	-	23,980	653,833	774,867
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Off-balance sheet financial instruments	-	-	-	-	-
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Off-balance sheet gap (b)	-	-	-	-	-
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Total interest rate sensitivity gap (a+b)	97,054	-	23,980		
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Cumulative profit rate sensitivity gap	97,054	97,054	121,034		
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(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 on investments held by the Fund classified as '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 prescribed in the Trust Deed. The NBFC Regulations also limit individual equity securities to no more than 15% of net assets and issued capital of the investee company and sector exposure limit to 40% of the net assets.

In case of 1% increase / decrease in KSE 100 Index on June 30, 2026, with all other variables held constant, the total comprehensive income of the Fund for the year would increase / decrease by Rs. 9.689 million (2025: Rs. 6.749 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 the KSE 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KSE 100 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 the KSE 100 Index.

The following table illustrates the sensitivity of the income for the year and the unit holders' fund to an increase or decrease of 5% in the fair values of the Fund's equity securities. This level of change is considered to be reasonably possible based on observation of current market conditions. The sensitivity analysis is based on the Fund's equity securities at each Statement of Assets and Liabilities date, with all other variables held constant.

20.2 Liquidity risk

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

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

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemption requests 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
----- Rupees in '000 -----						
Payable to NBP Fund Management Limited - Management Company	22,965	-	-	-	-	22,965
Payable to Central Depository Company of Pakistan Limited - Trustee	196	-	-	-	-	196
Payable to Securities and Exchange Commission of Pakistan	84	-	-	-	-	84
Payable against redemption of units	496	-	-	-	-	496
Accrued expenses and other liabilities	951	1,198	-	-	-	2,149
	24,692	1,198	-	-	-	25,890

Financial liabilities

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

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

Rupees in '000

Financial liabilities

Payable to NBP Fund Management Limited - Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable to Securities and Exchange Commission of Pakistan

Payable against purchase of investments

Payable against redemption of units

Accrued expenses and other liabilities

22,765	-	-	-	-	-	22,765
156	-	-	-	-	-	156
60	-	-	-	-	-	60
-	-	-	-	-	-	-
2,582	-	-	-	-	-	2,582
1,374	875	-	-	-	-	2,249
26,937	875	-	-	-	-	27,812

20.3 Credit risk

20.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arises from bank balances, profit receivable on bank deposits and Term finance certificate.

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			
Bank balances	139,494	139,494	85,954
Receivable against sale of investments	348	-	9,351
Receivable against transfer of units	1,651	-	4,802
Investments	992,947	23,964	698,843
Profit receivable	1,637	1,637	810
Deposits, prepayments and other receivables	2,850	2,850	2,850
1,138,927	167,945	802,610	113,594

The maximum exposure to credit risk before any credit enhancement as at June 30, 2026 is the carrying amount of the financial assets. Investment in equity securities, however, are not exposed to credit risk and have been excluded from the above analysis.

The analysis below summaries the credit rating quality of the Fund's financial assets as at June 30, 2026.

Bank balances and accrued profit thereon	% of financial assets exposed to credit risk	
	2026	2025
AAA	93.53%	43.19%
AA+	0.05%	13.60%
AA	0.24%	12.00%
AA-	6.15%	0.01%
A+	0.03%	0.16%
A	-	0.04%
A-	-	31.00%



	% of financial assets exposed to credit risk	
	2026	2025
Term finance certificates		
A+	-	18.17%
A1	-	3.64%
AA-	14.27%	-

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.

20.3.3 Concentration of credit risk

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

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

21 FAIR VALUE MEASUREMENT

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

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

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

21.1 Fair value hierarchy

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

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

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

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

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

	----- 2026 -----			
	Level 1	Level 2	Level 3	Total
ASSETS	----- Rupees in '000-----			
At fair value through profit or loss				
Investments in equity securities - listed	968,983	-	-	968,983
Term finance certificates	-	23,964	-	23,964
	<u>968,983</u>	<u>23,964</u>	<u>-</u>	<u>992,947</u>

ASSETS

At fair value through profit or loss

	----- 2025 -----			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000 -----			
Investments in equity securities - listed	674,863	-	-	674,863
Term finance certificates	-	23,980	-	23,980
	<u>674,863</u>	<u>23,980</u>	<u>-</u>	<u>698,843</u>

Valuation technique used in determination of fair values is as follows:

Item	Valuation technique
Ordinary shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Term finance certificates	Term finance certificates are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan. In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities.

There were no transfers between levels during the year.

22 UNIT HOLDERS' FUND RISK MANAGEMENT

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

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

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

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

23 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	1,983	1,077,325	97.31%	1,618	741,463	97.64%
Retirement funds	17	22,174	2.00%	20	15,656	2.06%
Others	11	3,201	0.29%	14	2,276	0.30%
Associated companies and Directors	2	4,386	0.40%	-	-	-
	<u>2,013</u>	<u>1,107,086</u>	<u>100.00%</u>	<u>1,652</u>	<u>759,395</u>	<u>100.00%</u>

24 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

----- 2026 -----		----- 2025 -----	
Name of broker	Percentage of commission paid	Name of broker	Percentage of commission paid
Taurus Securities Ltd.	8.56%	Integrated Equities Limited	12.03%
Insight Securities (Pvt.) Limited	7.62%	Taurus Securities Limited	7.96%
Integrated Equities Limited	5.97%	Intermarket Securities Limited	7.01%
Ktrade Securities Limited (Formerly Khadim Ali Shah I	5.36%	Akik Capital (Private) Limited	5.83%
Topline Securities Limited	5.16%	Ismail Iqbal Securities (Private) Limited	5.78%
Aqeel Karim Dehdi Securities (Pvt) Limited	4.97%	Sherman Securities (Private) Limited	4.45%
Arif Habib Securities Limited	4.06%	Insight Securities (Private) Limited	4.36%
Foundation Securities	3.71%	Foundation Securities (Private) Limited	4.31%
Sherman Securities (Pvt) Limited	3.66%	DJM Securities Limited	3.66%
Ismail Iqbal Securities (Pvt) Limited	3.32%	Optimus Capital Management (Private) Limited	3.63%

25 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Name	Qualification	Overall experience in years
Dr. Amjad Waheed	MBA / Doctorate in Business Administration / CFA	38
Mr. Asim Wahab Khan (note 25.1)	CFA	20
Mr. Salman Ahmed	CFA	21
Mr. Hassan Raza	ACCA / BSC / CFA	15
Mr. Muhammad Waseem	CFA	11

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

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

26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

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

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

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

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

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

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

27 SUBSEQUENT EVENT

No adjusting or non-adjusting events have occurred between the reporting date and the date of authorization.

28 GENERAL

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

29 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.

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 (Rs. '000')	1,107,086	759,395	610,654	490,304	785,588	1,454,047
Net Income (Rs. '000')	318,880	328,033	279,215	13,563	(67,170)	247,784
Net Asset Value per units (Rs.)	41.3990	29.7753	21.9547	15.4580	15.4812	16.8895
Offer price per unit	42.8273	30.8025	22.6990	15.9820	16.0060	17.4621
Redemption price per unit	41.3990	29.7753	21.9547	15.4580	15.4812	16.8895
Ex - Highest offer price per unit (Rs.)	45.9576	30.8025	22.7123	16.3934	18.1943	17.9437
Ex - Lowest offer price per unit (Rs.)	30.4127	29.7753	13.2332	14.5363	15.8146	14.7238
Ex - Highest redemption price per unit (Rs.)	44.4250	30.9942	21.9676	15.8558	17.5977	17.3554
Ex - Lowest redemption price per unit (Rs.)	29.3984	19.1482	12.7993	14.0596	15.2961	14.2410
Fiscal Year Opening Ex Nav	28.9526	29.9606	12.7989	15.0597	16.89	14.1273
Total return of the fund	42.99%	58.10%	71.54%	2.64%	-8.30%	19.55%
Capital growth	40.15%	36.29%	50.76%	-0.15%	-8.30%	16.03%
Income distribution as % of Ex-NAV	2.84%	21.81%	20.78%	2.80%	-	3.52%
Income distribution as % of Par Value	11.70%	47.89%	45.35%	4.32%	-	6.03%
Interim distribution per unit	1.1700	4.7886	4.5347	0.4316	-	0.6034
Final distribution per unit	-	-	-	-	-	-
Distribution dates						
Interim	29-Jun-26	27-Jun-25	26-Jun-24	27-Jun-23		25/Jun/2021
Final						
Average annual return (launch date 20-08-2010)	18.27%					
(Since inception to June 30, 2025)		16.77%				
(Since inception to June 30, 2024)			14.25%			
(Since inception to June 30, 2023)				10.70%		
(Since inception to June 30, 2022)					11.40%	
(Since inception to June 30, 2021)						13.43%
(Since inception to June 30, 2020)						
(Since inception to June 30, 2019)						
(Since inception to June 30, 2018)						
(Since inception to June 30, 2017)						
(Since inception to June 30, 2016)						
(Since inception to June 30, 2015)						



PROXY ISSUED BY THE FUND

The proxy voting policy of **NBP Sarmaya Izafa Fund** duly approved by Board of Directors of the Management Company, is available on the website of NBP Fund Management Limited i.e. www.nbp-funds.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 SARMAYA IZAFI FUND			
Resolutions	For	Against	Abstain
6	6	Nil	N/A
100%	100%	-	-

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