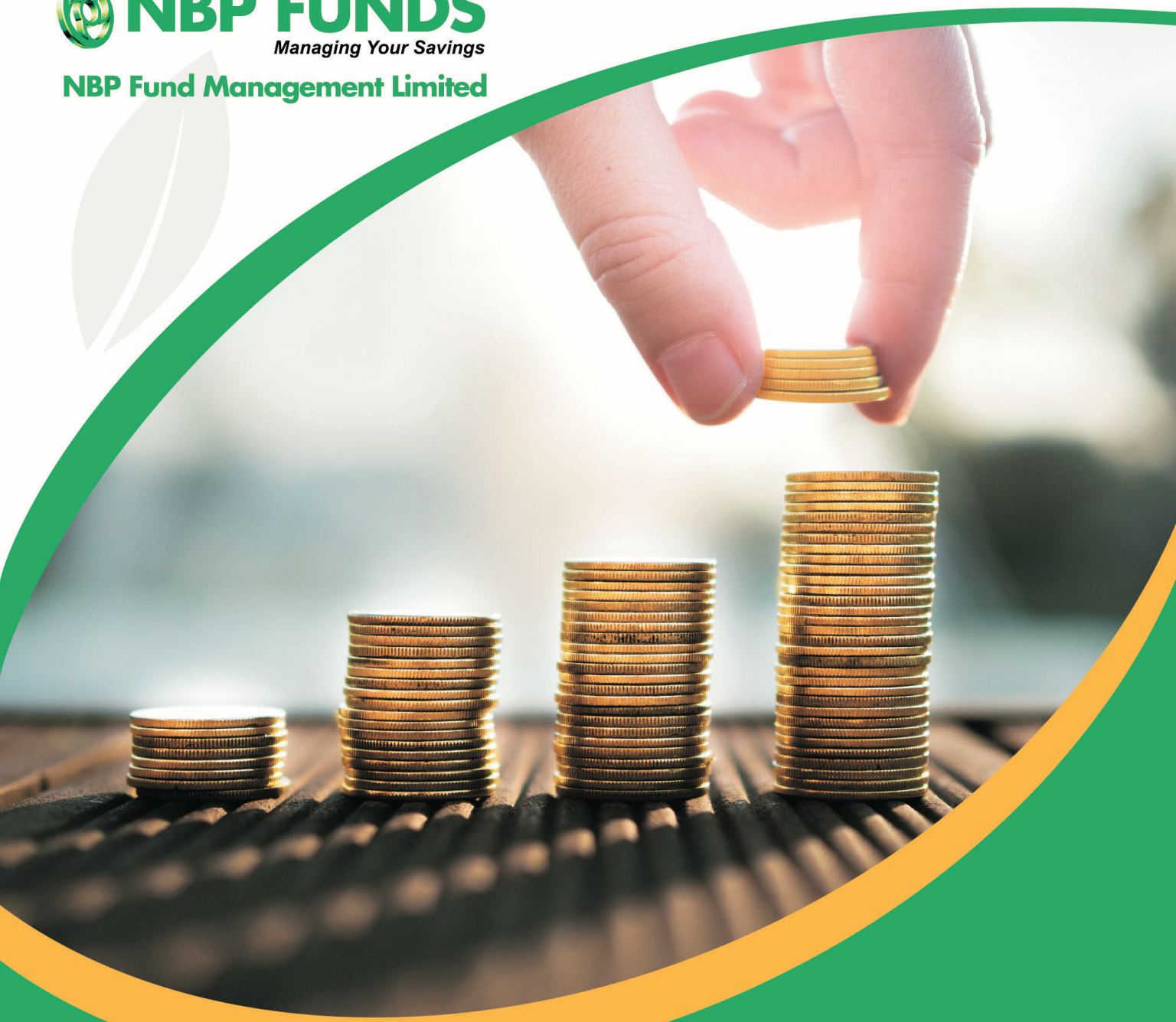
NBP FUNDS
Managing Your Savings
NBP Fund Management Limited



NBP FINANCIAL SECTOR FUND

AM1
Rated by PACRA

QUARTERLY REPORT
SEPTEMBER 30, 2026

MISSION STATEMENT

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

Contents

FUND'S INFORMATION	03
DIRECTORS' REPORT	05
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES	09
CONDENSED INTERIM INCOME STATEMENT	10
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	11
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND	12
CONDENSED INTERIM CASH FLOW STATEMENT	13
NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS	14

FUND'S INFORMATION

Management Company

NBP Fund Management Limited - Management Company

Board of Directors of Management Company

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

Company Secretary & Acting CFO

Mr. Mustafa Tanna

Audit & Risk Committee

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

Human Resource & Remuneration Committee

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

Information Technology and Digital Risk Management Committee

Mr. Saad Muzaffar Warraich	Chairman
Mr. Ali Saigol	Member
Mr. Adnan Nasir	External Member
Mr. Muhammad Umar Ilyas	External Member
Mr. Mohammad Akbar Moghal	External Member

Business Strategy Committee

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

Trustee

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

Bankers to the Fund

MCB Bank Limited
JS Bank Limited
Meezan Bank Limited
Habib Bank Limited
United Bank Limited
Bank Al Habib Limited
Allied Bank Limited
Bankislami Pakistan Limited
National Bank of Pakistan

Auditors

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

Legal Advisor

Akhund Forbes
D-21, Block 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.nbpfunds.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

DIRECTORS' REPORT

The Board of Directors of NBP Fund Management Limited is pleased to present the unaudited condensed Interim financial statements of **NBP Financial Sector Fund (NFSF)** for the quarter ended September 30, 2026.

Fund's Performance

The stock market remained under pressure during 1QFY27, with the KSE-100 Index declining 5.7% (10,332 points) to close at 169,969 points. Sentiment was weighed down by escalating US-Iran tensions and a sharp rise in global oil prices, which raised concerns over inflation, the external account and the interest rate outlook. The Index fell 4.0% in September alone.

Barring inflation, most macroeconomic indicators continued to point to an improving trend. SBP's FX reserves rose to a record USD 21.4 billion in September, surpassing the end-June 2027 target of USD 21 billion ahead of schedule, supported by Pakistan's largest-ever USD 3 billion Eurobond issuance (USD 1.75 billion 5.5-year at 7.5% and USD 1.25 billion 10-year at 7.9%). The current account deficit narrowed 16% YoY to USD 874 million during 1QFY27, as workers' remittances rose 14% to USD 10.9 billion. The SBP expects remittances to exceed USD 44 billion in FY27, while external debt servicing is projected to fall by around USD 5 billion to USD 21.5 billion. Fiscal performance also remained on track, with the FY26 primary surplus of 2.9% of GDP, and FBR collection meeting its target in July-September. Reflecting these improvements, Moody's upgraded Pakistan's sovereign rating to B3 from Caa1 in August, following S&P's upgrade to B in July. The SBP projects real GDP growth of 3.5%-4.5% in FY27, supported by better agricultural prospects and recovering high-frequency indicators.

Inflation, remains the key concern. CPI averaged 10.2% in 1QFY27 compared with 4.3% a year earlier, driven by higher energy prices, though it eased to 10.3% in September from 11.1% in August. The SBP kept the policy rate unchanged at 11.5% in September. Inflation is expected to ease to 8% to 9% target range by end-June 2027; however, persistently elevated oil prices could prompt further monetary tightening.

Subsequent to quarter-end, an important milestone was achieved with the announcement on October 7 of a Staff-Level Agreement with the IMF on the fourth review under the Extended Fund Facility (EFF), and the third review under the Resilience and Sustainability Facility (RSF). Subject to approval by the IMF Executive Board, the agreement is expected to unlock approximately USD 1.2 billion, further strengthening external buffers and investor confidence.

In terms of sector-wise performance, Commercial Banks, Fertilizer, Food & Personal Care Products, Insurance, Investment Banks/Companies Oil & Gas Exploration, Refinery, Sugar & Allied Industries, Tobacco and Transport sectors outperformed the market. Conversely, Auto Parts & Accessories, Cable & Electrical Goods, Cement, Engineering, Glass & Ceramics, Leather & Tanneries, Modaraba, Oil & Gas Marketing, Paper & Board, Pharmaceutical, Power Generation & Distribution, Technology & Communication, Textile Composite, and Textile Weaving sectors lagged.

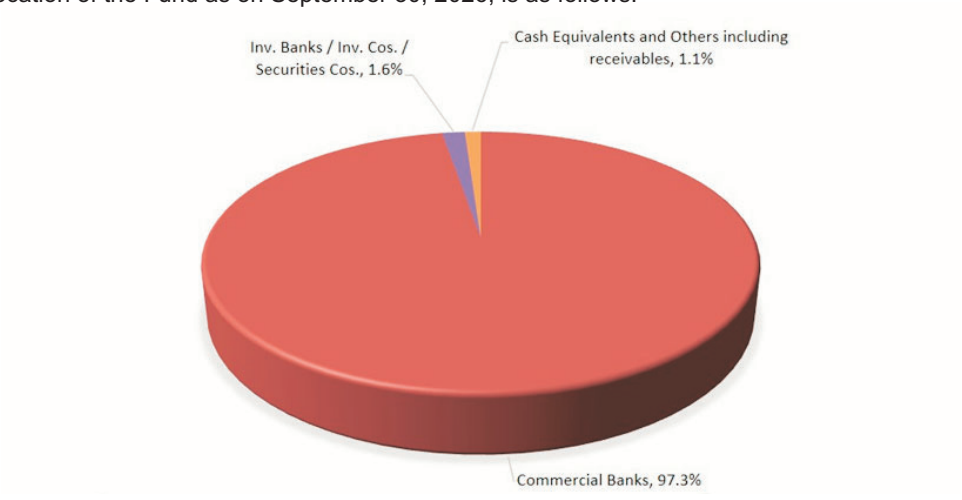
Regarding market participants' activity, Individuals and Companies emerged as the largest net buyers, with inflows of USD 93 million and USD 25 million, respectively. In contrast, Mutual Funds, Banks/DFIs and Brokers reduced their net holdings by USD 64 million, USD 36 million and USD 10 million, respectively.

Going forward, near-term market direction will remain linked to developments in the Middle East and global oil prices. However, record FX reserves, resilient remittances, renewed access to international capital markets and continued IMF engagement provide support to the macroeconomic outlook.

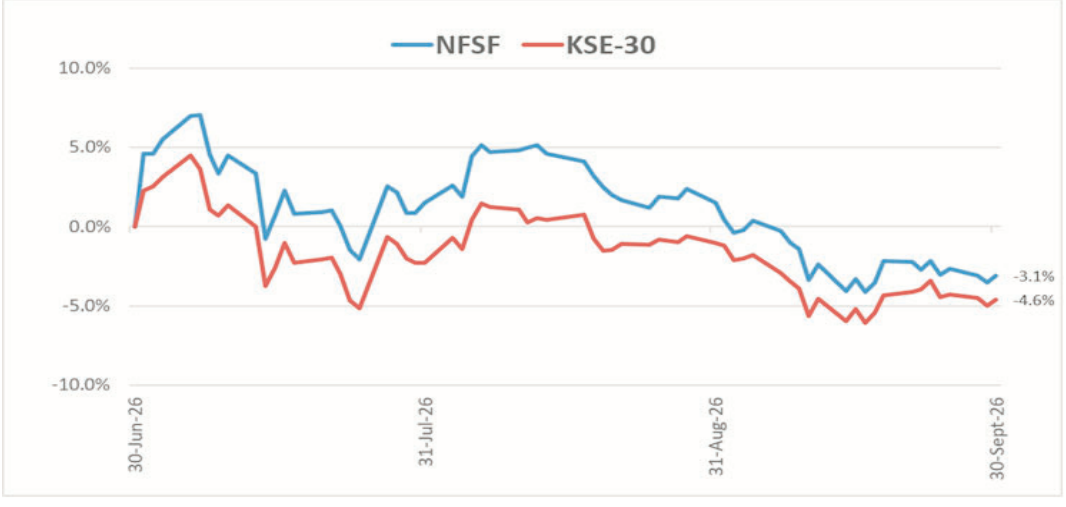
The size of NBP Financial Sector Fund has Increased from Rs. 2,601 million to Rs 2,784 million during the period, i.e., an Increase of 7.0%. During the period, the unit price of NBP Financial Sector Fund (NFSF) decreased from Rs 24.8901 on June 30, 2026, to Rs. 24.1215 on September 30, 2026, thus showing a decrease of 3.1%. The Benchmark for the same period decreased by 4.6%. Thus, the Fund outperformed its Benchmark by 1.5% during the period under review. Since inception, the unit price of NBP Financial Sector Fund has increased from Rs. 4.6753 (Ex-Div) on February 14, 2018, to Rs. 24.1215 on September 30, 2026, thus showing an increase of 415.9%. The Benchmark for the same period increased by 361.1%. Thus, the Fund outperformed its Benchmark by 54.8% during the period under review. This performance is net of management fee and all other expenses.

NBP Financial Sector Fund has incurred a total loss of Rs. 79.24 million during the period. After deducting total expenses of Rs. 24.11 million, the net loss is Rs. 103.35 million.

The asset allocation of the Fund as on September 30, 2026, is as follows:



NFSF Performance versus Benchmark



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 **October 29, 2026**
Place: Karachi.

ڈائریکٹرز رپورٹ

NBP فنڈ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت 30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی کے لئے NBP فائنینشل سیکٹر فنڈ (NFSF) کے غیر جانچ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

فنڈ کی کارکردگی

مالی سال 2027 کی پہلی سہ ماہی (1QFY27) کے دوران اسٹاک مارکیٹ دباؤ کا شکار رہی، جس کے نتیجے میں کے ایس ای-100 انڈیکس میں 5.7 فیصد یعنی 10,332 پوائنٹس کی کمی ہوئی اور یہ سہ ماہی کے اختتام پر 169,969 پوائنٹس پر بند ہوا۔ امریکہ اور ایران کے درمیان بڑھتی ہوئی کشیدگی اور عالمی منڈی میں تیل کی قیمتوں میں نمایاں اضافے نے سرمایہ کاروں کے اعتماد کو متاثر کیا۔ اس صورتِ حال سے مہنگائی، بیرونی کھاتوں اور شرحِ سود کے مستقبل کے حوالے سے خدشات پیدا ہوئے۔ صرف ستمبر کے دوران انڈیکس میں 4.0 فیصد کمی ریکارڈ کی گئی۔

مہنگائی کے علاوہ، بیشتر معاشی اشاریے بہتری کے رجحان کی نشاندہی کرتے رہے۔ اسٹیٹ بینک کے زرمبادلہ کے ذخائر ستمبر میں بڑھ کر ریکارڈ 21.4 ارب امریکی ڈالر تک پہنچ گئے، جو مالی سال 2027 کے اختتام پر مقررہ 21 ارب امریکی ڈالر کے ہدف سے بھی قبل از وقت تجاوز کر گئے۔ اس بہتری میں پاکستان کی تاریخ کے سب سے بڑے 3 ارب امریکی ڈالر کے یورو بانڈز کے اجراء نے اہم کردار ادا کیا، جس میں 1.75 ارب امریکی ڈالر کے 5.5 سالہ بانڈز 7.5 فیصد شرح پر جبکہ 1.25 ارب امریکی ڈالر کے 10 سالہ بانڈز 7.9 فیصد شرح پر جاری کیے گئے۔ مالی سال 2027 کی پہلی سہ ماہی کے دوران جاری کھاتے کا خسارہ سالانہ بنیاد پر 16 فیصد کم ہو کر 874 ملین امریکی ڈالر رہ گیا، جبکہ بیرون ملک مقیم پاکستانیوں کی ترسیلاتِ زر 14 فیصد اضافے کے ساتھ 10.9 ارب امریکی ڈالر تک پہنچ گئیں۔ اسٹیٹ بینک کو توقع ہے کہ مالی سال 2027 میں ترسیلاتِ زر 44 ارب امریکی ڈالر سے تجاوز کر جائیں گی، جبکہ بیرونی قرضوں کی ادائیگیوں میں تقریباً 5 ارب امریکی ڈالر کی کمی متوقع ہے، جس کے نتیجے میں یہ ادائیگیاں 21.5 ارب امریکی ڈالر رہنے کا امکان ہے۔ مالیاتی کارکردگی بھی مقررہ اہداف کے مطابق رہی، جہاں مالی سال 2026 میں جی ڈی پی کے تناسب سے بنیادی مالیاتی سرپلس 2.9 فیصد ریکارڈ کیا گیا، جبکہ ایف بی آر نے جولائی تا ستمبر کے دوران محصولات کی وصولی کا ہدف حاصل کیا۔ ان مثبت معاشی پیش رفتوں کے پیش نظر، موڈیز نے اگست میں پاکستان کی خودمختار کریڈٹ ریٹنگ کو Caa1 سے بڑھا کر B3 کر دیا، جبکہ اس سے قبل جولائی میں ایس اینڈ پی نے بھی پاکستان کی ریٹنگ کو بڑھا کر B کر دیا تھا۔ اسٹیٹ بینک کے مطابق، بہتر زرعی امکانات اور معاشی سرگرمیوں کے حالیہ اشاریوں میں بحالی کے باعث مالی سال 2027 میں حقیقی جی ڈی پی کی شرح نمو 3.5 سے 4.5 فیصد رہنے کی توقع ہے۔

مہنگائی بدستور ایک اہم تشویش کا باعث ہے۔ مالی سال 2027 کی پہلی سہ ماہی کے دوران صارف قیمتوں کے اشاریے (CPI) کے مطابق اوسط مہنگائی کی شرح 10.2 فیصد رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ شرح 4.3 فیصد تھی۔ اس اضافے کی بنیادی وجہ توانائی کی قیمتوں میں اضافہ تھا، تاہم مہنگائی کی شرح اگست میں 11.1 فیصد سے کم ہو کر ستمبر میں 10.3 فیصد رہ گئی۔ اسٹیٹ بینک آف پاکستان (SBP) نے ستمبر میں شرح پالیسی کو 11.5 فیصد پر برقرار رکھا۔ توقع ہے کہ جون 2027 کے اختتام تک مہنگائی کی شرح کم ہو کر 8 سے 9 فیصد کے ہدفی دائرے میں آ جائے گی؛ تاہم، اگر تیل کی قیمتیں مسلسل بلند سطح پر برقرار رہیں تو اسٹیٹ بینک مزید سخت مالیاتی اقدامات کرتے ہوئے شرح سود میں اضافہ کر سکتا ہے۔

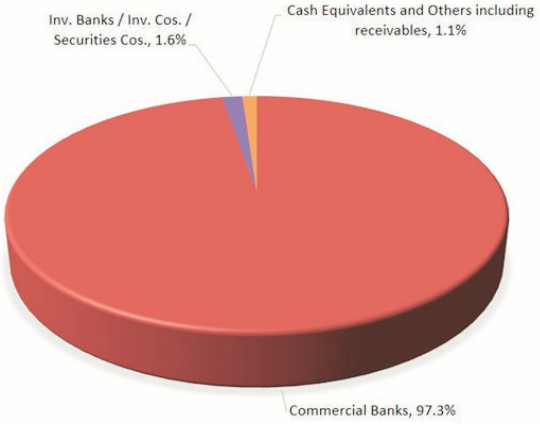
سہ ماہی کے اختتام کے بعد، 7 اکتوبر کو بین الاقوامی مالیاتی فنڈ (آئی ایم ایف (IMF)) کے ساتھ توسیعی فنڈ سہولت (Extended Fund Facility) کے تحت چوتھے جائزے اور لچک و پائیداری سہولت (Resilience and Sustainability Facility) کے تحت تیسرے جائزے پر عملے کی سطح کا معاہدہ طے پانا ایک اہم پیش رفت تھی۔ آئی ایم ایف (IMF) کے ایگزیکٹو بورڈ کی منظوری سے مشروط، اس معاہدے کے نتیجے میں پاکستان کو تقریباً 1.2 ارب امریکی ڈالر کی مالی معاونت حاصل ہونے کی توقع ہے، جس سے زرمبادلہ کے بیرونی ذخائر کو مزید تقویت ملے گی اور سرمایہ کاروں کے اعتماد میں اضافہ ہوگا۔

شعبہ وار کارکردگی کے لحاظ سے کمرشل بینکس، کھاد سازی، خوراک و ذاتی نگہداشت کی مصنوعات، بیمہ، سرمایہ کاری کے اداروں، تیل و گیس کی تلاش، تیل صاف کرنے، چینی سازی اور متعلقہ صنعتوں، تمباکو اور ٹرانسپورٹ کے شعبوں نے مجموعی مارکیٹ کے مقابلے میں بہتر کارکردگی کا مظاہرہ کیا۔ اس کے برعکس، گاڑیوں کے پرزہ جات، کیبلز اور برقی آلات، سیمنٹ، انجینئرنگ، شیشہ اور سرامکس، چمڑے کی صنعت، مضاربہ، تیل و گیس کی مارکیٹنگ، کاغذ و گتہ، ادویہ سازی، بجلی کی پیداوار و تقسیم، ٹیکنالوجی و مواصلات، ٹیکسٹائل کی مربوط صنعت اور ٹیکسٹائل کی بُنائی کے شعبوں کی کارکردگی مجموعی مارکیٹ کے مقابلے میں کمزور رہی۔

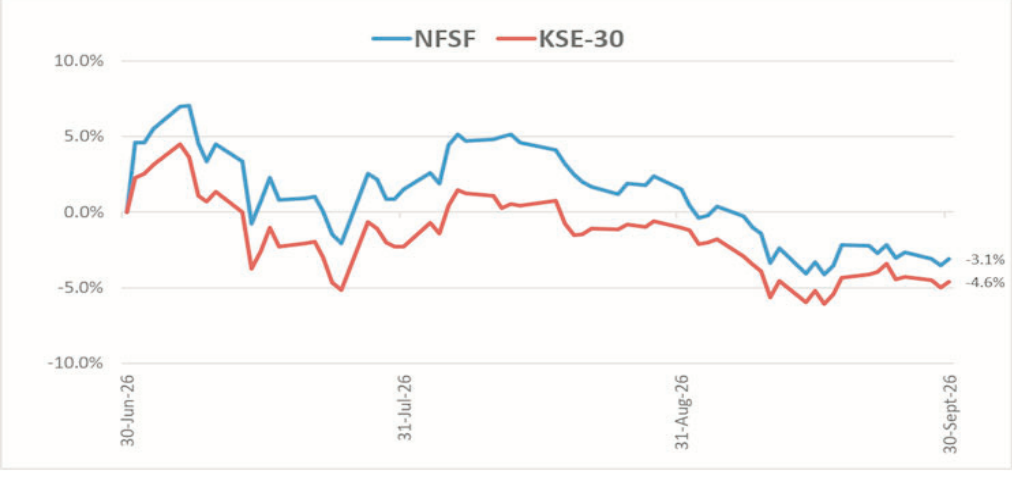
مارکیٹ کے شرکاء کی سرگرمیوں کے حوالے سے انفرادی سرمایہ کار اور کمپنیاں سب سے بڑے خالص خریدار رہے، جن کی سرمایہ کاری میں بالترتیب 93 ملین امریکی ڈالر اور 25 ملین امریکی ڈالر کا خالص اضافہ ہوا۔ اس کے برعکس، میوچل فنڈز، بینکوں/ترقیاتی مالیاتی اداروں اور بروکرز نے اپنی خالص سرمایہ کاری میں بالترتیب 64 ملین امریکی ڈالر، 36 ملین امریکی ڈالر اور 10 ملین امریکی ڈالر کی کمی کی۔ آئندہ مدت میں مارکیٹ کی قلیل مدتی سمت کا انحصار مشرقِ وسطیٰ کی صورتحال اور عالمی سطح پر تیل کی قیمتوں میں ہونے والی تبدیلیوں پر برقرار رہے گا۔ تاہم، زرمبادلہ کے ذخائر کی ریکارڈ سطح، ترسیلاتِ زر میں استحکام، عالمی کیپٹل مارکیٹس تک دوبارہ رسائی اور بین الاقوامی مالیاتی فنڈ (IMF) کے ساتھ مسلسل روابط مجموعی معاشی منظرنامے (Macroecnomic Outlook) کو سہارا فراہم کر رہے ہیں۔

NBP فائننشل سیکٹر فنڈ کا سائز اس مدت کے دوران 2,601 ملین روپے سے بڑھ کر 2,784 ملین روپے ہوگیا، یعنی 7.0% کا اضافہ ہوا۔ اس مدت کے دوران، NBP فائننشل سیکٹر فنڈ (NFSF) کے یونٹ کی قیمت 30 جون 2026 کو 24.8901 روپے سے کم ہوکر 30 ستمبر 2026 کو 24.1215 روپے ہوچکی ہے، لہٰذا 3.1% کی کمیٹاہر کی۔ اسی مدت کے دوران بنچ مارک میں 4.6 فیصد کی کمی ظاہر کی۔ لہٰذا، فنڈ نے زیرِ جائزہ مدت کے دوران اپنے بنچ مارک سے 1.5 فیصد کی بہتر کارکردگی دکھائی۔ اپنے قیام 14 فروری 2018 سے اب تک فنڈ کے یونٹ کی قیمت 4.6753 روپے سے بڑھ کر 30 ستمبر 2026 کو 24.1215 روپے ہوگئی، لہٰذا 415.9 فیصد کا اضافہ ہوا ہے۔ اسی مدت کے لئے بنچ مارک میں 361.1 فیصد کا اضافہ ہوا۔ لہٰذا، زیرِ جائزہ مدت کے دوران فنڈ نے اپنے بنچ مارک سے 54.8 فیصد بہتر کارکردگی کا مظاہرہ کیا۔ یہ کارکردگی مینجمنٹ فیس اور دیگر تمام اخراجات کے بعد خالص ہے۔

NBP فائننشل سیکٹر فنڈ کو موجودہ مدت کے دوران 79.24 ملین روپے کا مجموعی نقصان ہوا۔ 24.11 ملین روپے کے مجموعی اخراجات منہا کرنے کے بعد خالص نقصان 103.35 ملین روپے ہے۔
30 ستمبر 2026 کے مطابق فنڈ کی ایسٹ ایلوکیشن حسبِ ذیل ہے:



NFSF کی کارکردگی بمقابلہ بنچ مارک



اظہارِ تشکر

بورڈ اس موقع سے فائدہ اُٹھاتے ہوئے مینجمنٹ کمپنی پر اعتماد، اعتبار اور خدمت کا موقع فراہم کرنے پر اپنے قابل قدر یونٹ ہولڈرز کا شکریہ ادا کرتا ہے۔ یہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی سرپرستی اور رہنمائی کے لئے ان کے مخلص رویہ کا بھی اعتراف کرتا ہے۔

بورڈ اپنے اسٹاف اور ٹرسٹی کی طرف سے سخت محنت، لگن اور عزم کے مظاہرے پر اپنا خراج تحسین بھی ریکارڈ پر لانا چاہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز
NBP فنڈ مینجمنٹ لمیٹڈ

چیف ایگزیکٹو آفیسر	**ڈائریکٹر**

تاریخ: 29 اکتوبر 2026ء

مقام: کراچی

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2026

	Note	(Un-Audited) September 30, 2026	(Audited) June 30, 2026
		Rupees in '000	
Assets			
Bank balances		**46,987**	257,305
Investments	4	**2,753,018**	2,516,013
Profit and dividend receivable		**2,001**	763
Deposits and other receivable		**2,993**	2,948
Receivable against conversion of units		**11,596**	59,638
Total assets		**2,816,595**	2,836,667
Liabilities			
Payable to NBP Fund Management Limited - Management Company		**8,256**	5,693
Payable to the Central Depository Company of Pakistan Limited - Trustee		**363**	320
Payable to the Securities and Exchange Commission of Pakistan	7	**222**	186
Payable against purchase of investments		**-**	151,877
Payable against conversion and redemption of units		**17,895**	55,386
Accrued expenses and other liabilities		**5,694**	22,530
Total liabilities		**32,430**	235,992
NET ASSETS		**2,784,165**	2,600,675
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		**2,784,165**	2,600,575
CONTINGENCIES AND COMMITMENTS	5		
		Number of units	
NUMBER OF UNITS IN ISSUE		**115,422,532**	104,486,280
		---------- Rupees ----------	
NET ASSET VALUE PER UNIT		**24.1215**	24.8901

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	Quarter ended September 30, 2026	Quarter ended September 30, 2025
		Rupees in '000	
Income			
Profit on bank deposits		**1,445**	95
Dividend income		**50,063**	13,912
(Loss) / gain on sale of investments - net		**(6,794)**	96,943
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		**(123,958)**	118,335
Total (loss) / Income		**(79,244)**	229,286
Expenses			
Remuneration of NBP Fund Management Limited - Management Company		**15,013**	2,567
Sindh Sales Tax on remuneration of the Management Company		**2,252**	385
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		**979**	342
Sindh Sales Tax on remuneration of the Trustee		**147**	51
Annual fees to the Securities and Exchange Commission of Pakistan	7	**691**	163
Securities transaction cost		**4,539**	4,213
Auditors' remuneration		**252**	288
Annual listing fee		**18**	7
Legal and professional charges		**38**	37
Settlement and bank charges		**184**	100
Total operating expenses		**24,113**	8,151
Net (loss) / Income for the period before taxation		**(103,357)**	221,134
Taxation	8	**-**	-
Net (loss) / Income for the period after taxation		**(103,357)**	221,134
Allocation of net income for the period			
Net income for the period after taxation		**-**	221,134
Income already paid on units redeemed		**-**	(68,587)
		-	152,547
Accounting income available for distribution			
- Relating to capital gains		**-**	152,547
- Excluding capital gains		**-**	-
		-	152,547

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Quarter ended September 30, 2026	Quarter ended September 30, 2025
	Rupees in '000	
Net (loss) / Income for the period after taxation	**(103,357)**	221,134
Other comprehensive income for the period	**-**	-
Total comprehensive (loss) / Income for the period	**(103,357)**	221,134

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Quarter ended September 30, 2026			Quarter ended September 30, 2025		
	---------- Rupees in '000 ----------					
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
Net assets at beginning of the period	**2,756,783**	**(156,108)**	**2,600,675**	**563,530**	**(238,842)**	**324,688**
Issue of 136,957,010 units (2025: 117,339,165 units)						
- Capital value	**3,408,874**	**-**	**3,408,874**	1,844,267	-	1,844,267
- Element of income	**65,813**	**-**	**65,813**	436,770	-	436,770
Total proceeds on issuance of units	**3,474,687**	**-**	**3,474,687**	2,281,036	-	2,281,036
Redemption of 126,020,758 units (2025: 96,387,833 units)						
- Capital value	**(3,136,669)**	**-**	**(3,136,669)**	(1,514,966)	-	(1,514,966)
- Element of loss	**(51,171)**	**-**	**(51,171)**	(290,445)	(68,587)	(359,032)
Total payments on redemption of units	**(3,187,840)**	**-**	**(3,187,840)**	(1,805,411)	(68,587)	(1,873,998)
Total comprehensive (loss) / Income for the period	**-**	**(103,357)**	**(103,357)**	-	221,134	221,134
Net assets at end of the period	**3,043,630**	**(259,465)**	**2,784,165**	**1,039,155**	**(86,295)**	**952,861**
Undistributed loss brought forward						
Realised (loss)		**(219,061)**			(255,951)	
Unrealised gain		**62,953**			17,109	
		(156,108)			(238,842)	
Accounting income available for distribution						
- Relating to capital gains		**-**			152,547	
- Excluding capital gains		**-**			-	
		-			152,547	
Net (loss) for the period after taxation		**(103,357)**			-	
Undistributed loss carried forward		**(259,465)**			(86,295)	
Undistributed loss carried forward						
- Realised loss		**(135,507)**			(204,630)	
- Unrealised loss		**(123,958)**			118,335	
		(259,465)			(86,295)	
			(Rupees)			**(Rupees)**
Net assets value per unit at beginning of the period			**24.8901**			15.7174
Net assets value per unit at end of the period			**24.1215**			22.9002

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Quarter ended September 30, 2026	Quarter ended September 30, 2025
	Rupees in '000	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income / (loss) for the period before taxation	**(103,357)**	221,134
Adjustments for:		
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	**123,958**	(118,335)
	123,958	(118,335)
Decrease in assets		
Investments	**(360,963)**	(452,828)
Profit and dividend receivable	**(1,238)**	431
Receivable against sale of investments	**-**	25,097
Deposits and other receivable	**(45)**	-
	(362,246)	(427,300)
Increase / (Decrease) in liabilities		
Payable to NBP Fund Management Limited - Management Company	**2,563**	1,670
Payable to the Central Depository Company of Pakistan Limited - Trustee	**43**	86
Payable to the Securities and Exchange Commission of Pakistan	**36**	36
Accrued expenses and other liabilities	**(16,836)**	(3,773)
Payable against purchase of investments	**(151,877)**	23,286
	(166,071)	21,305
Net cash used in operating activities	**(507,716)**	(303,196)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	**3,522,729**	2,359,306
Net payments against redemption of units	**(3,225,331)**	(2,211,158)
Net cash generated from financing activities	**297,398**	148,148
Net (decrease) in cash and cash equivalents	**(210,318)**	(155,047)
Cash and cash equivalents at the beginning of the period	**257,305**	220,228
Cash and cash equivalents at the end of the period	**46,987**	65,181

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

NBP Financial Sector Fund (the Fund) was established under a Trust Deed executed between NBP Fund Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on 04 January 2018 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

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 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).

The Fund has been categorised as an open ended equity scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription under pre - IPO at a par value of Rs 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from February 7, 2018 and are transferable and redeemable by surrendering them to the Fund.

The objective of NBP Financial Sector Fund is to provide investors with long term capital growth from an actively managed portfolio of listed equities belonging to the Financial Sector. The investment objectives and policies are explained in the Fund's offering document.

The Pakistan Credit Rating Agency (PACRA) has assigned an Asset Manager Rating of AM1 to the Management Company. The Fund has not yet been rated.

The title to the assets of the Fund is held in the name of the CDC as the trustee of the Fund.

During the year ended 30 June, 2021 The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on October 26, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2026.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2026.

These condensed interim financial statements are presented in Pakistan Rupee, which is the Fund's functional and presentation currency.

3 SUMMARY OF ACCOUNTING POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2026.

The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2026. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2026.

	Note	(Un-Audited) September 30, 2026	(Audited) June 30, 2026
4 INVESTMENTS		Rupees in '000	
At fair value through profit or loss			
Quoted equity securities	4.1	**2,753,018**	**2,516,013**

4.1 Investments in equity securities - listed

Name of the investee company	As at July 1, 2026	Purchases during the period	Bonus / right shares	Sales during the period	As at September 30, 2026	Market Value as at September 30, 2026	Market value as a percentage of net assets	Market value as a percentage of total investment	Paid up capital of investee company held
	---------- Number of shares ----------					(Rupees in '000)	---------- % ----------		
COMMERCIAL BANKS									
Allied Bank Limited	73,455	-	-	73,455	-	-	-	-	-
Askari Bank Limited	4,337,928	2,357,200	-	1,737,100	4,958,028	527,633	18.95	19.17	0.34
Bank Alfalah Limited	2,376,520	649,500	-	671,000	2,355,020	133,930	4.81	4.86	0.07
Bank AL-Habib Limited	1,276,371	545,400	-	711,346	1,110,425	169,440	6.09	6.15	0.10
Bank Of Punjab Limited	332,019	-	-	332,018	1	-	-	-	0.00
Faysal Bank Limited	14,494	-	-	-	14,494	1,364	0.05	0.05	0.00
Habib Bank Limited	859,875	683,300	-	335,100	1,208,075	369,792	13.28	13.43	0.08
Habib Metropolitan Bank	1,752,761	-	-	792,498	960,263	93,712	3.37	3.40	0.09
MCB Bank Limited	676,183	122,800	-	349,600	449,383	175,277	6.30	6.37	0.04
Meezan Bank Limited	603,474	584,450	-	240,885	947,039	525,522	18.88	19.09	0.05
National Bank Of Pakistan	1,078,600	518,000	-	515,300	1,081,300	178,047	6.39	6.47	0.05
United Bank Limited	702,591	841,300	-	275,800	1,268,091	533,968	19.18	19.40	0.05
			-	-					
INSURANCE			-	-					
Adamjee Insurance Company Limited	563,230	-	-	563,230	-	-	-	-	-
IGI Holdings Limited	3,726	-	-	3,726	-	-	-	-	-
Pakistan Reinsurance Company Limited	340,700	-	-	340,700	-	-	-	-	-
		-							
Inv Banks/ Inv.Cos/ Securities COS									
Pakistan Stock Exchange Limited	734,800	426,500	-	207,500	953,800	44,333	1.59	1.61	0.12
Miscellaneous									
Tasdeeq Information Services Limited	-	781,666	-	781,666	-	-			
Total as at September 30, 2026					15,305,919	2,753,018	99	100	
Carrying value as at September 30, 2026						2,876,976			

4.1.2 Investments include shares with market value of Rs 110.800 (June 30, 2026: 119.901) 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 CONTINGENCIES AND COMMITMENTS

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

6 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 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 has intended the required minimum percentage of income earned by the Fund for the year ended June 30, 2027 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed financial statements during the period.

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

7 TOTAL EXPENSE RATIO

'The Securities and Exchange Commission of Pakistan (SECP), vide S.R.O. 600(I)/2025, has withdrawn the Total Expense Ratio (TER) limit with effect from July 1, 2025. Although the TER is no longer subject to a prescribed cap, the management fee for a equity fund Scheme shall not exceed 3.00% per annum of the average daily net assets.

8 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

8.2 Transactions with connected persons / related parties are essentially comprise 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.

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

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

8.5 Details of the transactions with related parties / connected persons during the period are as follows:

	(Un-Audited)	
	Quarter ended September 30, 2026	Quarter ended September 30, 2025
	(Rupees in '000)	
NBP Fund Management Limited - Management Company		
Remuneration for the period	**15,013**	2,567
Sindh Sales Tax on remuneration of Management Company	**2,252**	385
Sales load and transfer load including SST	**1,621**	4,380
ADC including SST	**89**	40
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the period	**979**	342
Sindh Sales Tax on remuneration	**147**	51
Key management personnel of the Management Company		
Units issued during the period: 4,196,295 (2025: 3,625,948 units)	**106,129**	74,478
Units redeemed during the period: 4,364,152 (2025: 2,558,932 units)	**109,261**	52,070

		(Un-Audited)	
		Quarter ended September 30, 2026	Quarter ended September 30, 2025
		(Rupees in '000)	
	National Bank of Pakistan Limited - (Parent of the Management Company)		
	Shares purchased: 518,000 shares (2025: 55,400 shares)	**105,568**	83,076
	Shares sold: 515,300 shares (2025: 148,000 shares)	**98,161**	24,633
	East West Insurance Co. Ltd - Unit Holder With More Than 10% Holding		
	Units issued during the period: Nil (2025: 6,877,232)	**-**	157,490
	Taurus Securities Limited - (Subsidiary of Parent Company)		
	Brokerage expense	**356**	8
	Portfolio Managed by Management Company		
	Units issued during the period: 2,028,694 (2025: Nil units)	**51,050**	-
	Haider Amjad - Shareholder of the Management Company		
	Units issued during the period: 57,625 (2025: Nil units)	**1,500**	-
	Units redeemed during the period: 29,044 (2025: Nil units)	**698**	-

		(Un-Audited) As at September 30, 2026	(Audited) As at June 30, 2026
8.6	**Amounts / balances outstanding as at period end**	(Rupees in '000)	
	NBP Fund Management Limited - Management Company		
	Remuneration payable to the Management Company	**5,846**	2,935
	Sindh sales tax on remuneration of the Management Company	**877**	440
	Sales load and transfer load including SST	**1,370**	2,042
	ADC payable including SST	**163**	276
	Central Depository Company of Pakistan Limited - Trustee		
	Trustee fee payable	**316**	278
	Sindh sales tax payable on trustee fee	**47**	42
	Security deposit	**100**	100
	Settlement charges payable	**14**	12
	Units Held: 4,816,109 Units (June 2026: 4,816,109)	**116,172**	119,873
	Employees of the Management Company		
	Units held: 2,580,059 (June 2026: 2,421,422 units)	**62,235**	60,269
	Syed Mujtaba Abbas - Director		
	Units held: 4,230 units (June 2026: 4,230 units)	**102**	105
	Portfolio managed by the Management Company		
	Units held: 2,028,694 units (June 2026: Nil units)	**48,935**	-
	East West Insurance Co. Ltd - Unit Holder With More Than 10% Holding		
	Units Held: 11,567,589 Shares (June 30, 2026: 11,567,589)	**279,028**	287,918

	(Un-Audited) As at September 30, 2026	(Audited) As at June 30, 2026
	(Rupees in '000)	
Haider Amjad - Shareholder of the Management Company		
Units held: 89,491 units (June 2026: 118,073)	**2,159**	2,939
National Bank of Pakistan - (Parent of the Management Company)		
Bank balances	**944**	1,193
Shares held: 1,081,300.00 units (June 2026: 1,078,600 shares)	**178,047**	214,102
Dividend receivable	**83**	83
Profit Receivable	**6**	6
Taurus Securities Limited - (Subsidiary of Parent Company)		
Brokerage payable	**108**	392

9 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on **October 29, 2026**.

10 GENERAL

Figures have been rounded off to the nearest thousand Rupee unless otherwise stated.

10.1 Corresponding figures have been rearranged or reclassified, where necessary, for the purposes of better presentation.

For NBP Fund Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office

7th Floor, Clifton Diamond Building, Block No.4,
Scheme No.5, Clifton, Karachi.
UAN: 021-111-111-632
Toll Free: 0800-20002
Sms: INVEST to 9995
Fax: 021-35825335
Email: info@nbpfunds.com
Website: www.nbpfunds.com
/nbpfunds