

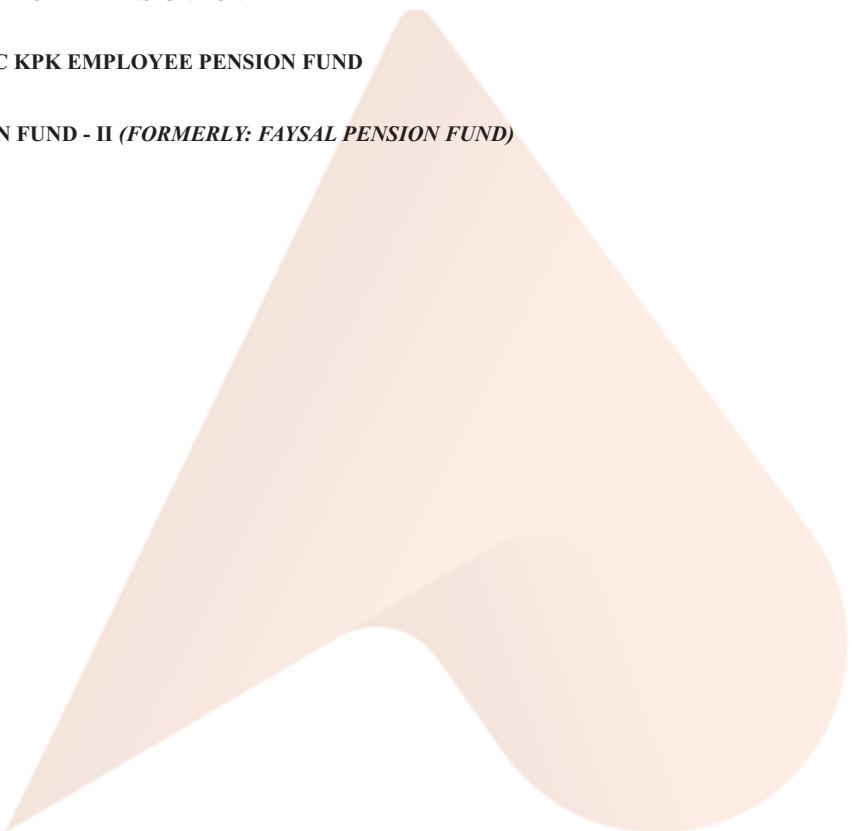
ALFALAH Investments

PENSION FUNDS

**ANNUAL REPORT
JUNE 30, 2025**

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Alfalah
Pension Fund

FUND INFORMATION

Management Company:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Board of Directors of the Management Company:

Mr. Atif Aslam Bajwa
Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Kabir Qureshi
Mr. Sohail Sultan
Mr. Khalilullah Shaikh
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO))

Audit Committee (BAC):

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh

Business Risk Management Committee (BRMC)

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh
Mr. Khaldoon Bin Latif (CEO)

Human Resource & Remuneration Committee (HRRC):

Mr. Khalilullah Shaikh
Mr. Kabir Qureshi
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Board Investment Committee (BIC):

Mr. Farooq Ahmed Khan
Mr. Sohail Sultan
Ms. Ayesha Aziz

Chief Financial Officer:

Mr. Faisal Ali Khan

Trustee:

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', SMCHS,
Main Share-e-Faisal, Karachi

Bankers to the Fund:

Bank Al-Falah Limited
Allied Bank limited
Zarai Tarqiati Bank Limited
JS Bank Limited

Auditors:

Yousuf Adil Chartered Accountants.
Cavish Court, A-35 Shahrah-e-Faisal
Road, Bangalore Town Block A Bangalore Town,
Karachi

Legal Advisor:

Haider Waheed
House 188, Street 33,
Khyaban-e-Qasim,
DHA Pahse VIII, Karachi

MSB Consultants
F-66/2, Park Lane,
Block 5 Clifton, Karachi.

Registrar:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Distributor:

Bank Alfalah Limited

Alfalalah Pension Fund

Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Voluntary Pension Fund Scheme

Investment Objective

The objective of introducing Alfalah GHP Pension Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive and attractive return as compared to peer funds.

Equity Market Review

1HCY25 Market Review: Navigating Through Volatility: The first half of calendar year 2025 proved challenging for Pakistani equities, with the market navigating several significant headwinds. Key concerns included the federal budget announcement, escalating geopolitical tensions between Pakistan and India, the Iran-Israel conflict, and the imposition of new U.S. tariffs. These events triggered sharp volatility, causing fluctuations in investor sentiment.

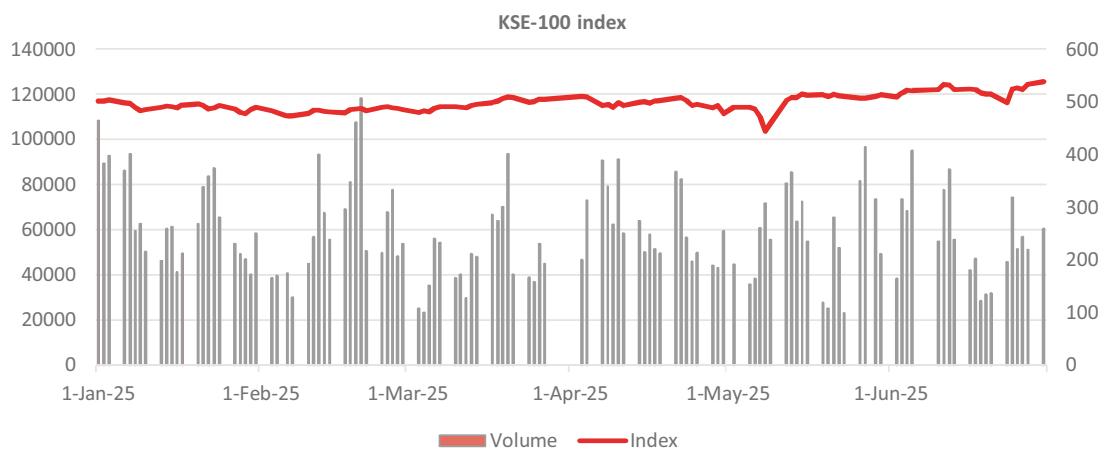
The KSE 100 Index began the year at 115,126 points but fell to a low of 103,526 on May 8, following military tensions between Pakistan and India that erased earlier gains. However, the market staged a sharp recovery after the ceasefire, surging by 10,123 points in a single day. The magnitude of the rebound triggered a temporary market halt. Despite these disruptions, the KSE-100 posted a solid 9.12% return in 1HCY25, supported by improving macro fundamentals such as falling inflation, monetary easing, a stable exchange rate, rising foreign reserves, and a manageable current account. These factors helped restore investor confidence and set the stage for a more optimistic second half.

Sectoral Drivers: Banks, Cement, and Fertilizers Lead: The rally was primarily led by Commercial Banks (+7,841 points), Cement (+3,319 points), and Fertilizers (+1,655 points), collectively contributing 12,815 points to the index. These sectors benefitted from compelling valuations and attractive double-digit dividend yields, drawing strong interest from both domestic and foreign investors seeking stable returns.

Foreign Investors Trim Exposure: Foreign investors were net sellers, offloading USD 114 million in equities. Selling was concentrated in Commercial Banks, Oil & Gas Exploration, and Food & Personal Care Products, while selective buying was seen in Oil & Gas Marketing and Cement sectors.

Interest Rates and Market Dynamics: The ongoing monetary easing has created a favorable environment for equities. Historically, lower interest rates reduce borrowing costs, enhance corporate profitability, and make equities more attractive, driving increased investor interest and supporting valuations.

Bullish Outlook: Valuations Still Compelling: Despite the recent rally, market valuations remain attractive. The KSE 100 Index is trading at a price to earnings ratio of 6.8x, below the ten-year average of 8x. The market capitalization-to-GDP ratio stands at just 13.6%, compared to the historical average of 16.6%. With interest rates declining, the currency stabilizing, and external account indicators improving, equities are well positioned for further upside in FY26.



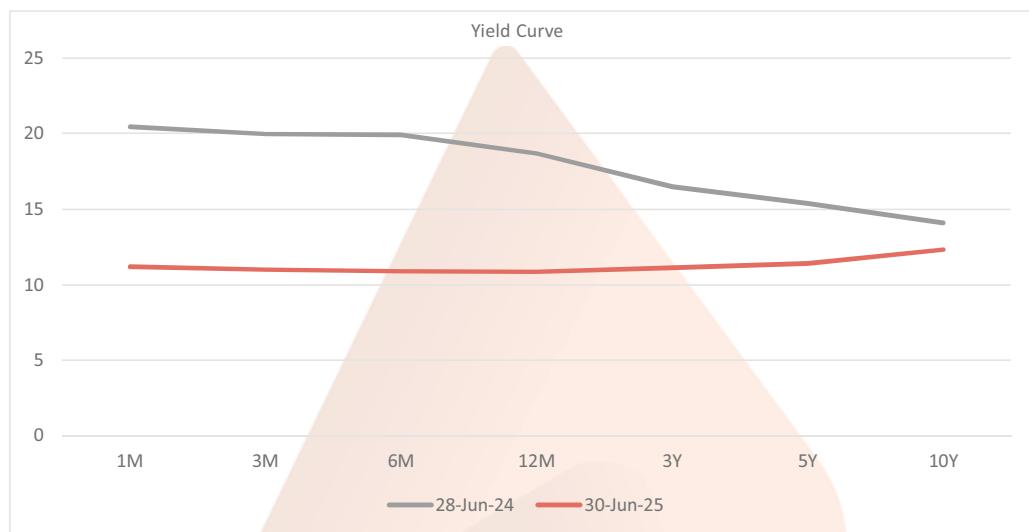
Money Market Review

Real GDP growth for FY25 posted growth of 2.68% in FY25 as compared to 2.51% in FY24.

Inflation eased notably in FY25, with headline inflation dropping to 4.61% from 23.88% the previous year, due to a stable exchange rate, lower global commodity prices, and a more predictable domestic pricing environment. Core inflation remained higher at 8-9% but is expected to decline. In response, the State Bank of Pakistan reduced its policy rate from 22% to 11% by June 2025, shifting toward a growth-focused monetary policy. With real interest rates still high, further rate cuts are possible if inflation stays within the projected 6-7% range in FY26.

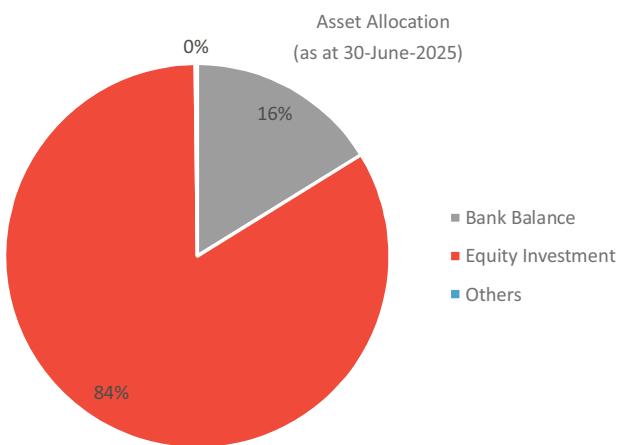
The next monetary policy is scheduled on September 15, 2025, where another cut in the policy rate cannot be ruled out as inflation is forecasted to maintain a lower trajectory, paving way for further anticipated monetary easing.

Assuming 7% projected inflation for FY25, the real interest rate stands impressively high at 4%, well above its historical median of 2%, providing a foundation for potential monetary easing actions. This could potentially lead to a reduction in the policy rate by 1%-2% over the next fiscal year. However, risks persist, particularly from potential inflationary impacts stemming from reforms outlined in the budget and IMF program, as well as volatility in exchange rates and oil prices.



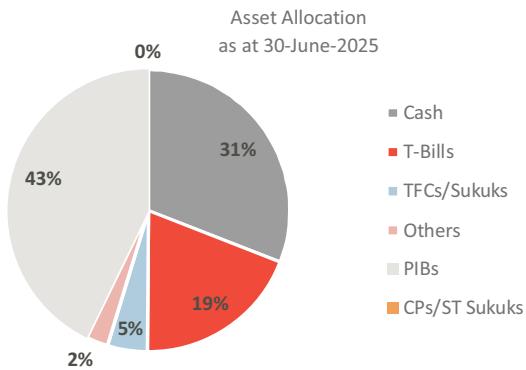
Fund Performance AGPF-ESF

During the year, fund's return stood at 61.97%.



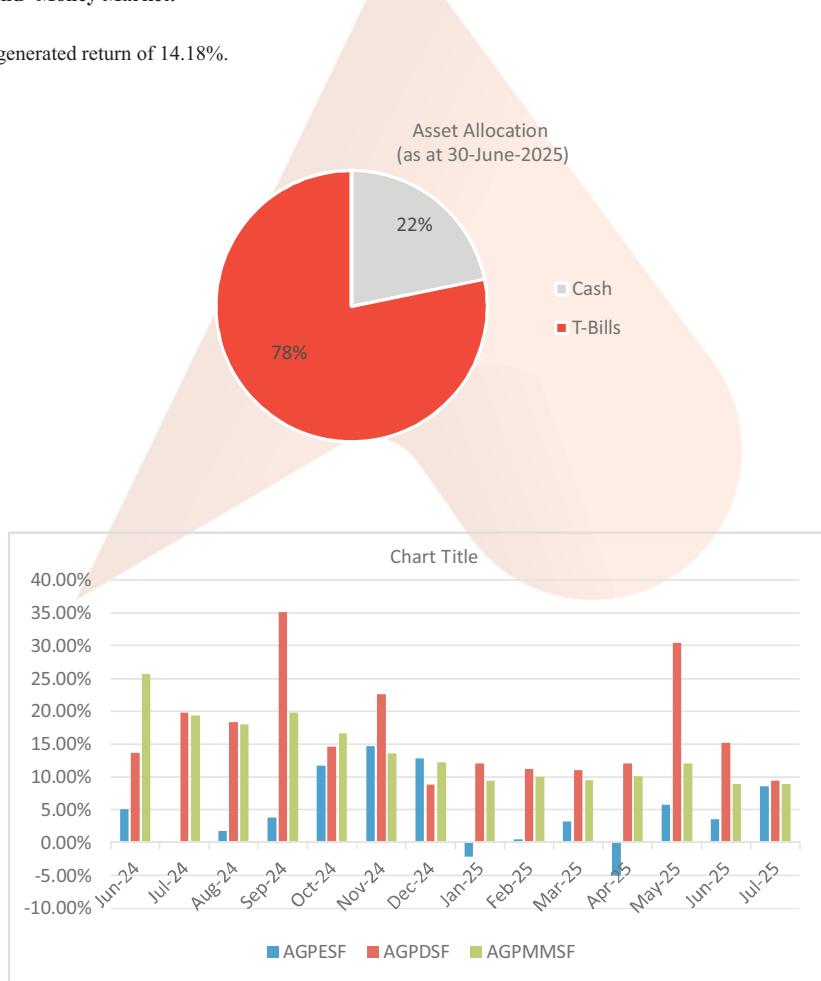
Alfalalah GHP Pension Fund- Debt:

During the year, the fund generated a return of 19.10%.



Alfalalah GHP Pension Fund- Money Market:

During the year, the fund generated return of 14.18%.



⇒ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

⇒ **Disclosure on unit split (if any), comprising:-**

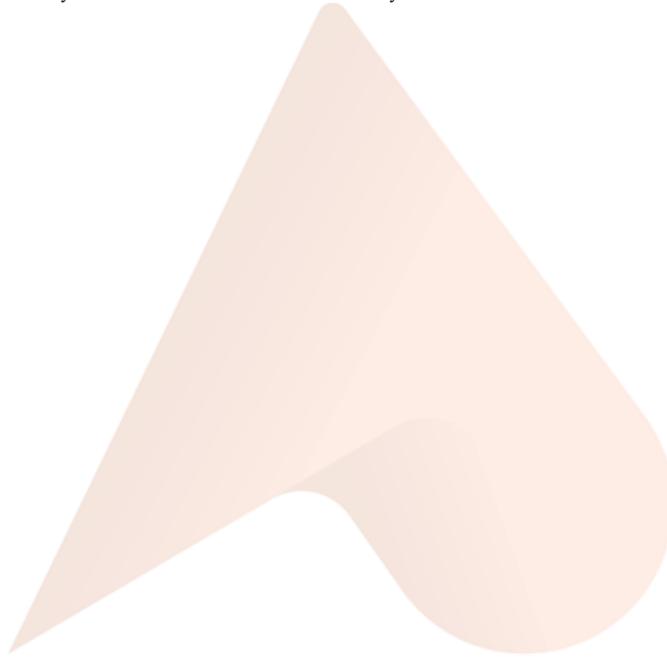
There were no unit splits during the period.

⇒ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

⇒ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.



Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
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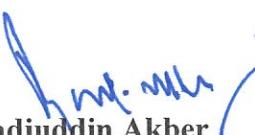
TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH GHP PENSION FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, 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.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 29, 2025

INDEPENDENT AUDITOR'S REPORT

To the Participants of Alfalah GHP Pension Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Alfalalah GHP Pension Fund** (the Fund), which comprise the statement of assets and liabilities as at **June 30, 2025**, and the income statement, statement of comprehensive income, statement of movement in participants' sub funds and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2025, and of its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

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

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

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

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

Responsibilities of Management and Board of Directors of the Pension Fund Manager for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

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

Report on Other Legal and Regulatory Requirements

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

- a) the financial statements prepared for the year ended June 30, 2025 have been properly drawn in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;
- b) the allocation and reallocation of units of the sub-funds for all the participants have been made according to the Voluntary Pension System Rules, 2005;
- c) a true and fair view is given of the disposition of the pension fund at the end of the period and of the transactions of the pension fund of the period then ended: and
- d) the cost and expenses debited to the Fund and apportionment of expenses between sub-funds are as specified in the constitutive documents of the Fund.

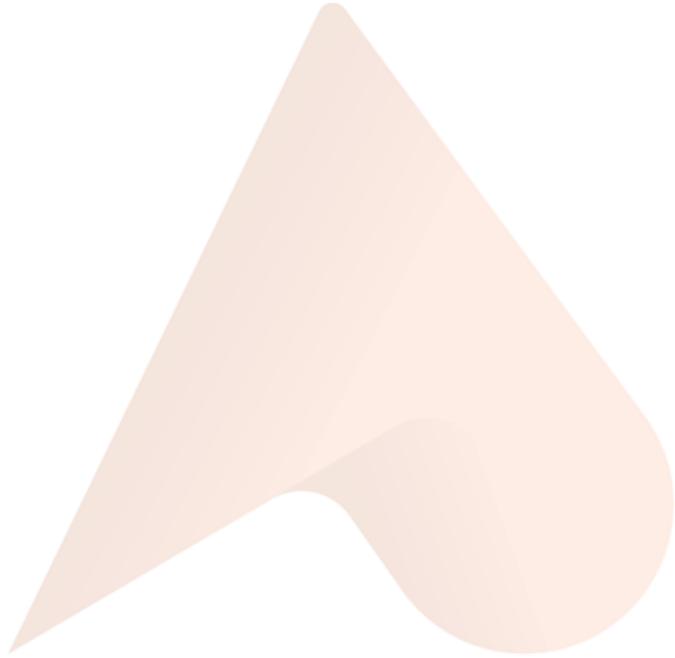
The engagement partner on the audit resulting in this independent auditor's report is Arif Nazeer.

Chartered Accountants

Place: Karachi

Date: 29-September-2025

UDIN: AR202510099TUCEvXdtS



ALFALAH PENSION FUND

STATEMENT OF ASSETS AND LIABILITIES

As AT JUNE 30, 2025

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
ASSETS				
Bank balances	5	34,697,531	58,508,168	95,818,030
Investments	6	181,173,637	126,727,639	350,479,589
Advances, deposits, dividend and other receivables	7	357,812	4,638,567	239,119
Total assets		216,228,980	189,874,374	446,536,738
LIABILITIES				
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	8	969,337	85,820	315,551
Payable to Central Depository Company of Pakistan Limited - Trustee	9	71,789	49,457	45,080
Fee payable to the Securities and Exchange Commission of Pakistan	10	59,638	45,607	113,269
Payable against purchase of investments		22,382,914	-	-
Accrued expenses and other liabilities	11	447,995	817,555	1,252,580
Total liabilities		23,931,673	998,439	1,726,480
NET ASSETS		192,297,307	188,875,935	444,810,258
PARTICIPANTS' SUB - FUNDS				
(AS PER STATEMENT ATTACHED)		192,297,307	188,875,935	444,810,258
Contingencies and commitments	12	Number of units		
Number of units in issue	13	769,362	817,110	1,903,774
Net asset value per unit		249.9438	231.1513	233.6466

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

STATEMENT OF ASSETS AND LIABILITIES

As AT JUNE 30, 2025

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
ASSETS				
Bank balances	5 3,648,584	9,691,980	27,385,958	40,726,522
Investments	6 85,600,270	70,867,145	194,000,512	350,467,927
Advances, deposits, dividend and other receivables	7 279,909	2,085,867	823,831	3,189,607
Total assets	89,528,763	82,644,992	222,210,301	394,384,056
LIABILITIES				
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	8 470,186	52,577	130,154	652,917
Payable to Central Depository Company of Pakistan Limited - Trustee	9 56,752	44,796	20,243	121,791
Fee payable to the Securities and Exchange Commission of Pakistan	10 14,662	17,999	37,791	70,452
Payable against purchase of investments	11 3,427,263	-	-	3,427,263
Accrued expenses and other liabilities	447,437	534,448	2,608,923	3,590,808
Total liabilities	4,416,300	649,820	2,797,111	7,863,231
NET ASSETS	85,112,463	81,995,172	219,413,190	386,520,825
PARTICIPANTS' SUB - FUNDS (AS PER STATEMENT ATTACHED)	85,112,463	81,995,172	219,413,190	386,520,825
Contingencies and commitments	12			
Number of units in issue		Number of units		
		13	551,566	422,464
				1,071,750
Net asset value per unit		Rupees		
		154.3106	194.0882	204.7242

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME				
Profit on bank balances	832,150	1,176,120	1,066,322	3,074,592
Income from Government securities	-	13,960,252	36,959,615	50,919,867
Income from term finance certificates	-	639,152	-	639,152
Income from sukuk certificates	-	236,928	-	236,928
Dividend income	8,840,806	-	-	8,840,806
Gain / (loss) on sale of investments - net	36,144,426	3,627,122	834,513	40,606,061
Unrealised appreciation / (diminution) on remeasurement of investments classified 'at fair value through profit or loss' - net	6.7	31,624,128	1,706,440	45,321
Other income	40,169	30,000	-	70,169
Total income	77,481,679	21,376,014	38,905,771	137,763,464
EXPENSES				
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	8.1	4,711,066	603,859	1,261,174
Sindh Sales Tax on remuneration of the Pension Fund Manager	8.2	706,660	90,579	189,176
Allocated expenses	8.3	69,857	44,423	98,298
Sindh Sales Tax on allocated expenses	8.4	10,479	6,656	14,745
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9	223,778	171,119	424,860
Sindh Sales Tax on remuneration of the Trustee	9.2	33,565	25,606	63,560
Fee to the Securities and Exchange Commission of Pakistan	10	68,463	54,361	133,835
Auditor's remuneration	15	73,017	71,717	168,898
Brokerage expenses		851,348	31,986	23,933
Printing charges		14,577	45,813	43,487
CDS charges		22,189	4,645	14,726
Legal and professional charges		39,676	52,925	84,315
Bank and settlement charges		5,098	1,472	-
NCCPL charges		-	436,320	436,320
Total expenses		6,829,773	1,641,481	2,957,327
Net income for the year before taxation		70,651,906	19,734,533	35,948,444
Taxation	18	-	-	-
Net income for the year after taxation		70,651,906	19,734,533	35,948,444
				126,334,883

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

Note ----- Rupees -----

INCOME

Profit on bank balances	2,024,423	2,627,856	4,696,832	9,349,111
Income from Government securities	-	8,973,439	26,072,817	35,046,256
Income from term finance certificates	-	855,263	-	855,263
Income from sukuk certificates	-	654,635	288,535	943,170
Dividend income	5,269,496	-	-	5,269,496
Gain / (loss) on sale of investments - net	4,481,847	(265,172)	282,960	4,499,635
Unrealised appreciation / (diminution) on remeasurement of investments investments classified 'at fair value through profit or loss' - net	6.7	28,065,363	(12,337)	21,767
Other income	-	-	-	-
Total income		39,841,129	12,833,684	31,362,911
				84,037,724

EXPENSES

Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	8.1	844,768	457,054	953,502	2,255,324
Sindh Sales Tax on remuneration of the Pension Fund Manager	8.2	109,819	59,417	124,109	293,345
Allocated expenses	8.3	334,945	-	-	334,945
Sindh Sales Tax on allocated expenses	8.4	-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9	89,671	100,506	211,907	402,084
Sindh Sales Tax on remuneration of the Trustee	9.2	11,661	13,072	27,405	52,138
Fee to the Securities and Exchange Commission of Pakistan	10	20,022	26,618	54,251	100,891
Auditor's remuneration	15	79,918	74,353	206,643	360,914
Brokerage expenses		113,635	1,212	10,318	125,165
Printing charges		8,026	9,125	28,059	45,210
CDS charges		5,900	205,240	75,960	287,100
Legal and professional charges		39,894	52,925	84,546	177,365
Bank and settlement charges		357	8,408	2,926	11,691
NCCPL charges		-	5,650	5,650	11,300
Total expenses		1,658,616	1,013,580	1,785,276	4,457,472
Net income for the year before taxation		38,182,513	11,820,104	29,577,635	79,580,252
Taxation	18	-	-	-	-
Net income for the year after taxation		38,182,513	11,820,104	29,577,635	79,580,252

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND**STATEMENT OF COMPREHENSIVE INCOME***FOR THE YEAR ENDED JUNE 30, 2025*

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<hr/> Rupees				
Net income for the year after taxation	70,651,906	19,734,533	35,948,444	126,334,883
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	70,651,906	19,734,533	35,948,444	126,334,883

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

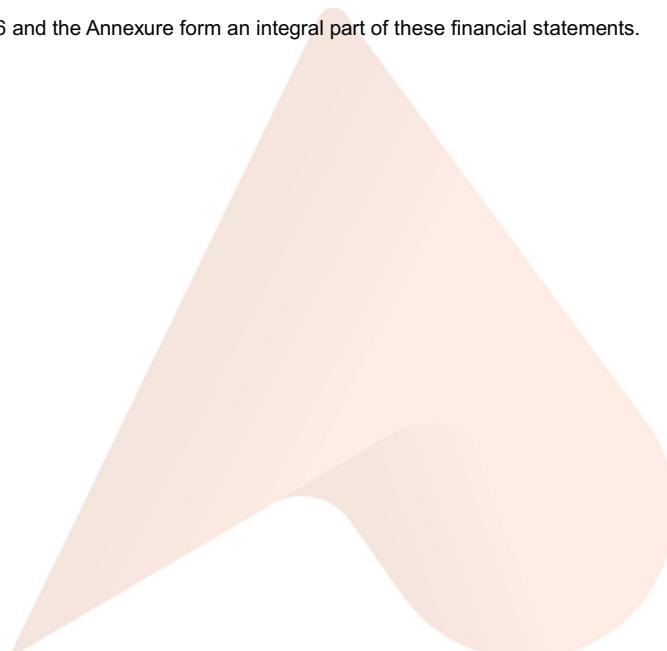
Chief Financial Officer

Director

ALFALAH PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income for the year after taxation	38,182,513	11,820,104	29,577,635	79,580,252
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	38,182,513	11,820,104	29,577,635	79,580,252

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net assets at the beginning of the year	85,112,463	81,995,172	219,413,190	386,520,825
Amount received against issuance of units	14 290,152,740	157,771,600	566,580,790	1,014,505,130
Amount paid against redemption of units	(253,619,802)	(70,625,370)	(377,132,166)	(701,377,338)
	36,532,938	87,146,230	189,448,624	313,127,792
Gain / (loss) on sale of investments - net	36,144,426	3,627,122	834,513	40,606,061
Unrealised appreciation / (diminution) on remeasurement of investments classified 'at fair value through profit or loss' - net	31,624,128	1,706,440	45,321	33,375,889
Other income (net of expenses)	2,883,352	14,400,971	35,068,610	52,352,933
Total comprehensive income for the year	70,651,906	19,734,533	35,948,444	126,334,883
Net assets at the end of the year	192,297,307	188,875,935	444,810,258	825,983,500

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND**STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS**

FOR THE YEAR ENDED JUNE 30, 2025

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net assets at the beginning of the year	34,643,327	57,184,820	116,620,864	208,449,011
Amount received against issuance of units	20,805,616	24,274,241	100,748,717	145,828,574
Amount paid against redemption of units	(8,518,993)	(11,283,993)	(27,534,026)	(47,337,012)
	12,286,623	12,990,248	73,214,691	98,491,562
Gain / (loss) on sale of investments - net	4,481,847	(265,172)	282,960	4,499,635
Unrealised appreciation / (diminution) on remeasurement of investments investments classified 'at fair value through profit or loss' - net	28,065,363	(12,337)	21,767	28,074,793
Other income (net of expenses)	5,635,303	12,097,613	29,272,908	47,005,824
Total comprehensive income for the year	38,182,513	11,820,104	29,577,635	79,580,252
Net assets at the end of the year	85,112,463	81,995,172	219,413,190	386,520,825

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

CASH FLOW S FROM OPERATING ACTIVITIES

Net income for the year before taxation

Adjustments for:

Unrealised (appreciation) / diminution on remeasurement of investments classified 'at fair value through profit or loss' - net

(Increase) / decrease in assets

Investments - net

Advances, deposits, dividend and other receivables

Increase / (decrease) in liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager

Payable to Central Depository Company of Pakistan Limited - Trustee

Fee payable to the Securities and Exchange Commission of Pakistan

Payable against purchase of investments

Accrued expenses and other liabilities

Net cash (used in) / generated from operating activities

CASH FLOW S FROM FINANCING ACTIVITIES

Amount received on issuance of units

Amount paid against redemption of units

Net cash generated from financing activities

Net increase in cash and cash equivalents

Cash and cash equivalents at the beginning of the year

Cash and cash equivalents at the end of the year

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income for the year before taxation	70,651,906	19,734,533	35,948,444	126,334,883
Unrealised (appreciation) / diminution on remeasurement of investments classified 'at fair value through profit or loss' - net	(31,624,128)	(1,706,440)	(45,321)	(33,375,889)
	39,027,778	18,028,093	35,903,123	92,958,994
(Increase) / decrease in assets	(63,949,239)	(72,265,881)	(33,405,903)	(169,621,023)
Investments - net	(77,903)	(2,552,700)	584,712	(2,045,891)
Advances, deposits, dividend and other receivables	(64,027,142)	(74,818,581)	(32,821,191)	(171,666,914)
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	499,151	33,243	185,397	717,791
Payable to Central Depository Company of Pakistan Limited - Trustee	15,037	4,661	24,837	44,535
Fee payable to the Securities and Exchange Commission of Pakistan	44,976	27,608	75,478	148,062
Payable against purchase of investments	18,955,651	-	-	18,955,651
Accrued expenses and other liabilities	558	283,107	(1,356,343)	(1,072,678)
	19,515,373	348,619	(1,070,631)	18,793,361
Net cash (used in) / generated from operating activities	(5,483,991)	(56,441,869)	2,011,301	(59,914,559)
CASH FLOW S FROM FINANCING ACTIVITIES				
Amount received on issuance of units	290,152,740	157,771,600	566,580,790	1,014,505,130
Amount paid against redemption of units	(253,619,802)	(70,625,370)	(377,132,166)	(701,377,338)
Net cash generated from financing activities	36,532,938	87,146,230	189,448,624	313,127,792
Net increase in cash and cash equivalents	31,048,947	30,704,361	191,459,925	253,213,233
Cash and cash equivalents at the beginning of the year	3,648,584	38,635,530	162,455,755	204,739,869
Cash and cash equivalents at the end of the year	19 34,697,531	69,339,891	353,915,680	457,953,102

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
				Rupees
CASH FLOW S FROM OPERATING ACTIVITIES				
Net income for the year before taxation	38,182,513	11,820,104	29,577,635	79,580,252
Adjustments for:				
Unrealised (appreciation) / diminution on remeasurement of investments classified 'at fair value through profit or loss' - net	(28,065,363)	12,337	(21,767)	(28,074,793)
	10,117,150	11,832,441	29,555,868	51,505,459
(Increase) / decrease in assets				
Investments - net	(25,443,665)	(19,346,244)	(3,545,104)	(48,335,013)
Advances, deposits, dividend and other receivables	(67,104)	(605,478)	1,168,315	495,733
	(25,510,769)	(19,951,722)	(2,376,789)	(47,839,280)
Increase / (decrease) in liabilities				
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	292,549	(1,794)	27,179	317,934
Payable to Central Depository Company of Pakistan Limited - Trustee	8,671	(30,550)	7,751	(14,128)
Fee payable to the Securities and Exchange Commission of Pakistan	6,029	3,790	10,697	20,516
Payable against purchase of investments	3,427,263	-	-	3,427,263
Accrued expenses and other liabilities	(19,463)	(486,699)	1,630,185	1,124,023
	3,715,049	(515,253)	1,675,812	4,875,608
Net cash (used in) / generated from operating activities	(11,678,570)	(8,634,534)	28,854,891	8,541,787
CASH FLOW S FROM FINANCING ACTIVITIES				
Amount received on issuance of units	20,805,616	24,274,241	100,748,717	145,828,574
Amount paid against redemption of units	(8,518,993)	(11,283,993)	(27,534,026)	(47,337,012)
Net cash generated from financing activities	12,286,623	12,990,248	73,214,691	98,491,562
Net increase in cash and cash equivalents				
Cash and cash equivalents at the beginning of the year	608,053	4,355,714	102,069,582	107,033,349
	3,040,531	34,279,816	60,386,173	97,706,520
Cash and cash equivalents at the end of the year	19	3,648,584	38,635,530	162,455,755
				204,739,869

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Pension Fund (the Fund) an open end Collective Investment Scheme, was established through a Trust Deed executed between Alfalah Asset Management Limited as Pension Fund Manager and the Central Depository Company of Pakistan Limited (the CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) on September 26, 2016 and was executed on October 06, 2016 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Fund was authorized by the SECP as a Pension Fund on November 28, 2016.

The Trust Act 1882, was repealed during financial year 2021 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 was required to be registered under the Sindh Trust Act. Accordingly, on September 17, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS rules through a certificate of registration issued by the SECP on December 21, 2025. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agricultural Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.

1.3 The objective of the Fund is to provide participants with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

1.4 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan (CDC) as the Trustee of the Fund.

1.5 The Pension Fund Manager has been assigned a quality rating of AM1 (stable outlook) by VIS Credit Rating Company Limited on January 2, 2025 (2024: AM1 (stable outlook) dated December 29, 2023).

1.6 The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following three Sub-Funds:

AGPF - Equity Sub-Fund (AGPF - ESF)

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the year based on quarterly average investment calculated on daily basis. Investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of Equity Sub-Fund or paid-up capital of the investee company (subject to the conditions prescribed in the offering document to the Fund). Remaining assets of the Equity Sub-Fund may be invested in Government treasury bills or Government securities having less than one year time to maturity, or be deposited with scheduled commercial banks having at least 'A' rating.

AGPF - Debt Sub-Fund (AGPF - DSF)

The Debt Sub-Fund consists of tradable debt securities with weighted average duration of the investment portfolio of the Sub-Fund not exceeding 5 years. At least 25% of the net assets of Debt Sub-Fund shall be invested in securities issued by the Federal Government. Up to 25% may be deposited with banks having not less than "AA+" rating. Investments in securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be up to 30% of net assets of a Debt Sub-Fund. Deposit in a single bank shall not exceed 20% of net assets of the Debt Sub-Fund. Composition of the remaining portion of the investments shall be according to the criteria mentioned in the offering document to the Fund.

AGPF - Money Market Sub-Fund (AGPF - MMSF)

The Money Market Sub-Fund consists of short term debt instruments with weighted average time to maturity not exceeding ninety days. There is no restriction on the amount of investment in securities issued by the Federal Government and deposit with commercial banks having 'A+' or higher rating provided that deposit with any one bank shall not exceed 20% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial or City Government, Government corporate entities with 'A' or higher rating or a Government corporations with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

1.7 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.

1.8 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.

1.9 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, any premium payable in respect of any schemes selected by the Participant pursuant to the offering document and any bank charges in respect of the receipt of such Contributions. The net Contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant and is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value notified by the Pension Fund Manager at the close of that business day.

The Fund offers five types of allocation schemes, as prescribed by the SECP under VPS Rules 2005 vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility and Customized. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the Funds are allocated to the above stated Sub-Funds. The allocation to the sub-funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRSs) 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
- Voluntary Pension Rules, 2005 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, VPS Rules and the requirements of the Trust Deed differ from the requirements of IFRS Accounting Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, VPS Rules and the requirements of the Trust Deed have been followed.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees, which is the functional and presentation currency of the Fund. All figures have been rounded off to the nearest Pakistani Rupee, unless otherwise stated.

2.4 Critical accounting estimates and judgments

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the 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. Information about the judgments made by management in the application of the accounting policies, that have the most significant effect on the amount recognised in these financial statements, are given below:

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

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

3.1 Amendments to published accounting and reporting standards that are effective for the year ended June 30, 2025

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, 2024. However, these do not have any significant impact on the Fund's operations, therefore, have not been detailed in these financial statements.

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

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2025. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Cash and cash equivalents

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

4.2 Financial instruments

4.2.1 Initial recognition and measurement

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

All financial assets and liabilities are initially recognised at fair value plus transaction cost except for financial assets or liabilities carried at fair value through profit or loss, where transaction costs are recognised in the income statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Financial assets

There are three principal classification categories for financial assets:

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

IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognized at 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.

Financial assets at FVPL are subsequently carried at fair value with gains and losses arising from changes in fair value are recorded in the income statement.

4.2.2 Financial liabilities

IFRS 9 has provided two principal classification categories for financial liabilities:

- At amortized cost ("AC"), or
- At fair value through profit or loss ("FVPL").

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

4.2.3 Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated October 24, 2012, have been followed.

4.2.4 Derecognition

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

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

Any gain or loss arising on derecognition of financial assets or liabilities is taken to the income statement.

4.2.5 Regular way contract

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

4.2.6 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of equity securities:

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

Basis of valuation of debt securities

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

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

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV / PKFRV / PKISRV rates) which are based on the remaining tenor of the securities.

The government securities listed on Pakistan Stock Exchange (for example listed GoP Ijara Sukuk) are valued on their prices quoted on the Pakistan Stock Exchange Limited at reporting date.

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

4.2.7 Offsetting of financial assets and liabilities

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

4.3 Provisions

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

4.4 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

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

4.6 Issuance, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the Pension Fund Manager. The Net Asset Value (NAV) per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outlined in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a year to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the Net Asset Value per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes, as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the Participants' Sub-Funds. The Voluntary Pension System Rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participant holders is, therefore, only possible through redemption of units which is based on the Net Asset Value (NAV). Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

4.7 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Unrealised gains or losses arising on revaluation of investments classified 'at fair value through profit or loss' are included in the Income Statement in the year in which these arise.
- Dividend income on equity securities is recognised in the income statement when the right to receive the dividend is established.
- Profit / return on investments in debt and government securities is recognised using effective yield method.
- Profit on bank balances, placements and term deposits are recognised on time proportionate basis.

4.8 Expenses

All expenses including remuneration of Pension Fund Manager, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

5 BANK BALANCES

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees -----				
5.1	34,697,531	58,508,168	95,818,030	189,023,729
2024				
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees -----			
5.1	3,648,584	9,691,980	27,385,958	40,726,522

5.1 These accounts carry profit rates ranging from 8.5% to 11.5% (2024: 20.75% to 21.85%) per annum. It includes bank balances amounting to Rs. 188.67 million (2024: Rs. 38.96 million) maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 9.5% (2024: 21.85%) per annum.

6 INVESTMENTS

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees -----				
6.1	180,409,137	-	-	180,409,137
6.2	764,500	-	-	764,500
6.3	-	36,577,060	350,479,589	387,056,649
6.4	-	3,507,618	-	3,507,618
6.5	-	5,187,657	-	5,187,657
6.6	-	81,455,304	-	81,455,304
	181,173,637	126,727,639	350,479,589	658,380,865
2024				
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees -----			
6.1	85,055,770	-	-	85,055,770
6.2	544,500	-	-	544,500
6.3	-	40,794,307	194,000,512	234,794,819
6.4	-	3,511,202	-	3,511,202
6.5	-	439,136	-	439,136
6.6	-	26,122,500	-	26,122,500
	85,600,270	70,867,145	194,000,512	350,467,927

6.1 Listed equity securities

6.1.1 Equity Sub Fund

Fully paid-up shares having face value of Rs. 10 each unless stated otherwise.

Name of the investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / right received during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company							
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investments of Sub-Fund								
Number of shares																			
Rupees																			
%																			
Commercial Banks																			
Askari Bank Limited	-	75,000	-	75,000	-		-	-	-	-	-	-							
Bank Alfalah Limited	37,600	53,000	-	28,800	61,800	4,588,401	4,958,832	370,431	2.58	2.74	0.28								
Bank Al Habib Limited	30,550	12,200	-	2,500	40,250	4,724,931	6,350,645	1,625,714	3.30	3.51	0.57								
The Bank of Punjab	77,712	305,000	-	-	382,712	3,595,620	3,961,069	365,449	2.06	2.19	0.13								
Faysal Bank Limited	19,000	7,300	-	26,300	-	-	-	-	-	-	-								
Habib Bank Limited	19,520	16,500	-	36,020	-	-	-	-	-	-	-								
Habib Metropolitan Bank Limited	16,370	936	-	17,306	-	-	-	-	-	-	-								
MCB Bank Limited	11,575	23,400	-	5,300	29,675	7,883,623	8,556,490	672,867	4.45	4.72	0.72								
Meezan Bank Limited	12,135	25,000	-	12,135	25,000	8,374,982	8,301,250	(73,732)	4.32	4.58	0.46								
National Bank of Pakistan	22,000	154,000	-	114,000	62,000	5,386,575	6,738,780	1,352,205	3.50	3.72	0.32								
Soneri Bank Limited	-	201,317	-	201,317	-	-	-	-	-	-	-								
United Bank Limited**	14,700	89,800	-	43,700	60,800	12,519,467	16,777,760	4,258,293	8.72	9.26	1.37								
						47,073,599	55,644,826	8,571,227	28.93	30.72									
Textile Composite																			
Gul Ahmed Textile Mills Limited	26,944	35,000	-	61,944	-	-	-	-	-	-	-								
Interloop Limited	8,719	11,000	-	19,719	-	-	-	-	-	-	-								
Kohinoor Textile Mills Limited	5,500	-	-	5,500	-	-	-	-	-	-	-								
Nishat Mills Limited	7,100	13,000	-	20,100	-	-	-	-	-	-	-								
Towellers Limited	4,500	2	-	4,502	-	-	-	-	-	-	-								
						-	-	-	-	-	-								
Cement																			
Attock Cement Pakistan Limited	-	20,000	-	9,700	10,300	2,085,811	3,013,780	927,969	1.57	1.66	0.22								
Cherat Cement Company Limited	16,300	23,300	-	16,100	23,500	5,258,375	6,822,050	1,563,675	3.55	3.77	0.51								
D.G. Khan Cement Company Limited	7,962	15,000	-	22,200	762	80,875	126,157	45,282	0.07	0.07	0.03								
Fauji Cement Company Limited	114,000	30,000	-	79,338	64,662	1,514,706	2,888,452	1,373,746	1.50	1.59	0.12								
Kohat Cement Company Limited	4,800	12,000	-	1,700	15,100	5,374,362	5,728,336	353,974	2.98	3.16	0.85								
Lucky Cement Limited**	6.1.1.1. 3,068	26,532	-	3,010	26,590	6,095,372	9,445,832	3,350,460	4.91	5.21	0.92								
Maple Leaf Cement Factory Limited	68,198	152,200	-	174,800	45,598	2,173,556	3,842,999	1,669,443	2.00	2.12	0.36								
Pioneer Cement Limited	11,500	6,600	-	18,100	-	-	-	-	-	-	-								
						22,583,057	31,867,606	9,284,549	16.58	17.58	-								
Power Generation & Distribution																			
The Hub Power Company Limited	39,870	25,000	-	64,870	-	-	-	-	-	-	-								
Nishat Chunian Power Limited	11,000	50,000	-	61,000	-	-	-	-	-	-	-								
						-	-	-	-	-	-								
Oil & Gas Marketing Companies																			
Pakistan State Oil Company Limited	8,871	27,500	-	9,500	26,871	8,403,278	10,144,609	1,741,331	5.28	5.60	2.16								
Attock Petroleum Limited	500	-	-	500	-	-	-	-	-	-	-								
Wafi Energy Pakistan Limited	6,000	5,700	-	11,700	-	-	-	-	-	-	-								
Sui Northern Gas Pipelines Limited	22,000	8,000	-	4,800	25,200	1,689,268	2,941,092	1,251,824	1.53	1.62	0.46								
Sui Southern Gas Company Limited	-	150,000	-	70,000	80,000	3,017,828	3,423,200	405,372	1.78	1.89	0.39								
						13,110,374	16,508,901	3,398,527	8.59	9.11									
Oil & Gas Exploration Companies																			
Mari Energies Limited	6.1.1.2. 1,121	11,500	5,768	10,520	7,869	4,930,534	4,932,997	2,463	2.57	2.72	3.70								
Oil & Gas Development Company Limited	13,350	54,500	-	33,600	34,250	6,106,080	7,554,180	1,448,100	3.93	4.17	0.18								
Pakistan Oilfields Limited	2,740	4,000	-	6,740	-	-	-	-	-	-	-								
Pakistan Petroleum Limited	26,296	23,000	-	14,000	35,296	4,992,303	6,006,320	1,014,017	3.12	3.32	0.22								
						16,028,917	18,493,497	2,464,580	9.62	10.21									
Engineering																			
Agha Steel Ind. Ltd.	-	108,500	-	108,500	-	-	-	-	-	-	-								
International Industries Limited	2,390	13,400	-	15,790	-	-	-	-	-	-	-								
Mughal Iron and Steel Industries Limited	8,000	22,040	2,171	32,211	-	-	-	-	-	-	-								
						-	-	-	-	-	-								
Automobile Assembler																			
Millat Tractors Limited	1,300	1,423	-	2,723	-	-	-	-	-	-	-								
Sazgar Engineering Works Limited	4,800	6,600	-	6,964	4,436	4,881,158	5,056,242	175,084	2.63	2.79	8.36								
Ghandhara Automobiles Limited	-	12,500	-	2,000	10,500	4,440,987	3,962,385	(478,602)	2.06	2.19	0.70								
						9,322,145	9,018,627	(303,518)	4.69	4.98									
Automobile Parts & Accessories																			
Atlas Battery Limited	2,100	-	-	2,100	-	-	-	-	-	-	-								
Exide Pakistan Limited	-	2,250	-	2,250	-	-	-	-	-	-	-								
Thal Limited	6.1.1.1. -	15,000	-	4,500	10,500	4,209,005	4,160,310	(48,695)	2.16	2.30	5.13								
						4,209,005	4,160,310	(48,695)	2.16	2.30									

Name of the investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / right received during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investments of Sub-Fund	
Number of shares							Rupees			%		
Fertilizer												
Engro Fertilizers Limited		15,200	36,800	-	52,000	-						-
Engro Corporation Limited		5,910	6,000	-	11,910	-						-
Fatima Fertilizer Company Limited		-	47,000	-	46,700	300	18,310	29,823	11,513	0.02	0.02	0.00
Fauji Fertilizer Bin Qasim Limited		-	20,000	-	20,000	-						-
Fauji Fertilizer Company Limited		24,550	28,162	-	30,698	22,014	5,796,515	8,638,515	2,842,000	4.49	4.77	0.68
							5,814,825	8,668,338	2,853,513	4.51	4.79	
Pharmaceuticals												
BF Biosciences Limited		-	48,541	-	48,541	-						-
Citi Pharma Ltd.		29,000	65,000	-	71,400	22,600	2,291,112	1,897,722	(393,390)	0.99	1.05	0.83
Ferozsons Laboratories Limited		-	3,500	-	3,500	-						-
Glaxosmithkline Pakistan Limited		-	4,500	-	4,500	-						-
Haleon Pakistan Limited		-	23,913	-	12,200	11,713	9,381,831	8,624,633	(757,198)	4.49	4.76	0.74
Hightoon Laboratories Limited		1,092	2,900	-	-	3,992	3,336,226	3,943,936	607,710	2.05	2.18	9.42
The Searle Company Limited		27,126	-	-	27,000	126	7,196	11,049	3,853	0.01	0.01	0.00
							15,016,365	14,477,340	(539,025)	7.54	8.00	
Chemicals												
Agritech Limited		32,500	-	-	32,500	-						-
Lotte Chemical Pakistan Limited		35,000	-	-	35,000	-						-
Nimir Industrial Chemicals Limited		7,000	4,900	-	-	11,900	1,520,599	1,868,895	348,296	0.97	1.03	1.69
Dyneal Pakistan Limited	6.1.1.1	-	10,800	-	3,000	7,800	1,649,132	2,208,882	559,750	1.15	1.22	2.34
							3,169,731	4,077,777	908,046	2.12	2.25	
Technology & Communications												
Systems Limited		1,774	-	-	1,774	-						-
Air Link Communication Limited		10,000	-	-	10,000	-						-
Hum Network Limited		-	165,000	-	165,000	-						-
Pakistan Telecommunication Company Ltd		-	80,000	-	80,000	-						-
Symmetry Group Limited		-	150,000	-	150,000	-						-
Food & Personal Care Products												
Barkat Friesian Agro Limited		-	53,558	-	53,558	-						-
National Foods Limited	6.1.1.1	2,800	-	-	2,800	-						-
The Organic Meat Company Limited		25,000	-	-	25,000	-						-
Murree Brewery Company Limited		1,000	4,000	-	-	5,000	2,949,050	4,050,000	1,100,950	2.11	2.24	1.46
Bunnys Limited		-	75,000	-	75,000	-						-
Treet Corporation Limited		-	85,000	-	85,000	-						-
							2,949,050	4,050,000	1,100,950	2.11	2.24	
Glass & Ceramics												
Tariq Glass Industries Limited		12,300	20,800	-	15,900	17,200	2,497,922	4,320,124	1,822,202	2.25	2.38	2.51
							2,497,922	4,320,124	1,822,202	2.25	2.38	
Synthetic & Rayon												
Image Pakistan Limited		60,000	10,000	-	70,000	-						-
Transport												
Pakistan National Shipping Corporation	6.1.1.2	-	3,000	1,350	4,350	-						-
Cable & Electrical Goods												
Pak Elektron Limited		-	120,000	-	120,000	-						-
Insurance												
Adamjee Insurance Company Limited		-	65,000	-	65,000	-						-
Leather & Tanneries												
Service Industries Limited		-	1,690	-	-	1,690	1,704,500	2,091,882	387,382	1.09	1.15	4.45
							1,704,500	2,091,882	387,382	1.09	1.15	
Refinery												
Attock Refinery Limited		-	13,200	-	6,000	7,200	3,681,815	4,891,824	1,210,009	2.54	2.70	0.46
							3,681,815	4,891,824	1,210,009	2.54	2.70	
Investment Companies												
Engro Holdings Limited		-	19,322	-	19,322	-						-
Miscellaneous												
Pakistan Aluminium Beverage Cans Limited		8,200	9,000	-	17,200	-						-
Shifa International Hospitals Limited		-	4,500	-	-	4,500	1,843,704	2,138,085	294,381	1.11	1.18	3.38
							1,843,704	2,138,085	294,381	1.11	1.18	
As at June 30, 2025							149,005,009	180,409,137	31,404,128	93.84	99.59	
As at June 30, 2024							57,218,407	85,055,770	27,837,363	99.93	99.36	

** Purchases during the year include 34,250 number of shares of United Bank Limited and 18,632 number of shares of Lucky Cement Limited, which were added as a result of split of shares by the Investee Company.

6.1.1.1 All shares are fully paid-up ordinary shares of Rs. 10 each except for United Bank Limited, Thal Limited, National Foods Limited and Dynea Pakistan which have fully paid-up share of Rs. 5 each and Lucky Cement Limited which has paid-up share of Rs. 2 each.

6.1.1.2 The Finance Act, 2014 introduced amendments, through section 236M, to the Income Tax Ordinance, 2001, as a result of which, companies issuing bonus shares were required to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition was filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh (SHC), challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that since CISs are exempt from deduction of income tax under Clause 99 of Part I to the Second Schedule of the Income Tax Ordinance, 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the SHC in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018, whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the year ended June 30, 2020, the CISs filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the SHC issued notices to the relevant parties and ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the management is confident that the decision of the constitutional petition will be in favour of the CISs.

As at June 30, 2025, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares:

Name of the Investee company	2025		2024	
	Bonus Shares			
	Number	Market value	Number	Market value
----- Rupees -----				----- Rupees -----
Pakistan State Oil Company Limited	36	13,591	36	5,984
The Searle Company Limited	59	5,174	59	3,370
Highnoon Laboratories Limited	80	79,037	80	57,086
	175	97,802	175	66,440

Section 236M was omitted through Finance Act, 2018. Through Finance Act, 2023, effective from July 1, 2023, amendments to the Income Tax Ordinance, 2001, were introduced through section 236Z whereby companies issuing bonus shares are liable to withhold ten percent of the bonus shares to be issued. The shares so withheld are only to be released if the Fund deposits tax equivalent to ten percent of the value of the bonus shares issued to the Fund, including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the listed company.

During the year, two investee companies, Mari Energies Limited (Mari) and Pakistan National Shipping Corporation (PNSC) withheld 577 shares and 150 shares, which is 10% of the bonus shares issued by these investee companies, to comply with the requirements of 236Z of the Income Tax Ordinance, 2001. The value of shares of Mari and PNSC at Ex Price is Rs. 239,987 and Rs. 40,169 respectively. PNSC subsequently paid the tax on behalf of the Fund by disposing the withheld shares in the market, therefore, the amount is reported in advance tax (refer note 7). In case of Mari, the Pension Fund Manager, along with other asset management companies, filed a constitutional petition (C.P. No 4747 of 2024) in SHC on September 30, 2024, challenging the applicability of withholding tax provisions on bonus shares received by Collective Investment Schemes. The SHC has issued a stay order on September 30, 2024 whereby Mari was directed to retain the 10% of bonus shares issued to the Fund but not to liquidate / sell the same to pay the amount to income tax authority until the case is decided by the Court. The case is pending further adjudication in the SHC. The Fund has reported 577 shares (at fair value of Rs. 361,716) in investments until the matter is decided by the SHC.

6.2 Units of Open Ended Mutual Funds

Particulars	As at July 1, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
					Carrying value	Market value	Unrealised appreciation	Net assets of the Sub- Fund	Total investments of Sub-Fund
Number of Units					Rupees			%	
Alfalalh Consumer Index Exchange Traded Fund	50,000	-	-	50,000	544,500	764,500	220,000	0.40	0.42
As at June 30, 2025					544,500	764,500	220,000	0.40	0.42
As at June 30, 2024					316,500	544,500	228,000	0.64	0.64

6.3 Market Treasury Bills

6.3.1 Debt Sub - Fund

Name of security	Date of issue	Date of maturity	Yield	Face value				Balance as at June 30, 2025			Market value as a percentage of	
				As at July 01, 2024	Purchased during the year	Sold / Matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of Sub-Fund	Total investments of Sub-Fund
					Rupees							%
Market Treasury Bills - 1 Month	April 17, 2025	May 15, 2025	11.95%	-	20,000,000	20,000,000	-	-	-	-	-	-
Market Treasury Bills - 1 Month	May 15, 2025	June 12, 2025	11.95%	-	27,000,000	27,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	June 13, 2024	September 5, 2024	20.51%	30,000,000	-	30,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	May 2, 2024	July 25, 2024	20.12%	-	10,000,000	10,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	August 8, 2024	October 31, 2024	18.86%	-	30,000,000	30,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	November 14, 2024	February 6, 2025	13.59%	-	30,000,000	30,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	January 9, 2025	April 3, 2025	11.55%	-	30,000,000	30,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	March 6, 2025	May 29, 2025	11.68%	-	25,000,000	25,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	April 3, 2025	June 26, 2025	10.85%	-	55,000,000	55,000,000	-	-	-	-	-	-
Market Treasury Bills - 3 Months	May 29, 2025	August 21, 2025	11.25%	-	11,000,000	-	11,000,000	10,833,144	10,831,723	(1,421)	5.73	8.55
Market Treasury Bills - 6 Months	May 16, 2024	November 14, 2024	15.68%	-	30,000,000	30,000,000	-	-	-	-	-	-
Market Treasury Bills - 6 Months	October 17, 2024	April 17, 2025	12.50%	-	45,000,000	45,000,000	-	-	-	-	-	-
Market Treasury Bills - 6 Months	October 31, 2024	May 2, 2025	11.93%	-	18,000,000	18,000,000	-	-	-	-	-	-
Market Treasury Bills - 6 Months	June 12, 2025	December 11, 2025	10.98%	-	27,000,000	-	27,000,000	25,747,820	25,745,337	(2,483)	13.63	20.32
Market Treasury Bills - 12 Months	December 28, 2023	December 26, 2024	19.31%	13,000,000	-	13,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	March 7, 2024	March 6, 2025	10.90%	-	30,000,000	30,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	April 18, 2024	April 17, 2025	12.31%	-	37,000,000	37,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	May 16, 2024	May 15, 2025	13.30%	-	11,000,000	11,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	July 25, 2024	July 24, 2025	18.13%	-	10,000,000	10,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	September 5, 2024	September 4, 2025	16.76%	-	13,000,000	13,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 14, 2024	November 13, 2025	13.02%	-	80,000,000	80,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 14, 2024	November 13, 2025	13.02%	-	80,000,000	80,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 14, 2024	November 13, 2025	13.02%	-	80,000,000	80,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 14, 2024	November 13, 2025	13.06%	-	80,000,000	80,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 14, 2024	November 13, 2025	13.02%	-	80,000,000	80,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 14, 2024	November 13, 2025	13.02%	-	20,000,000	20,000,000	-	-	-	-	-	-
Total as at June 30, 2025				43,000,000	959,000,000	964,000,000	38,000,000	36,580,964	36,577,060	(3,904)	19.36	28.87
Total as at June 30, 2024				36,500,000	274,600,000	268,100,000	43,000,000	40,830,862	40,794,307	(36,555)	49.75	57.62

6.3.2 Money Market Sub - Fund

Name of security	Date of issue	Date of maturity	Yield	Face value				Balance as at June 30, 2025			Market value as a percentage of		
				As at July 01, 2024	Purchased during the year	Sold / Matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of Sub-Fund	Total investments of Sub-Fund	
Rupees												%	
Market Treasury Bills - 1 Month	April 17, 2025	May 15, 2025	12.12%	-	287,000,000	287,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 1 Month	April 17, 2025	May 15, 2025	11.95%	-	27,000,000	27,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 1 Month	May 15, 2025	June 12, 2025	11.44%	-	134,000,000	134,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	June 13, 2024	September 5, 2024	20.51%	140,000,000	-	140,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	April 18, 2024	July 11, 2024	20.17%	-	15,000,000	15,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	May 2, 2024	July 25, 2024	20.12%	-	10,000,000	10,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	July 11, 2024	October 3, 2024	20.04%	-	15,000,000	15,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	July 25, 2024	October 17, 2024	19.69%	-	10,000,000	10,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	August 22, 2024	November 14, 2024	17.65%	-	25,000,000	25,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	October 17, 2024	January 9, 2025	15.22%	-	160,000,000	160,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	October 31, 2024	January 23, 2025	13.84%	-	140,000,000	140,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	November 14, 2024	February 6, 2025	13.59%	-	35,000,000	35,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	November 14, 2024	February 6, 2025	13.60%	-	2,000,000	2,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	January 9, 2025	April 3, 2025	11.55%	-	150,000,000	150,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	January 23, 2025	April 17, 2025	12.03%	-	18,000,000	18,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	January 23, 2025	April 17, 2025	11.43%	-	15,000,000	15,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	February 6, 2025	May 2, 2025	11.37%	-	33,000,000	33,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	March 6, 2025	May 29, 2025	11.68%	-	150,000,000	150,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	March 6, 2025	May 29, 2025	6.19%	-	4,000,000	4,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 3 Months	May 29, 2025	August 21, 2025	11.25%	-	45,000,000	-	45,000,000	44,317,401	44,311,590	(5,811)	9.96	12.64	
Market Treasury Bills - 3 Months	June 12, 2025	September 4, 2025	11.06%	-	218,000,000	-	218,000,000	213,854,094	213,786,060	(68,034)	48.06	61.00	
Market Treasury Bills - 6 Months	March 21, 2024	September 19, 2024	21.53%	3,400,000	-	3,400,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	May 16, 2024	November 14, 2024	15.68%	-	15,000,000	15,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	May 30, 2024	November 28, 2024	18.01%	-	155,000,000	155,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	October 3, 2024	April 3, 2025	14.19%	-	35,000,000	35,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	October 17, 2024	April 17, 2025	12.27%	-	192,000,000	192,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	October 31, 2024	May 2, 2025	13.23%	-	10,000,000	10,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	November 14, 2024	May 15, 2025	11.10%	-	165,000,000	165,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	November 28, 2024	May 29, 2025	10.98%	-	25,000,000	25,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	December 12, 2024	June 12, 2025	10.90%	-	8,000,000	8,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	December 26, 2024	June 26, 2025	12.05%	-	155,000,000	155,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	December 26, 2024	June 26, 2025	10.96%	-	10,000,000	10,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	January 23, 2025	July 24, 2025	11.31%	-	30,000,000	30,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	May 2, 2025	October 30, 2025	11.42%	-	80,000,000	80,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 6 Months	March 6, 2025	September 4, 2025	12.34%	-	10,000,000	-	10,000,000	9,791,254	9,806,700	15,446	2.20	2.80	
Market Treasury Bills - 12 Months	September 21, 2023	September 19, 2024	21.53%	4,340,000	-	4,340,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 2, 2023	October 31, 2024	20.32%	40,000,000	-	40,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 2, 2023	October 31, 2024	20.36%	15,000,000	-	15,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	October 19, 2023	October 17, 2024	19.57%	-	10,000,000	10,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	October 19, 2023	October 17, 2024	19.15%	-	145,000,000	145,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 2, 2023	October 31, 2024	17.21%	-	150,000,000	150,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	December 14, 2023	December 12, 2024	14.84%	-	18,000,000	18,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	June 13, 2024	June 12, 2025	12.05%	-	70,000,000	70,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	June 13, 2024	June 12, 2025	11.47%	-	100,000,000	100,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	January 25, 2024	January 23, 2025	12.63%	-	15,000,000	15,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	January 25, 2024	January 23, 2025	13.99%	-	5,000,000	5,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	February 7, 2024	February 6, 2025	18.20%	-	6,000,000	6,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	April 18, 2024	April 17, 2025	12.31%	-	65,000,000	65,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	May 16, 2024	May 15, 2025	13.30%	-	11,000,000	11,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	May 16, 2024	May 15, 2025	11.97%	-	34,000,000	34,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	March 7, 2024	March 6, 2025	10.89%	-	150,000,000	150,000,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	October 17, 2024	October 16, 2025	12.26%	-	19,750,000	19,750,000	-	-	-	-	-	-	-
Market Treasury Bills - 12 Months	July 25, 2024	July 24, 2025	12.23%	-	23,105,000	-	23,105,000	22,931,314	22,942,803	11,489	5.16	6.55	
Market Treasury Bills - 12 Months	August 8, 2024	August 7, 2025	12.34%	-	30,000,000	-	30,000,000	29,638,860	29,663,820	24,960	6.67	8.46	
Market Treasury Bills - 12 Months	September 5, 2024	September 4, 2025	12.39%	-	6,000,000	-	6,000,000	5,874,257	5,884,020	9,763	1.32	1.68	
Market Treasury Bills - 12 Months	October 3, 2024	October 2, 2025	12.28%	-	24,760,000	-	24,760,000	24,027,088	24,084,596	57,508	5.41	6.87	
Total as at June 30, 2025				202,740,000	3,265,615,000	3,111,490,000	356,865,000	350,434,268	350,479,589	45,321	78.78	100.00	
Total as at June 30, 2024				59,000,000	1,342,220,000	1,198,480,000	202,740,000	193,978,745	194,000,512	(21,767)	88.42	100.00	

6.4 Term Finance Certificates

6.4.1 Debt Sub Fund

Name of the investee company	Profit payments / principal redemptions	Rate of return per annum	Date of issue	Date of maturity	As at July 01, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Balance as at June 30, 2025			Market value as a percentage of	
									Carrying value	Market value	Unrealised appreciation / diminution	Net assets of the Sub-Fund	Total investments of Sub-Fund
COMMERCIAL BANKS													
The Bank of Punjab Limited (AA+, PACRA) (Face value Rs. 99,720)	Semi-annually	6 Months KIBOR + 1.25%	April 23, 2018	April 23, 2028	10	-	-	10	1,015,263	1,013,642	(1,621)	0.54	0.80
Samba Bank Limited (AA, PACRA) (Face value: Rs. 99,840)	Semi-annually	6 Months KIBOR + 1.35%	March 1, 2021	March 2, 2031	25	-	-	25	2,494,939	2,493,976	(963)	1.32	1.97
Total as at June 30, 2025									3,510,202	3,507,618	(2,584)	1.86	2.77
Total as at June 30, 2024									3,504,735	3,511,202	6,467	4.28	4.95

6.5 Sukuk Certificates

6.5.1 Debt Sub fund

Name of the investee company	Profit payments / principal redemptions	Rate of return per annum	Date of issue	Date of maturity	As at July 01, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	Balance as at June 30, 2025			Market value as a percentage of									
									Carrying value	Market value	Unrealised appreciation / diminution	Net assets of the Sub-Fund	Total investments of Sub-Fund								
Number of certificates																					
Rupees																					
ENGINEERING																					
Mughal Iron and Steel Industries Limited (A+, PACRA) (Face value: Rs. 187,500)	Quarterly	3 Months KIBOR + 1.30%	March 2, 2021	March 2, 2026	1	-	-	1	189,150	187,657	(1,493)	0.10	0.15								
Mughal Iron And Steel Industries Limited - Sukuk V (A+, PACRA) (Face value: Rs. 1,000,000)	Quarterly	3 Months KIBOR + 1.45%	April 21, 2025	June 21, 2026	-	5	-	5	5,000,000	5,000,000	-	2.65	3.95								
Total as at June 30, 2025										5,189,150	5,187,657	(1,493)	2.75	4.10							
Total as at June 30, 2024										437,500	439,136	1,636	0.54	0.62							

6.6 Pakistan Investment Bonds

6.6.1 Debt Sub fund

Name of security	Date of issue	Date of maturity	Coupon rate	Face value				Balance as at June 30, 2025			Market value as a percentage of	
				As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of Sub-Fund	Total investments of Sub-Fund
Variable rate												
Pakistan Investment Bonds - 5 Years	October 19, 2023	October 19, 2028	21.32%	27,000,000	-	27,000,000	-	-	-	-	-	-
Pakistan Investment Bonds - 5 Years	October 3, 2024	October 3, 2029	15.25%	-	58,000,000	58,000,000	-	-	-	-	-	-
Fixed rate												
Pakistan Investment Bonds - 5 Years	September 20, 2024	September 20, 2029	14.00%	-	93,000,000	65,000,000	28,000,000	29,182,447	30,396,604	1,214,157	16.09	23.99
Pakistan Investment Bonds - 5 Years	January 16, 2025	January 16, 2030	12.00%	-	100,000,000	50,000,000	50,000,000	50,558,436	51,058,700	500,264	27.03	40.29
Zero coupon bond												
Pakistan Investment Bonds - 2 Years	January 16, 2025	January 16, 2027	0.00%	-	30,000,000	30,000,000	-	-	-	-	-	-
Total as at June 30, 2025				27,000,000	281,000,000	230,000,000	78,000,000	79,740,883	81,455,304	1,714,421	43.12	64.28
Total as at June 30, 2024				10,000,000	27,000,000	10,000,000	27,000,000	26,106,385	26,122,500	16,115	31.86	36.86

6.6.2 Money Market Sub fund

Name of security	Date of issue	Date of maturity	Coupon rate	Face value			Balance as at June 30, 2025			Market value as a percentage of	
				As at July 01, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation / diminution	Net assets of Sub-Fund
----- Rupees -----											
Fixed rate											
Pakistan Investment Bonds -10 Years	March 26, 2015	March 26, 2025	12.40%	-	5,000,000	5,000,000	-	-	-	-	-
Total as at June 30, 2025				-	5,000,000	5,000,000	-	-	-	-	-
Total as at June 30, 2024							-	-	-	-	-

6.7 Unrealised appreciation / (diminution) on remeasurement of investments classified 'at fair value through profit or loss' - net

Particulars	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees				
Market value of investments	181,173,637	126,727,639	350,479,589	658,380,865
Less: carrying value of investments	(149,549,509)	(125,021,199)	(350,434,268)	(625,004,976)
	31,624,128	1,706,440	45,321	33,375,889

Particulars	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees				
Market value of investments	85,600,270	70,867,145	194,000,512	350,467,927
Less: carrying value of investments	(57,534,907)	(70,879,482)	(193,978,745)	(322,393,134)
	28,065,363	(12,337)	21,767	28,074,793

7 ADVANCE, DEPOSITS, DIVIDEND AND OTHER RECEIVABLES

Note	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Rupees					
Profit receivable on bank balances	7.1	133,997	202,685	109,810	446,492
Profit receivable on term finance certificates		-	151,842	-	151,842
Profit receivable on sukuk certificates		-	186,115	-	186,115
Profit receivable on Pakistan Investment Bonds		-	3,848,555	-	3,848,555
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100,000	120,000	100,000	320,000
Dividend receivable		30,000	-	-	30,000
Other receivable		-	100,000	-	100,000
Advance tax	6.1.1.2 & 7.2	93,815	29,370	29,309	152,494
		357,812	4,638,567	239,119	5,235,498

Note	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Rupees					
Profit receivable on bank balances	7.1	88,263	430,934	694,522	1,213,719
Profit receivable on term finance certificates		-	233,806	-	233,806
Profit receivable on sukuk certificates		-	13,191	-	13,191
Profit receivable on Pakistan Investment Bonds		-	1,158,566	-	1,158,566
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100,000	120,000	100,000	320,000
Dividend receivable		38,000	-	-	38,000
Other receivable		-	100,000	-	100,000
Advance tax	6.1.1.2 & 7.2	53,646	29,370	29,309	112,325
		279,909	2,085,867	823,831	3,189,607

7.1 This includes an amount of Rs. 0.41 million (2024: Rs. 1.21 million) receivable from Bank Alfalah Limited (a related party).

7.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However, during the year ended June 30, 2025, withholding tax on dividend, profit on bank balances and debt instruments paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The tax withheld on dividend, profit on bank balances and on debt instruments as at June 30, 2025 amounts to Rs. 0.15 million (2024: 0.11 million). This amount includes Rs. 0.04 million paid by Pakistan National Shipping Corporation (PNSC) during the year on the 10% bonus shares withheld as per requirements of section 236Z (refer 6.1.1.2).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Pension Fund Manager. Accordingly, a petition was filed in the Honourable Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other asset management companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on dividend, profit on bank balances and on debt instruments received by the Fund has been shown as advance tax as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PAYABLE TO THE ALFALAH ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees			
Remuneration payable to the Pension Fund Manager	8.1	749,983	61,518	154,092
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	8.2	112,418	10,425	22,366
Allocated expenses payable	8.3	69,857	7,530	18,521
Sindh Sales Tax on allocated expenses payable	8.4	10,478	1,122	2,778
Sales load payable		26,601	5,225	117,794
Other payable				149,620
	969,337	85,820	315,551	1,370,708
Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees			
Remuneration payable to the Pension Fund Manager	8.1	119,273	36,338	106,449
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	8.2	15,508	4,664	13,609
Allocated expenses payable	8.3	334,945	-	-
Sindh Sales Tax on allocated expenses payable	8.4	-	-	-
Sales load payable		460	11,575	96
Other payable		-	-	12,131
	470,186	52,577	130,154	652,917

8.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management remuneration not exceeding 1.25% (2024: 1.25%) per annum of average daily net assets of pension scheme calculated on daily basis. Accordingly, the Pension Fund Manager has charged its remuneration at the rate of 1.2% (2024: 0.75%) of average annual net assets of the Fund, calculated on a daily basis. The remuneration is payable to the Pension Fund Manager monthly in arrears.

8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2024: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

8.3 Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the Pension Fund Managers to charge allocated expenses to the Fund. However, prior to such amendment, the Pension Fund Managers charged such allocated expenses to the Fund at their discretion, provided the Total Expense Ratio (refer note 16) prescribed by the

SECP vide SRO 639(I)/2019 dated June 20, 2020 is complied with. The Pension Fund Manager, had charged such expenses at the rate of 0.065% in Equity Sub Fund (2024: 0.057%), 0.055% in Debt Sub Fund (2024: Nil) and 0.05% in Money Market Sub Fund (2024: Nil), per annum of the daily net assets of the each Sub Fund, till the aforementioned date.

8.4 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% on reimbursable expenditure (allocated expenses) effective from July 1, 2024, through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				
Trustee remuneration payable	9.1	60,787	43,006	39,200	142,993
Sindh Sales Tax payable on trustee remuneration	9.2	9,118	6,451	5,880	21,449
CDS charges payable		1,884	-	-	1,884
		71,789	49,457	45,080	166,326

Note	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				
Trustee remuneration payable	9.1	48,629	34,287	17,906	100,822
Sindh Sales Tax payable on trustee remuneration	9.2	6,391	4,554	2,337	13,282
CDS charges payable		1,732	5,955	-	7,687
		56,752	44,796	20,243	121,791

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed which is charged in proportion to the net assets of the pertinent Sub-Fund. The remuneration is paid to the Trustee monthly in arrears.

The Trustee is entitled to remuneration at the following rate on net assets of the Fund:

Net assets	Tariff per annum
Up to Rs. 1,000 million	Rs.0.3 million or 0.15% p.a. of NAV whichever is higher.
Exceeding Rs. 1,000 million up to Rs. 3,000 million	Rs. 1.5 million plus 0.10% p.a of NAV exceeding Rs. 1,000 million.
Exceeding Rs. 3,000 million up to Rs. 6,000 million	Rs. 3.5 million plus 0.08% p.a of NAV exceeding Rs. 3,000 million.
Exceeding Rs. 6,000 million	Rs. 5.9 million plus 0.06% p.a of NAV exceeding Rs. 6,000 million.

9.2 Sales tax at the rate of 15% (2024: 13%) on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

10 FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the Voluntary Pension System Rules, 2005, each sub-fund is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP). Accordingly, the Fund has charged SECP fee at the rate of 0.04% (2024: 0.04%) per annum of the daily net assets during the year.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees			
Withholding tax payable	248,354	635,489	729,512	1,613,355
Auditor's remuneration payable	48,324	72,797	298,029	419,150
Legal and professional charges payable	-	-	-	-
Sales load payable	11,858	20,893	104,703	137,454
Brokerage expenses payable	119,442	38,945	31,169	189,556
Payable against redemption of units	-	-	52,221	52,221
Printing charges payable	20,017	21,581	6,096	47,694
Settlement charges payable	-	27,850	30,850	58,700
Capital gain tax payable	-	-	-	-
Other payable	-	-	-	-
	447,995	817,555	1,252,580	2,518,130

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees			
Withholding tax payable	240,250	124,417	1,115,466
Auditor's remuneration payable	51,515	31,774	251,798
Legal and professional charges payable	47,367	142,259	129,960
Sales load payable	46,444	36,890	655,337
Brokerage expenses payable	41,058	7,332	14,783
Payable against redemption of units	-	-	-
Printing charges payable	20,717	17,416	10,022
Settlement charges payable	-	-	-
Capital gain tax payable	86	174,360	-
Other payable	-	-	174,446
		431,557	431,557
	447,437	534,448	2,608,923
			3,590,808

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2025 and as at June 30, 2024.

13 NUMBER OF UNITS IN ISSUE

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
Number of units			
Total units in issue at the beginning of the year	551,566	422,464	1,071,750
Add: Issuance of units during the year			
Directly by participants	1,361,337	562,940	2,104,584
Transfer from other Pension Funds	284	161,396	410,425
	1,361,621	724,336	2,515,009
Less: Units redeemed during the year			
Directly by participants	(1,143,825)	(281,270)	(1,647,271)
Transfer to other Pension Funds	-	(48,420)	(35,714)
	(1,143,825)	(329,690)	(1,682,985)
Total units in issue at the end of the year	769,362	817,110	1,903,774
2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
Number of units			
Total units in issue at the beginning of the year	422,030	352,024	698,390
Add: Issuance of units during the year			
Directly by participants	163,760	130,563	478,710
Transfer from other Pension Funds	7,771	-	42,895
	171,531	130,563	521,605
Less: Units redeemed during the year			
Directly by participants	(61,995)	(60,123)	(148,245)
	(61,995)	(60,123)	(148,245)
Total units in issue at the end of the year	551,566	422,464	1,071,750

14 CONTRIBUTION TABLE

	2025					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	284,068	57,928,387	237,171	51,322,042	1,002,093	224,974,684
Employers	71,016	14,482,097	38,609	8,354,751	52,742	11,840,773
Transfer from other Pension Funds	284	67,863	161,396	36,194,438	410,425	94,456,672
Reallocation in	1,006,210	217,663,902	271,531	58,315,988	1,035,541	232,001,900
Rebalancing in	43	10,491	15,629	3,584,381	14,208	3,306,761
	1,361,621	290,152,740	724,336	157,771,600	2,515,009	566,580,790

	2024					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	131,166	15,612,561	109,834	20,422,292	370,887	76,653,524
Employers	25,792	3,371,313	7,224	1,331,744	15,815	3,071,804
Transfer from other Pension Funds	7,771	973,503	-	-	42,895	8,130,316
Reallocation in	4,576	509,685	4,861	859,253	80,496	11,121,676
Rebalancing in	2,226	338,554	8,644	1,660,952	11,512	1,771,397
	171,531	20,805,616	130,563	24,274,241	521,605	100,748,717

15 AUDITOR'S REMUNERATION

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Annual audit fee	42,255	41,503	97,742	181,500
Half yearly review of condensed interim financial statements	19,207	18,865	44,428	82,500
Out of pocket expenses	6,146	6,037	14,217	26,400
Sindh sales tax	67,608	66,405	156,387	290,400
	5,409	5,312	12,511	23,232
	73,017	71,717	168,898	313,632

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Annual audit fee	40,190	37,391	103,919	181,500
Half yearly review of condensed interim financial statements	18,268	16,996	47,236	82,500
Out of pocket expenses	15,540	14,458	40,181	70,179
Sindh sales tax	73,998	68,845	191,336	334,179
	5,920	5,508	15,307	26,735
	79,918	74,353	206,643	360,914

16 TOTAL EXPENSE RATIO

The Securities and Exchange Commission of Pakistan vide S.R.O. 1068 (I)/2021 dated August 23, 2021, requires the Voluntary Pension Schemes (VPSs) to disclose the annualised Total Expense Ratio (TER) of the Sub-Funds. The maximum limits prescribed under the NBFC Regulations are 4.5%, 2.5% & 2% for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively. The Annualised Total Expense Ratio (TER) for the year ended June 30, 2025 are as follows:

2025		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- % -----		
Annualised Total Expense Ratio	3.94%	1.08%
Government levy and SECP fee	0.62%	0.13%
2024		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- % -----		
Annualised Total Expense Ratio	2.32%	1.55%
Government levy and SECP fee	0.23%	0.13%

17 BASIS OF ALLOCATION OF EXPENSES TO EACH SUB-FUND

17.1 Remuneration to the Pension Fund Manager, allocated expenses, Trustee fee, fee to the SECP and auditor's remuneration (refer note 15) is allocated to each sub-fund on the basis of the net assets of the sub-fund.

17.2 Expenses specifically incurred by a sub-fund, such as brokerage expenses, printing charges, legal and professional charges, bank and settlement charges and NCCPL charges are charged to that sub-fund.

18 TAXATION

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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.

19 CASH AND CASH EQUIVALENTS

Note	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Rupees					
Bank balances	5	34,697,531	58,508,168	95,818,030	189,023,729
Market Treasury Bills (with original maturity upto 3 months or less)	6.3	-	10,831,723	258,097,650	268,929,373
		<u>34,697,531</u>	<u>69,339,891</u>	<u>353,915,680</u>	<u>457,953,102</u>
2024					
Note	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Bank balances	5	3,648,584	9,691,980	27,385,958	40,726,522
Market Treasury Bills (with original maturity upto 3 months or less)	6.3	-	28,943,550	135,069,797	164,013,347
		<u>3,648,584</u>	<u>38,635,530</u>	<u>162,455,755</u>	<u>204,739,869</u>

20 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, 2005 and the Trust Deed.

Allocated expenses are charged to the Fund by the Pension Fund Manager subject to the maximum prescribed Total Expense Ratio.

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

20.1 Detail of transactions with related parties / connected persons:

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Alfalah Asset Management Limited - Pension Fund Manager				
Remuneration of the Pension Fund Manager	4,711,066	603,859	1,261,174	6,576,099
Sindh Sales Tax on remuneration of the Pension Fund Manager	706,660	90,579	189,176	986,415
Allocated expenses	69,857	44,423	98,298	212,578
Sindh Sales Tax on allocated expenses	10,479	6,656	14,745	31,880
Sales load	59,965	61,118	494,727	615,810
Central Depository Company of Pakistan Limited (Trustee)				
Remuneration of the Trustee	223,778	171,119	424,860	819,757
Sindh Sales Tax on remuneration of the Trustee	33,565	25,606	63,560	122,731
CDS charges	22,189	4,645	14,726	41,560
Bank Alfalah Limited				
Profit on savings accounts	886,332	1,056,101	997,710	2,940,143
Equity securities - purchased	4,147,144	-	-	4,147,144
Equity securities - sold	2,264,702	-	-	2,264,702
Sales load	-	-	-	-
Market Treasury Bills - purchased	-	30,000,000	-	30,000,000
ASRF-Alfalah Stable Return Plan-2				
Market Treasury Bills - purchased	-	-	-	-
Alfalah GHP Sovereign Fund				
Market Treasury Bills - purchased	-	-	-	-
Key management personnel				
Contributions				
Chief Executive Officer	-	-	27,400,000	27,400,000
Director Private Equity	1,074,000	-	3,550,064	4,624,064
Chief Investment Officer	9,421,422	-	-	9,421,422
Chief Operating Officer	-	-	-	-
Head of Compliance	-	-	1,573,524	1,573,524
Business Head - Corporate and Institutional Sales	-	1,090,850	1,069,135	2,159,985
Director - Advisory	-	-	5,699,063	5,699,063
Country Head - Corporate, HNI and Distribution	-	-	6,633,055	6,633,055
Contributions (Number of units)				
Chief Executive Officer	-	-	120,871	120,871
Director Private Equity	4,427	-	15,526	19,953
Chief Investment Officer	42,802	-	-	42,802
Chief Operating Officer	-	-	-	-
Head of Compliance	-	-	7,036	7,036
Business Head - Corporate and Institutional Sales	-	5,021	4,903	9,924
Director - Advisory	-	-	26,437	26,437
Country Head - Corporate, HNI and Distribution	-	-	30,209	30,209
Redemptions				
Chief Executive Officer	-	-	18,947,080	18,947,080
Director Private Equity	2,118,064	-	2,506,001	4,624,065
Chief Investment Officer	8,195,876	-	-	8,195,876
Chief Operating Officer	-	-	-	-
Head of Compliance	-	-	1,575,948	1,575,948
Business Head - Corporate and Institutional Sales	-	1,157,421	1,144,294	2,301,715
Director - Advisory	-	-	4,521,750	4,521,750
Country Head - Corporate, HNI and Distribution	-	-	5,271,889	5,271,889

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- Rupees -----

Redemptions (Number of units)

Chief Executive Officer	-	-	120,871	120,871
Director Private Equity	8,748	-	10,798	19,546
Chief Investment Officer	37,861	-	-	37,861
Chief Operating Officer	-	-	-	-
Head of Compliance	-	-	7,036	7,036
Business Head - Corporate and Institutional Sales	-	5,021	4,902	9,923
Director - Advisory	-	-	26,437	26,437
Country Head - Corporate, HNI and Distribution	-	-	30,209	30,209

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

----- Rupees -----

Alfalalah Asset Management Limited - Limited - Pension Fund Manager

Remuneration of the Pension Fund Manager	844,768	457,054	953,502	2,255,324
Sindh Sales Tax on remuneration of the Pension Fund Manager	109,819	59,417	124,109	293,345
Allocated expenses	334,945	-	-	334,945
Sindh Sales Tax on allocated expenses	-	-	-	-
Sales load	47,281	48,646	557,084	653,011

Central Depository Company of Pakistan Limited (Trustee)

Remuneration of the Trustee	89,671	100,506	211,907	402,084
Sindh Sales Tax on remuneration of the Trustee	11,661	13,072	27,405	52,138
Central Depository System charges	5,900	205,240	75,960	287,100

Bank Alfalah Limited

Profit on savings accounts	1,144,849	2,627,856	4,696,832	8,469,537
Equity securities - purchased	540,000	-	-	540,000
Equity securities - sold	-	-	-	-
Sales load	-	-	98,365	98,365

ASRF-Alfalalah Stable Return Plan-2

Market Treasury Bills - purchased	-	-	15,141,296	15,141,296
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Alfalalah GHP Sovereign Fund

Market Treasury Bills - purchased	-	-	2,012,702	2,012,702
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Key management personnel

Contributions

Chief Operating Officer	2,352,771	-	-	2,352,771
Business Head - Corporate and Institutional Sales	-	252,337	478,572	730,909
Head of Admin	765,000	-	-	765,000
Business Head - Channel Management	-	-	2,813,528	2,813,528
Head of Compliance	-	-	-	-
Regional Head - South	-	564,506	1,977,094	2,541,600
Regional Head - South	-	-	294,275	294,275
Regional Head - Central	-	141,788	141,589	283,377
Director - Private Equity	1,993,503	-	5,208,427	7,201,930
Other key management personnel	664,175	-	407,057	1,071,232

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees -----			

Contributions (Number of units)

Chief Operating Officer	17,358	-	-	17,358
Business Head - Corporate and Institutional Sales	-	1,803	2,548	4,351
Head of Admin	5,986	-	-	5,986
Business Head - Channel Management	-	-	14,743	14,743
Head of Compliance	-	-	-	-
Regional Head - South	-	3,170	9,966	13,136
Regional Head - South	-	-	1,577	1,577
Regional Head - Central	-	767	740	1,507
Director - Private Equity	15,753	-	27,272	43,025
Other key management personnel	-	3,277	2,678	5,955

Redemptions

Chief Operating Officer	-	-	-	-
Business Head - Corporate and Institutional Sales	-	-	4,768	4,768
Head of Admin	-	-	-	-
Business Head - Channel Management	-	-	2,422,753	2,422,753
Head of Compliance	-	-	-	-
Regional Head - South	-	253,453	793,027	1,046,480
Regional Head - South	-	-	94,651	94,651
Regional Head - Central	-	96,421	97,143	193,564
Director - Private Equity	556,920	-	-	556,920
Other key management personnel	-	-	546,277	546,277

Redemptions (Number of units)

Chief Operating Officer	-	-	-	-
Business Head - Corporate and Institutional Sales	-	-	23	23
Head of Admin	-	-	-	-
Business Head - Channel Management	-	-	14,743	14,743
Head of Compliance	-	-	-	-
Regional Head - South	-	1,487	4,713	6,200
Regional Head - South	-	-	557	557
Regional Head - Central	-	518	503	1,021
Director - Private Equity	3,662	-	-	3,662
Other key management personnel	-	-	2,996	2,996

20.2 Details of balances with related parties as at the year:

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees -----			

Associated companies / undertakings

Alfalalah Asset Management Limited - Limited - Pension Fund Manager

Remuneration payable to Pension Fund Manager	749,983	61,518	154,092	965,593
Sindh Sales Tax payable on remuneration of Pension Fund Manager	112,418	10,425	22,366	145,209
Allocated expenses	69,857	7,530	18,521	95,908
Sindh Sales Tax payable on allocated expenses	10,478	1,122	2,778	14,378
Sales load payable	26,601	5,225	117,794	149,620
Investment at year end	74,983,140	69,345,390	70,093,970	214,422,500
Units held (Number of units)	300,000	300,000	300,000	900,000

Units of open-ended mutual funds

Alfalalah Consumer Index Exchange Traded Fund - Amount	764,500	-	-	764,500
Alfalalah Consumer Index Exchange Traded Fund - Units	50,000	-	-	50,000

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----			

Central Depository Company of Pakistan Limited - Trustee

Trustee remuneration payable	60,787	43,006	39,200	142,993
Sindh sales tax payable on Trustee remuneration	9,118	6,451	5,880	21,449
Central Depository System charges payable	1,884	-	-	1,884
Security deposit	100,000	120,000	100,000	320,000

Bank Alfalah Limited

Bank balances	34,651,961	58,344,659	95,669,022	188,665,642
Profit receivable on bank balances	133,997	202,685	69,331	406,013
Investment in equity securities - Amount	4,958,832	-	-	4,958,832
Investment in equity securities - Number of shares	61,800	-	-	61,800

Key management personnel

Investment at year end

Chief Executive Officer	-	-	-	-
Chief Operating Officer	-	-	-	-
Business Head - Corporate and Institutional Sales	-	-	-	-
Head of Admin	-	-	-	-
Business Head - Channel Management	-	-	-	-
Head of Compliance	1,234,972	-	-	1,234,972
Regional Head - South	-	-	-	-
Regional Head - South	-	-	-	-
Regional Head - Central	-	-	-	-
Director - Private Equity	4,353,021	-	9,981,849	14,334,870
Other key management personnel	-	-	-	-

Units held (number of units)

Chief Executive Officer	-	-	-	-
Chief Operating Officer	-	-	-	-
Business Head - Corporate and Institutional Sales	-	-	-	-
Head of Admin	-	-	-	-
Business Head - Channel Management	-	-	-	-
Head of Compliance	4,941	-	-	4,941
Regional Head - South	-	-	-	-
Regional Head - South	-	-	-	-
Regional Head - Central	-	-	-	-
Director - Private Equity	17,416	-	42,722	60,138
Other key management personnel	-	-	-	-

Associated companies / undertakings

Alfalalah Asset Management Limited - Limited - Pension Fund Manager

Remuneration payable to Pension Fund Manager	119,273	36,338	106,449	262,060
Sindh sales tax payable on remuneration of Pension Fund Manager	15,508	4,664	13,609	33,781
Allocated expenses	334,945	-	-	334,945
Sales load payable	460	11,575	96	12,131
Other payable	-	-	10,000	10,000
Investment at year end	46,293,166	58,226,454	61,417,267	465,936,887
Units held (Number of units)	300,000	300,000	300,000	900,000

Units of open-ended mutual funds

Alfalalah Consumer Index Exchange Traded Fund - Amount	544,500	-	-	544,500
Alfalalah Consumer Index Exchange Traded Fund - Units	50,000	-	-	50,000

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Central Depository Company of Pakistan Limited - Trustee				
Trustee remuneration payable	48,629	34,287	17,906	100,822
Sindh sales tax payable on Trustee remuneration	6,391	4,554	2,337	13,282
Central Depository System charges payable	1,732	5,955	-	7,687
Security deposit	100,000	120,000	100,000	320,000
Bank Alfalah Limited				
Bank balances	3,607,349	8,442,183	26,915,137	38,964,669
Profit receivable on bank balances	88,263	430,934	694,522	1,213,719
Investment in equity securities - Amount	2,557,552	-	-	2,557,552
Investment in equity securities - Number of shares	37,600	-	-	37,600
Key management personnel				
Investment at year end				
Chief Operating Officer	3,128,184	-	-	3,128,184
Head of Admin	923,703	-	-	923,703
Business Head - Channel Management	-	-	-	-
Head of Compliance	-	-	-	-
Regional Head - South	-	615,260	2,036,392	2,651,652
Regional Head - Central	-	48,328	48,520	96,848
Director - Private Equity	3,354,095	-	7,778,291	11,132,386
Other key management personnel	1,387,715	-	237,071	1,624,786
Units held (number of units)				
Chief Operating Officer	20,272	-	-	20,272
Head of Admin	5,986	-	-	5,986
Business Head - Channel Management	-	-	-	-
Head of Compliance	-	-	-	-
Regional Head - South	-	3,170	9,947	13,117
Regional Head - South	-	-	1,468	1,468
Regional Head - Central	-	249	237	486
Director - Private Equity	21,736	-	37,994	59,730
Other key management personnel	8,993	-	1,158	10,151

21 FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2025									Total	
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund				
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total		
----- Rupees -----											
Financial assets											
Bank balances	34,697,531	-	34,697,531	58,508,168	-	58,508,168	95,818,030	-	95,818,030	189,023,729	
Investments	-	181,173,637	181,173,637	-	126,727,639	126,727,639	-	350,479,589	350,479,589	658,380,865	
Deposits and other receivables	263,997	-	263,997	4,609,197	-	4,609,197	209,810	-	209,810	5,083,004	
	34,961,528	181,173,637	216,135,165	63,117,365	126,727,639	189,845,004	96,027,840	350,479,589	446,507,429	852,487,598	
Financial liabilities											
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	969,337	-	969,337	85,820	-	85,820	315,551	-	315,551	1,370,708	
Payable to Central Depository Company of Pakistan Limited - Trustee	71,789	-	71,789	49,457	-	49,457	45,080	-	45,080	166,326	
Payable against purchase of investment	22,382,914	-	22,382,914	-	-	-	-	-	-	22,382,914	
Accrued expenses and other liabilities	199,641	-	199,641	182,066	-	182,066	523,068	-	523,068	904,775	
	23,623,681	-	23,623,681	317,343	-	317,343	883,699	-	883,699	24,824,723	

Particulars	2024									Total	
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund				
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total		
Rupees											
Financial assets											
Bank balances	3,648,584	-	3,648,584	9,691,980	-	9,691,980	27,385,958	-	27,385,958	40,726,522	
Investments	-	85,600,270	85,600,270	-	70,867,145	70,867,145	-	194,000,512	194,000,512	350,467,927	
Deposits and other receivable	226,263	-	226,263	2,056,497	-	2,056,497	794,522	-	794,522	3,077,282	
	3,874,847	85,600,270	89,475,117	11,748,477	70,867,145	82,615,622	28,180,480	194,000,512	222,180,992	394,271,731	
Financial liabilities											
Payable to the Al Falah Asset Management Limited - Pension Fund Manager	470,186	-	470,186	52,577	-	52,577	130,154	-	130,154	652,917	
Payable to Central Depository Company of Pakistan Limited - Trustee	56,752	-	56,752	44,796	-	44,796	20,243	-	20,243	121,791	
Payable against purchase of investment	3,427,263	-	3,427,263	-	-	-	-	-	-	3,427,263	
Accrued and other liabilities	207,101	-	207,101	235,671	-	235,671	1,493,457	-	1,493,457	1,936,229	
	4,161,302	-	4,161,302	333,044	-	333,044	1,643,854	-	1,643,854	6,138,200	

22 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of participants. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Pension Fund Manager, 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 Pension Fund Manager 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.

22.1 Market risk

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

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

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

22.1.1 Currency risk

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

22.1.2 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. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits. The interest rate profile of the Fund's interest bearing financial instruments, as at June 30, 2025, is as follows:

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Variable rate instruments (financial assets)				
Bank balances	34,697,531	58,508,168	95,818,030	189,023,729
Term finance certificates	-	3,507,618	-	3,507,618
Sukuk certificates	-	5,187,657	-	5,187,657
Pakistan Investment Bonds	-	-	-	-
	34,697,531	67,203,443	95,818,030	197,719,004
Fixed rate instruments (financial assets)				
Market Treasury Bills	-	36,577,060	350,479,589	387,056,649
Pakistan Investment Bonds	-	81,455,304	-	81,455,304
	-	118,032,364	350,479,589	468,511,953
	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Variable rate instruments (financial assets)				
Bank balances	3,648,584	9,691,980	27,385,958	40,726,522
Term finance certificates	-	3,511,202	-	3,511,202
Sukuk certificates	-	439,136	-	439,136
Pakistan Investment Bonds	-	26,122,500	-	26,122,500
	3,648,584	39,764,818	27,385,958	70,799,360
Fixed rate instruments (financial assets)				
Market Treasury Bills	-	40,794,307	194,000,512	234,794,819
Pakistan Investment Bonds	-	-	-	-
	-	40,794,307	194,000,512	234,794,819

a) Sensitivity analysis of variable rate instruments

Presently, the Fund holds KIBOR based bank balances, and Sukuk certificates, Term finance certificates which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower as follows:

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Change in basis points				
Increase of 100 basis points	346,975	672,034	958,180	1,977,190
Decrease of 100 basis points	(346,975)	(672,034)	(958,180)	(1,977,190)
	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Change in basis points				
Increase of 100 basis points	36,486	397,648	273,860	707,994
Decrease of 100 basis points	(36,486)	(397,648)	(273,860)	(707,994)

The above analysis assumes that all other variables remain constant.

b) Sensitivity analysis of fixed rate instruments

As at June 30, 2025, the Fund holds Market Treasury Bills and Pakistan Investment Bonds which are classified 'at fair value through profit or loss' exposing the Fund to fair value interest rate risk. In case of 100 basis points increase / decrease in interest rates, with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower as follows:

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Change in basis points				
Increase of 100 basis points	-	3,033,247	28,238,055	31,271,303
Decrease of 100 basis points	-	(3,636,279)	(33,663,234)	(37,299,513)

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Change in basis points				
Increase of 100 basis points	-	1,941,553	9,167,237	11,108,790
Decrease of 100 basis points	-	(2,145,605)	(10,124,152)	(12,269,757)

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

Alfalalah GHP Pension Fund - Equity Sub Fund

Particulars	Effective interest rate	2025				Total	
		Exposed to yield / interest risk			Not exposed to yield / interest rate risk		
		Upto three months	More than three months and upto one year	More than one year			
Financial assets							
Bank balances	9.50%	34,697,531	-	-	-	34,697,531	
Listed equity securities		-	-	-	180,409,137	180,409,137	
Units of open - ended mutual funds		-	-	-	764,500	764,500	
Deposits and other receivables		-	-	-	263,997	263,997	
		34,697,531	-	-	181,437,634	216,135,165	

Particulars	Effective interest rate	2025							
		Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total			
		Upto three months	More than three months and upto one year	More than one year					
----- Rupees -----									
Financial liabilities									
Payable to the Al Falah Asset Management Limited - Pension Fund Manager		-	-	-	969,337	969,337			
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71,789	71,789			
Payable against purchase of investment		-	-	-	22,382,914	22,382,914			
Accrued expenses and other liabilities		-	-	-	199,641	199,641			
		-	-	-	23,623,681	23,623,681			
On-balance sheet gap		34,697,531			157,813,953	192,511,484			
Total interest rate sensitivity gap		34,697,531			157,813,953	192,511,484			
Cumulative interest rate sensitivity gap		34,697,531	34,697,531	34,697,531					

Particulars	Effective interest Rate	2024							
		Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total			
		Upto three months	More than three months and upto one year	More than one year					
----- Rupees -----									
Financial assets									
Bank balances	20.75%	3,648,584	-	-	-	3,648,584			
Listed equity securities		-	-	-	85,055,770	85,055,770			
Units of open - ended mutual funds		-	-	-	544,500	544,500			
Deposits and other receivables		-	-	-	226,263	226,263			
		3,648,584	-	-	85,826,533	89,475,117			
Financial liabilities									
Payable to the Al Falah Asset Management Limited - Pension Fund Manager		-	-	-	470,186	470,186			
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	56,752	56,752			
Payable against purchase of investment		-	-	-	3,427,263	3,427,263			
Accrued expenses and other liabilities		-	-	-	207,101	207,101			
		-	-	-	4,161,302	4,161,302			
On-balance sheet gap		3,648,584	-	-	81,665,231	85,313,815			
Total interest rate sensitivity gap		3,648,584	-	-	81,665,231	85,313,815			
Cumulative interest rate sensitivity gap		3,648,584	3,648,584	3,648,584					

Alfalalah GHP Pension Fund - Debt Sub Fund

Particulars	Effective interest rate	2025				Rupees
		Upto three months	More than three months and upto one year	More than one year	Not exposed to yield / interest rate risk	
On-balance sheet financial instruments						
Financial assets						
Bank balances	9.50%	58,508,168	-	-	-	58,508,168
Market Treasury Bills	11.06%	10,831,723	25,932,994	-	-	36,764,717
Term finance certificates	13.34%	2,493,976	1,013,642	-	-	3,507,618
Sukuk certificates	12.59%	5,187,657	-	-	-	5,187,657
Pakistan Investment Bonds	12.00%	81,455,304	-	-	-	81,455,304
Deposits and other receivables	-	-	-	-	4,609,197	4,609,197
Sub total		158,476,828	26,946,636	-	4,609,197	190,032,660
Financial liabilities						
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	-	-	-	-	85,820	85,820
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	49,457	49,457
Accrued expenses and other liabilities	-	-	-	-	182,066	182,066
Sub total		-	-	-	317,343	317,343
On-balance sheet gap		158,476,828	26,946,636	-	4,291,854	189,715,317
Total interest rate sensitivity gap		158,476,828	26,946,636	-	4,291,854	189,715,317
Cumulative interest rate sensitivity gap		158,476,828	185,423,463	185,423,463		

Particulars	Effective interest rate	2024			Rupees
		Upto three months	More than three months and upto one year	More than one year	
On-balance sheet financial instruments					
Financial assets					
Bank balances	20.75%	9,691,980	-	-	-
Market Treasury Bills	19.9% to 20.16%	28,943,550	11,850,757	-	-
Term finance certificates	19.9% to 21.3%	2,495,939	1,015,263	-	-
Sukuk certificates	19.9% to 21.3%	439,136	-	-	-
Pakistan Investment Bonds	21.30%	-	26,122,500	-	-
Deposits and other receivables	-	-	-	-	2,056,497
Sub total		41,570,605	38,988,520	-	2,056,497
Financial liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	-	-	-	-	52,577
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	44,796
Accrued expenses and other liabilities	-	-	-	-	235,671
Sub total		-	-	-	333,044
On-balance sheet gap		41,570,605	38,988,520	-	1,723,453
Total interest rate sensitivity gap		41,570,605	38,988,520	-	1,723,453
Cumulative interest rate sensitivity gap		41,570,605	80,559,125	80,559,125	

Alfalalah GHP Pension Fund - Money Market Sub - Fund

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

On-balance sheet financial instruments

Financial assets

Bank balances	9.50%	95,818,030	-	-	-	95,818,030
Market Treasury Bills	10.98%	326,394,993	24,084,596	-	-	350,479,589
Deposits and other receivables		-	-	-	209,810	209,810
Sub total		422,213,023	24,084,596	-	209,810	446,507,429

Financial liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	315,551	315,551
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	45,080	45,080
Accrued expenses and other liabilities		-	-	-	523,068	523,068
Sub total		-	-	-	883,699	883,699
On-balance sheet gap		422,213,023	24,084,596	-	(673,889)	445,623,730
Total interest rate sensitivity gap		422,213,023	24,084,596	-	(673,889)	445,623,730
Cumulative interest rate sensitivity gap		422,213,023	446,297,619	446,297,619		

Particulars	Effective interest rate	2024				
		Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
----- Rupees -----						

On-balance sheet financial instruments

Financial assets

Bank balances	20.75%	27,385,958	-	-	-	27,385,958
Market Treasury Bills	20.07% - 20.25%	142,483,827	51,516,685	-	-	194,000,512
Deposits and other receivables		-	-	-	794,522	794,522
Sub total		169,869,785	51,516,685	-	794,522	222,180,992

Financial liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	130,154	130,154
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	20,243	20,243
Accrued expenses and other liabilities		-	-	-	1,493,457	1,493,457
Sub total		-	-	-	1,643,854	1,643,854
On-balance sheet gap		169,869,785	51,516,685	-	(849,332)	220,537,138
Total interest rate sensitivity gap		169,869,785	51,516,685	-	(849,332)	220,537,138
Cumulative interest rate sensitivity gap		169,869,785	221,386,470	221,386,470		

22.1.3 Price risk

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

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

The table below summarizes the sensitivity of the Fund's net assets attributable to unit holders to the equity price movements as at June 30, 2025. The analysis is based on the assumption that the KSE index increased / decreased by 1%, with all other variables held constant and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

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

Effect due to increase / decrease in KSE 100 index

	2025	2024
	Rupees	Rupees
Investment and net assets	1,811,736	856,003
Income statement	1,811,736	856,003

22.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arises from bank balances, dividend and mark-up receivable, and other receivables.

The Fund keeps deposits and performs transactions with reputed financial institutions with reasonably high credit ratings. The risk of default in these transactions is considered minimal due to inherent systematic measures taken therein. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, Fund's Trust Deed, the requirements of the NBFC Rules and the NBFC Regulations, and the guidelines / directives given by the SECP from time to time.

The maximum exposure to credit risk before considering any related collateral as at June 30, 2025 and June 30, 2024 is the carrying amount of financial assets. None of these financial assets are 'impaired' nor 'past due but not impaired'. Investment in government securities (if any) are not exposed to credit risk as they are guaranteed by the Government of Pakistan.

22.2.1 Exposure to credit risk

The maximum exposure to credit risk as at 30 June 2025 is as follows:

Alfalah GHP Pension Fund - Equity Sub Fund	2025					
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees						
Financial Assets						
Bank balances	34,697,531	-	-	-	-	34,697,531
Listed equity securities	-	-	-	-	180,409,137	180,409,137
Units of open - ended mutual funds	-	-	-	-	764,500	764,500
Deposits and other receivable	163,997	-	-	-	100,000	263,997
Sub total	34,861,528	-	-	-	181,273,637	216,135,165
Financial Liabilities						
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	969,337	-	-	-	-	969,337
Payable to Central Depository Company of Pakistan Limited - Trustee	71,789	-	-	-	-	71,789
Payable against purchase of investment	22,382,914	-	-	-	-	22,382,914
Accrued expenses and other liabilities	199,641	-	-	-	-	199,641
Sub total	23,623,681	-	-	-	-	23,623,681
Net financial assets	11,237,847	-	-	-	181,273,637	192,511,484

2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Financial Assets

Bank balances	3,648,584	-	-	-	3,648,584
Listed equity securities	-	-	-	-	85,055,770
Units of open - ended mutual funds	-	-	-	-	544,500
Deposits and other receivables	126,263	-	-	-	100,000
Sub total	3,774,847	-	-	-	85,700,270
					89,475,117

Financial Liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager	470,186	-	-	-	470,186
Payable to Central Depository Company of Pakistan Limited - Trustee	56,752	-	-	-	56,752
Payable against purchase of investment	3,427,263	-	-	-	3,427,263
Accrued expenses and other liabilities	207,101	-	-	-	207,101
Sub total	4,161,302	-	-	-	4,161,302

Net financial assets

(386,455)	-	-	-	85,700,270	85,313,815
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Alfalah GHP Pension Fund - Debt Sub Fund

2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Financial Assets

Bank balances	58,508,168	-	-	-	58,508,168
Market Treasury Bills	-	10,831,723	25,932,994	-	36,764,717
Term finance certificates	-	-	-	3,507,618	3,507,618
Sukuk certificates	-	-	-	5,187,657	5,187,657
Pakistan Investment Bonds	-	-	-	81,455,304	81,455,304
Deposits and other receivables	4,489,197	-	-	-	4,609,197
Sub total	62,997,365	10,831,723	25,932,994	90,150,579	190,032,660

Financial Liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager	85,820	-	-	-	85,820
Payable to Central Depository Company of Pakistan Limited - Trustee	49,457	-	-	-	49,457
Accrued expenses and other liabilities	182,066	-	-	-	182,066
Sub total	317,343	-	-	-	317,343

Net financial assets

62,680,022	10,831,723	25,932,994	90,150,579	120,000	189,715,317
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2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Financial Assets

Bank balances	9,691,980	-	-	-	9,691,980
Market Treasury Bills	-	28,943,550	11,850,757	-	40,794,307
Term finance certificates	-	-	-	3,511,202	3,511,202
Sukuk certificates	-	-	-	439,136	439,136
Pakistan Investment Bonds	-	-	-	26,122,500	26,122,500
Deposits and other receivables	1,936,497	-	-	-	2,056,497
Sub total	11,628,477	28,943,550	11,850,757	30,072,838	82,615,622

2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees					
Financial Liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	52,577	-	-	-	52,577
Payable to Central Depository Company of Pakistan Limited - Trustee	44,796	-	-	-	44,796
Accrued expenses and other liabilities	235,671	-	-	-	235,671
Sub total	333,044	-	-	-	333,044
Net financial assets	11,295,433	28,943,550	11,850,757	30,072,838	120,000
Alfalah GHP Pension Fund - Money Market Sub Fund					
2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees					
Financial Assets					
Bank balances	95,818,030	-	-	-	95,818,030
Market Treasury Bills	22,942,803	303,452,190	24,084,596	-	350,479,589
Deposits and other receivables	109,810	-	-	-	209,810
Sub total	118,870,643	303,452,190	24,084,596	-	446,507,429
Financial Liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	315,551	-	-	-	315,551
Payable to Central Depository Company of Pakistan Limited - Trustee	45,080	-	-	-	45,080
Accrued expenses and other liabilities	523,068	-	-	-	523,068
Sub total	883,699	-	-	-	883,699
Net financial assets	117,986,944	303,452,190	24,084,596	-	100,000
					445,623,730
2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees					
Financial Assets					
Bank balances	27,385,958	-	-	-	27,385,958
Market Treasury Bills	-	142,483,827	51,516,685	-	194,000,512
Deposits and other receivables	694,522	-	-	-	794,522
Sub total	28,080,480	142,483,827	51,516,685	-	222,180,992
Financial Liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	130,154	-	-	-	130,154
Payable to Central Depository Company of Pakistan Limited - Trustee	20,243	-	-	-	20,243
Accrued expenses and other liabilities	1,493,457	-	-	-	1,493,457
Sub total	1,643,854	-	-	-	1,643,854
Net financial assets	26,436,626	142,483,827	51,516,685	-	100,000
					220,537,138

23 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.

Fair value hierarchy

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

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

As at June 30, 2025 and June 30, 2024 the Fund held the following financial instruments measured at fair value:

Equity Sub-Fund

Financial assets measured at fair value through profit or loss

Listed equity securities
Units of open - ended mutual funds

2025			
Level 1	Level 2	Level 3	Total
Rupees -----			
180,409,137	-	-	180,409,137
764,500	-	-	764,500
181,173,637	-	-	181,173,637

2024			
Level 1	Level 2	Level 3	Total
Rupees -----			
85,055,770	-	-	85,055,770
544,500	-	-	544,500
85,600,270	-	-	85,600,270

Debt Sub-Fund

Financial assets measured at fair value through profit or loss

Investments in:
-Market Treasury Bills
-Term finance certificates
-Sukuk certificates
-Pakistan Investment Bonds

2025			
Level 1	Level 2	Level 3	Total
Rupees -----			
-	36,577,060	-	36,577,060
-	3,507,618	-	3,507,618
-	5,187,657	-	5,187,657
-	81,455,304	-	81,455,304
-	126,727,639	-	126,727,639

2024			
Level 1	Level 2	Level 3	Total
Rupees -----			
-	40,794,307	-	40,794,307
-	3,511,202	-	3,511,202
-	439,136	-	439,136
-	26,122,500	-	26,122,500
-	70,867,145	-	70,867,145

Financial assets measured at fair value through profit or loss

Investments in:
-Market Treasury Bills
-Term finance certificates
-Sukuk certificates
-Pakistan Investment Bonds

Money Market Sub Fund

2025			
Level 1	Level 2	Level 3	Total
----- Rupees-----			

Financial assets measured at fair value through profit or loss

Investments in:

-Market Treasury Bills	-	350,479,589	-	350,479,589
-Term finance certificates	-	-	-	-
-Sukuk certificates	-	-	-	-
-Pakistan Investment Bonds	-	-	-	-
	-	350,479,589	-	350,479,589

2024			
Level 1	Level 2	Level 3	Total
----- Rupees-----			

Financial assets measured at fair value through profit or loss

Investments in:

-Market Treasury Bills	-	194,000,512	-	194,000,512
-Term finance certificates	-	-	-	-
-Sukuk certificates	-	-	-	-
-Pakistan Investment Bonds	-	-	-	-
	-	194,000,512	-	194,000,512

During the year ended June 30, 2025, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

24 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

The Fund's capital is represented by redeemable units of the sub-funds. They are entitled to payment of a proportionate share based on the sub-fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in Participants' sub funds. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the Participants invest in the Funds with a long-term objective, possibility of a significant redemption pressure is limited, such liquidity being augmented (by short-term borrowings or disposal of investments where necessary). During the year no such borrowing was exercised.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the Fund and rank pari passu as to their rights in the net assets and earnings of such sub-fund and are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

25 CORRESPONDING FIGURES

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

26 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on **August 16, 2025** by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

PERFORMANCE TABLE

	2025	2024	2023	2022	2021
Equity subFund					
Net Income / (loss) for the period	70,651,906	38,182,513	1,281,428	(7,283,524)	14,718,037
(loss) / gain on sale of investments-net	36,144,426	4,481,847	460,697	(3,107,115)	4,506,089
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	31,624,128	28,065,363	(2,478,025)	(6,904,619)	9,265,612
Dividend Income	8,840,806	5,269,496	3,663,694	3,495,377	2,576,787
Profit /mark-up income	832,150	2,024,423	517,856	416,962	178,003
Net asset value per unit as at 30 June	249.9438	154.3106	78.3737	75.8193	88.6288
Total Net assets as at 30 June	192,297,307	85,112,463	34,643,527	40,096,691	58,229,416
Total Contribution received -Gross	290,152,740	20,805,616	4,165,884	12,538,189	14,099,730
Debt subFund					
Net Income / (loss) for the period	19,734,533	11,820,104	6,673,341	5,332,295	3,171,394
(loss) / gain on sale of investments-net	3,627,122	(265,172)	(127,344)	(33,750)	(234,013)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	1,706,440	(12,337)	(1,200,545)	133,364	170,216
Dividend Income	-	-	-	-	-
Profit /mark-up income	1,176,120	13,111,193	9,093,867	6,300,441	4,946,523
Net asset value per unit as at 30 June	231.1513	194.0882	162.4458	144.4028	132.5928
Total Net assets as at 30 June	188,875,935	81,995,172	57,184,820	58,523,567	65,064,696
Total Contribution received -Gross	157,771,600	24,274,241	4,479,185	8,950,267	15,532,748
Money Market subFund					
Net Income / (loss) for the period	35,948,444	29,577,635	17,075,322	6,906,079	3,928,213
(loss) / gain on sale of investments-net	834,513	282,960	(7,849)	(57,722)	(214,944)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	45321	21,767	(88,679)	(11,051)	528
Dividend Income	-	-	-	-	-
Profit /mark-up income	1,066,322	31,058,184	18,809,240	8,167,394	5,861,719
Net asset value per unit as at 30 June	233.6466	204.7242	166.9853	142.6197	131.3776
Total Net assets as at 30 June	444,810,258	219,413,190	116,620,864	101,588,188	78,027,042
Total Contribution received -Gross	566,580,790	100,748,717	28,947,939	30,491,205	11,186,642



FUND INFORMATION

Management Company:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Board of Directors of the Management Company:

Mr. Atif Aslam Bajwa
Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Kabir Qureshi
Mr. Sohail Sultan
Mr. Khalilullah Shaikh
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Audit Committee (BAC):

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh

Business Risk Management Committee (BRMC)

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh
Mr. Khaldoon Bin Latif (CEO)

Human Resource & Remuneration Committee (HRRC):

Mr. Khalilullah Shaikh
Mr. Kabir Qureshi
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Board Investment Committee (BIC):

Mr. Farooq Ahmed Khan
Mr. Sohail Sultan
Ms. Ayesha Aziz

Chief Financial Officer:

Mr. Faisal Ali Khan

Trustee:

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', SMCHS,
Main Share-e-Faisal, Karachi

Bankers to the Fund:

Bank Al-Falah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan
Habib Bank Limited
Allied Bank Limited
Askari Bank Limited
Faysal Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
Bank Al-Habib Limited
Habib Metropolitan Bank Limited
National Bank of Pakistan
Zarai Tarqiati Bank Limited

Auditors:

Yousuf Adil Chartered Accountants.
Cavish Court, A-35 Shahrah-e-Faisal
Road, Bangalore Town Block A Bangalore Town,
Karachi

Legal Advisor:

Haider Waheed
House 188, Street 33,
Khyaban-e-Qasim,
DHA Pahse VIII, Karachi

MSB Consultants
F-66/2, Park Lane,
Block 5 Clifton, Karachi.

Registrar:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Distributor:

Bank Alfalah Limited

Alfalalah Islamic Pension Fund

Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Shariah Complaint Voluntary Pension Fund Scheme

Investment Objective

The objective of introducing Alfalah GHP Islamic Pension Fund is to provide individuals with a portable, individualized, Shariah Compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions, and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive and attractive return as compared to peer funds.

Equity Market Review

1HCY25 Market Review: Navigating Through Volatility: The first half of calendar year 2025 proved challenging for Pakistani equities, with the market navigating several significant headwinds. Key concerns included the federal budget announcement, escalating geopolitical tensions between Pakistan and India, the Iran-Israel conflict, and the imposition of new U.S. tariffs. These events triggered sharp volatility, causing fluctuations in investor sentiment.

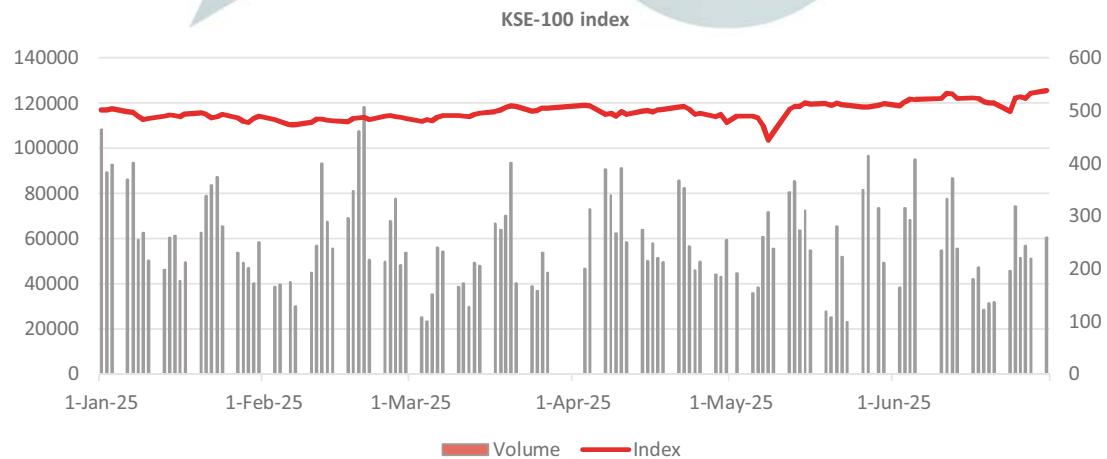
The KSE 100 Index began the year at 115,126 points but fell to a low of 103,526 on May 8, following military tensions between Pakistan and India that erased earlier gains. However, the market staged a sharp recovery after the ceasefire, surging by 10,123 points in a single day. The magnitude of the rebound triggered a temporary market halt. Despite these disruptions, the KSE-100 posted a solid 9.12% return in 1HCY25, supported by improving macro fundamentals such as falling inflation, monetary easing, a stable exchange rate, rising foreign reserves, and a manageable current account. These factors helped restore investor confidence and set the stage for a more optimistic second half.

Sectoral Drivers: Banks, Cement, and Fertilizers Lead: The rally was primarily led by Commercial Banks (+7,841 points), Cement (+3,319 points), and Fertilizers (+1,655 points), collectively contributing 12,815 points to the index. These sectors benefitted from compelling valuations and attractive double-digit dividend yields, drawing strong interest from both domestic and foreign investors seeking stable returns.

Foreign Investors Trim Exposure: Foreign investors were net sellers, offloading USD 114 million in equities. Selling was concentrated in Commercial Banks, Oil & Gas Exploration, and Food & Personal Care Products, while selective buying was seen in Oil & Gas Marketing and Cement sectors.

Interest Rates and Market Dynamics: The ongoing monetary easing has created a favorable environment for equities. Historically, lower interest rates reduce borrowing costs, enhance corporate profitability, and make equities more attractive, driving increased investor interest and supporting valuations.

Bullish Outlook: Valuations Still Compelling: Despite the recent rally, market valuations remain attractive. The KSE 100 Index is trading at a price to earnings ratio of 6.8x, below the ten-year average of 8x. The market capitalization-to-GDP ratio stands at just 13.6%, compared to the historical average of 16.6%. With interest rates declining, the currency stabilizing, and external account indicators improving, equities are well positioned for further upside in FY26.



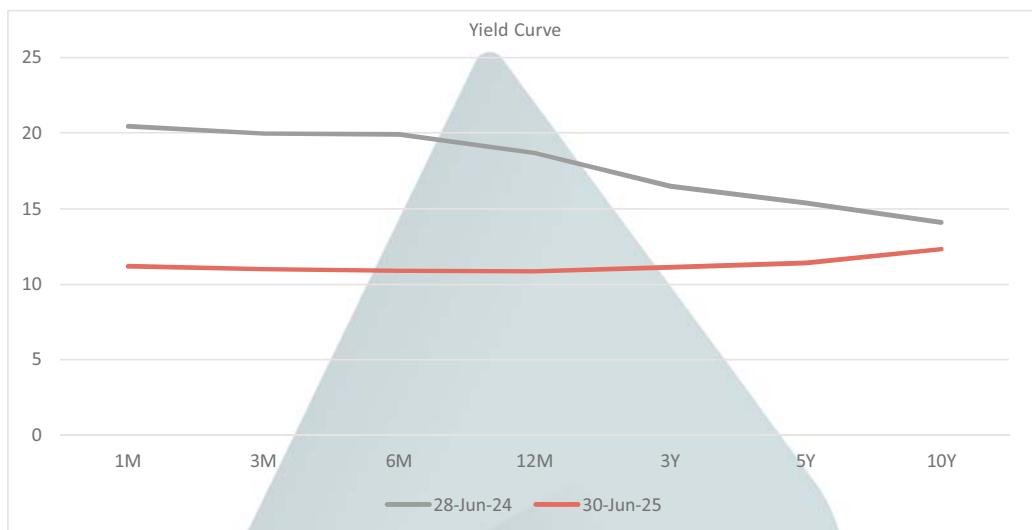
Money Market Review

Real GDP growth for FY25 posted growth of 2.68% in FY25 as compared to 2.51% in FY24.

Inflation eased notably in FY25, with headline inflation dropping to 4.61% from 23.88% the previous year, due to a stable exchange rate, lower global commodity prices, and a more predictable domestic pricing environment. Core inflation remained higher at 8-9% but is expected to decline. In response, the State Bank of Pakistan reduced its policy rate from 22% to 11% by June 2025, shifting toward a growth-focused monetary policy. With real interest rates still high, further rate cuts are possible if inflation stays within the projected 6-7% range in FY26.

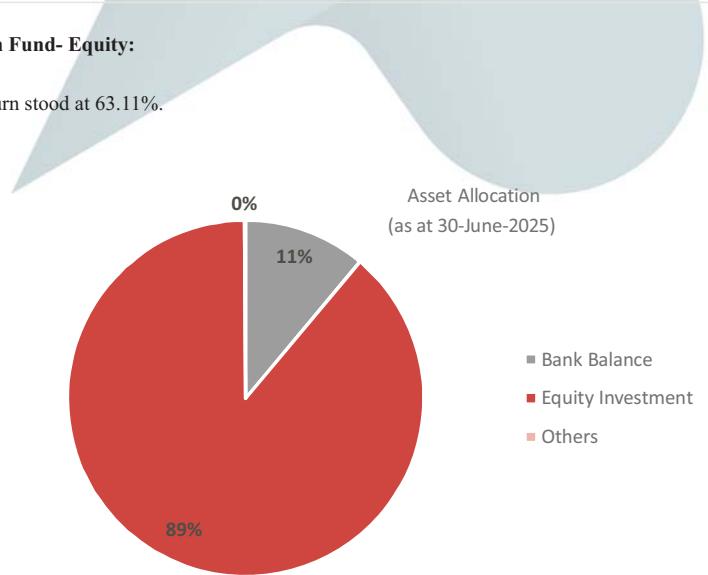
The next monetary policy is scheduled on September 15, 2025, where another cut in the policy rate cannot be ruled out as inflation is forecasted to maintain a lower trajectory, paving way for further anticipated monetary easing.

Assuming 7% projected inflation for FY25, the real interest rate stands impressively high at 4%, well above its historical median of 2%, providing a foundation for potential monetary easing actions. This could potentially lead to a reduction in the policy rate by 1%-2% over the next fiscal year. However, risks persist, particularly from potential inflationary impacts stemming from reforms outlined in the budget and IMF program, as well as volatility in exchange rates and oil prices.



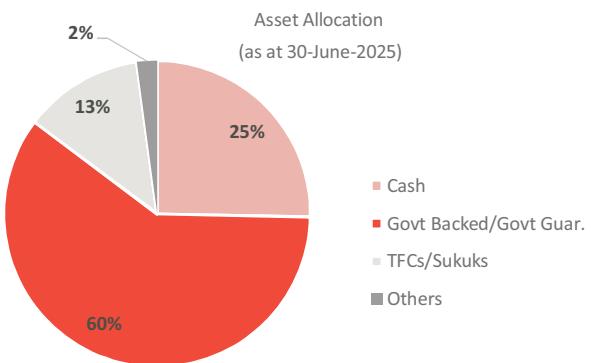
Alfalalah GHP Islamic Pension Fund- Equity:

During the year, the fund's return stood at 63.11%.



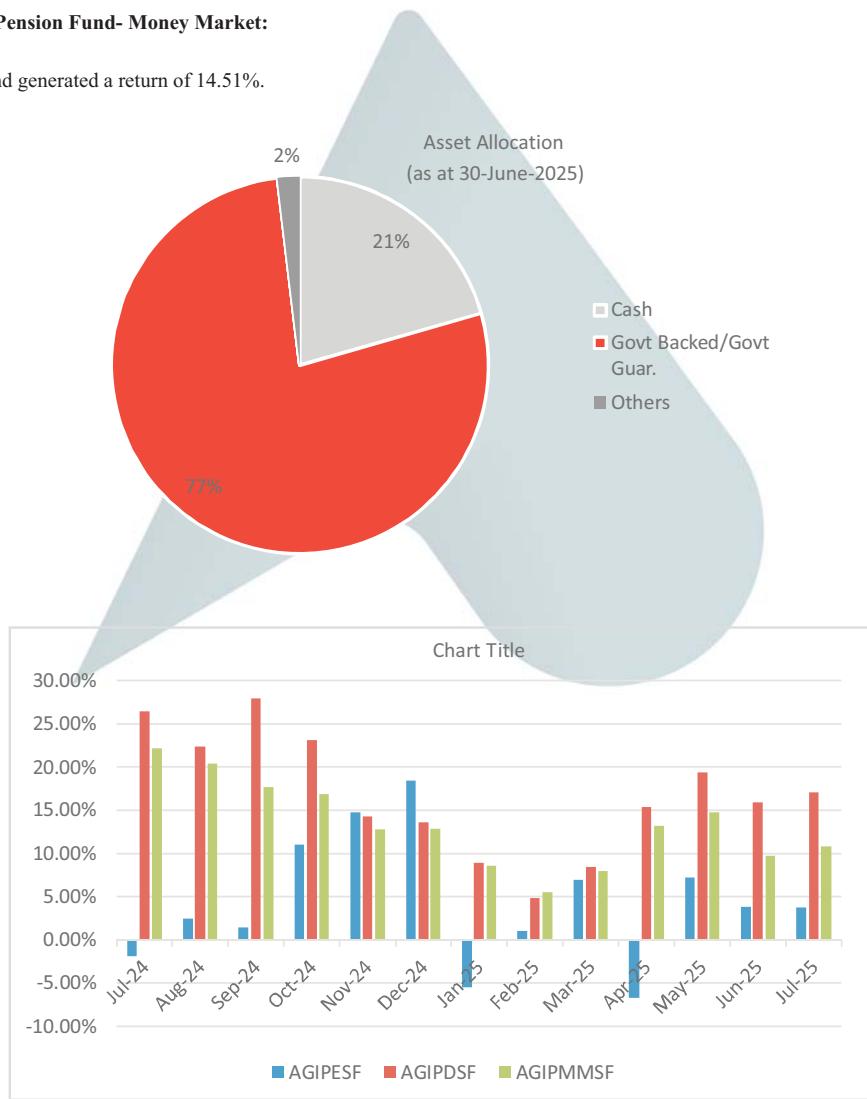
Alfalah GHP Islamic Pension Fund- Debt:

During the year, the fund generated a return of 18.14%.



Alfalah GHP Islamic Pension Fund- Money Market:

During the year, the fund generated a return of 14.51%.



⇒ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

⇒ **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

⇒ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

⇒ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.



Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



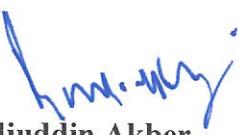
TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH GHP ISLAMIC PENSION FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, 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.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 29, 2025



Alfalalh Investments

Shariah Advisory Board
Mufti Shaikh Noman
Mufti Javed Ahmad

بِسْمِ اللّٰهِ الرَّحْمٰنِ الرَّحِيْمِ

**SHARIAH REVIEW REPORT
ALFALAH ISLAMIC PENSION FUND**

We, the Shariah Advisors of the Alfalah Islamic Pension Fund ('AIPF') managed by Alfalah Asset Management Limited, are issuing this report in accordance with the Restated Trust Deed dated September 13, 2021 and Offering Document dated January 01, 2017 of the said Fund. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

It is the responsibility of the Management Company of the said Fund to establish and maintain a system of internal controls to ensure compliance with issued Shariah guidelines. As Shariah Advisors, our responsibility is to express an opinion, based on our review of the representations made by the management, to the extent where such compliance can be objectively verified.

In the capacity of Shariah Advisors of the Fund, we have checked following avenues presented to us by the Management in which AGIPF made Investment during the period from July 1, 2024 to June 30, 2025.

Investment Head	Investment Avenue
Equity	Approved Shariah Compliant Equity Securities
Sukuk	Approved Shariah Compliant Sukuk
Term Deposit Receipt	Approved Islamic Banks

We hereby certify that the Investments made by the Funds are in compliance with Shariah principles.

For the Year 2024-25 provision against Charity is made amount to Rs. 193,490/- in respect of dividend purification.

May Allah bless us with Tawfeeq to accomplish these cherished tasks, make us successful in this world and in the Hereafter, and forgive our mistakes.

For and on behalf of Shariah Advisory Board.



Mufti Shaikh Noman
Shariah Board Member



Mufti Javed Ahmad
Shariah Board Member

Alfalalh Asset Management Limited

1st & 2nd Floor, Islamic Chamber of Commerce, Industry and Agriculture Building, Block-9, Clifton, Karachi - 75600 Pakistan.
U: +92 (21) 111-090-090 | W: www.alfalahamc.com

STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

Alfalalah GHP Islamic Pension Fund has fully complied with the Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor for its operations, investments and placements made during the year ended June 30, 2025. This has been duly confirmed by the Shariah Advisor of the Fund.

Dated: August 16 2025

Mr. Khaldoon Bin Latif
Chief Executive Officer





**UHY Hassan Naeem & Co.
Chartered Accountants**

402 Progressive Center,
Shah-e-Faisal
Karachi, Pakistan.

T +92 21 34322551
E info@uhhy-hnco.com
www.uhy-hnco.com

Independent Assurance Report on Compliance with the Shariah Governance Regulations, 2023

To the unit holders of Alfalah GHP Islamic Pension Fund (the Fund)

1. Introduction

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (SECP) has required in terms of its Shariah Governance Regulations, 2023 (the Regulations) - External Shariah Audit of **Alfalalah GHP Islamic Pension Fund (the Fund)** for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and independent Shariah scholar(s).

2. Applicable Criteria

The criteria for the assurance engagement, against which the underlying subject matter (financial arrangements, contracts, and transactions having Shariah implications for the year ended June 30, 2025) is assessed, comprise the Shariah principles and rules as defined in the Regulations and reproduced as under.

- i. Legal and regulatory framework administered by the Commission;
- ii. Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by Commission;
- iii. Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan, as notified by the Commission;
- iv. Guidance and recommendations of the Shariah advisory committee, as notified by Commission; and
- v. Approvals, rulings or pronouncements of the Shariah supervisory board or the Shariah advisor of the Islamic financial institution, in line with (i) to (iv) above

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2025, which are annexed.

3. Management's Responsibility for Shariah Compliance

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

Audit | Tax | Consulting

A member of UHY International, a network of independent accounting and consulting firms
Lahore Office: 193-A, Shah Jamal, Lahore - 54000, (Pakistan)
Islamabad Office: West Lower Ground, Pak Plaza (19-A) Fazl-e-Haq Road, Blue Area, Islamabad (Pakistan)





4. Our Independence and Quality Control

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

The firm applies International Standard on Quality Control 1 "Quality Control for Firms That Perform Audits and Reviews of Historical Financial Information, And Other Assurance and Related Services Engagements" and accordingly maintains a comprehensive system of quality control, including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles, in all material respects, for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000, 'Assurance Engagements other than audits or reviews of historical financial statements', issued by the International Auditing and Assurance Standards Board.

That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

7. Conclusion

Based on our reasonable assurance engagement, we report that in our opinion, Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2025 are in compliance with the Shariah principles (criteria specified in para 2 above), in all material respects.

Arslan Ahmed

UHY Hassan Naeem & Co,

Chartered Accountants

Engagement Partner: Arslan Ahmed

Dated: September 16, 2025

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MEMBER OF THE
 FORUM OF FIRMS

INDEPENDENT AUDITOR'S REPORT

To the Participants of Alfalah GHP Islamic Pension Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Alfalah GHP Islamic Pension Fund** (the Fund), which comprise the statement of assets and liabilities as at **June 30, 2025**, and the income statement, statement of comprehensive income, statement of movement in participants' sub funds and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2025, and of its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

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

Pension Fund Manager is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the Fund and our auditor's report thereon and the information related to any other Fund.

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

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

Responsibilities of Management and Board of Directors of the Pension Fund Manager for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

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

Report on Other Legal and Regulatory Requirements

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

- a) the financial statements prepared for the year ended June 30, 2025 have been properly prepared in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;

- b) the allocation and reallocation of units of the sub-funds for all the participants have been made according to the Voluntary Pension System Rules, 2005;
- c) a true and fair view is given of the disposition of the pension fund at the end of the period and of the transactions of the pension fund of the period then ended: and
- d) the cost and expenses debited to the Fund and apportionment of expenses between sub-funds are as specified in the constitutive documents of the Fund.

The engagement partner on the audit resulting in this independent auditor's report is Arif Nazeer.

Chartered Accountants

Place: Karachi
Date: 29-September-2025
UDIN: AR2025100990HwPsrtz



ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2025

Note	2025					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
ASSETS						
<i>----- (Rupees) -----</i>						
5	19,429,196	45,946,593	54,576,866	-	119,952,655	
6	156,755,341	133,293,899	233,987,002	-	524,036,242	
	100,000	100,000	100,000	-	300,000	
	128,888	3,802,860	4,673,295	-	8,605,043	
7	176,413,425	183,143,352	293,337,163	-	652,893,940	
LIABILITIES						
8	1,089,026	131,894	545,154	-	1,766,074	
9	80,971	35,755	42,877	-	159,603	
10	48,052	54,156	77,432	-	179,640	
11	6,851,553	917,073	7,040,084	-	14,808,710	
	8,069,602	1,138,878	7,705,547	-	16,914,027	
NET ASSETS						
	<u>168,343,823</u>	<u>182,004,474</u>	<u>285,631,616</u>	<u>-</u>	<u>635,979,913</u>	
PARTICIPANTS' SUB-FUNDS						
(AS PER STATEMENT ATTACHED)						
	<u>168,343,823</u>	<u>182,004,474</u>	<u>285,631,616</u>	<u>-</u>	<u>635,979,913</u>	
CONTINGENCIES AND COMMITMENTS						
14	<i>----- (Number of units) -----</i>					
Number of units in issue	<u>12</u>	<u>652,298</u>	<u>914,055</u>	<u>1,395,558</u>		
		<i>----- (Rupees) -----</i>				
Net asset value per unit		<u>258.0780</u>	<u>199.1177</u>	<u>204.6720</u>		

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2025

Note	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----					
ASSETS					
Bank balances	4 4,314,999	17,908,355	16,940,256	20,099	39,183,709
Investments	5 88,155,620	90,244,982	144,060,200	-	322,460,802
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	100,000	100,000	-	300,000
Advances, dividend, prepayments and profit receivables	6 107,794	6,664,136	10,710,598	51	17,482,579
Total assets	92,678,413	114,917,473	171,811,054	20,150	379,427,090
LIABILITIES					
Payable to Alfalah Asset Management Limited - Pension Fund Manager	8 472,777	102,383	163,966	20,150	759,276
Payable to Central Depository Company of Pakistan Limited - Trustee	9 69,608	24,640	22,692	-	116,940
Payable to the Securities and Exchange Commission of Pakistan	10 19,079	23,781	30,664	-	73,524
Accrued expenses and other liabilities	11 8,057,176	776,685	8,596,637	-	17,430,498
Total liabilities	8,618,640	927,489	8,813,959	20,150	18,380,238
NET ASSETS	84,059,773	113,989,984	162,997,095	-	361,046,852
PARTICIPANTS' SUB-FUNDS (AS PER STATEMENT ATTACHED)	84,059,773	113,989,984	162,997,095	-	361,046,852
CONTINGENCIES AND COMMITMENTS	14	----- (Number of units) -----			
Number of units in issue	12	531,262	676,330	911,912	
		----- (Rupees) -----			
Net asset value per unit		158.2266	168.5420	178.7420	

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME					
Profit on bank balances	15	553,007	18,088,006	24,811,224	43,452,237
Dividend income		5,488,511	-	-	5,488,511
Realized gain on sale of investments - net		24,278,080	3,248,527	1,200,236	28,726,843
Unrealised appreciation on revaluation of investments classified as financial assets 'at fair value through profit or loss	6.5	31,911,716	2,859,422	2,200,354	36,971,492
Other income		2,342	30,000	-	32,342
Total income		62,233,656	24,225,955	28,211,814	114,671,425
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	8.1	3,868,295	728,738	1,084,841	5,681,874
Sindh sales tax on remuneration of the Pension Fund Manager	8.2	580,163	109,143	162,673	851,979
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	180,308	203,183	290,472	673,963
Sindh Sales Tax on remuneration of the Trustee	9.2	27,049	30,394	43,450	100,893
Fee to the Securities and Exchange Commission of Pakistan	10	58,465	65,985	95,204	219,654
Allocated Expenses	8.3	62,894	19,834	101,213	183,941
Brokerage expenses		473,795	24,754	58,200	556,749
Auditor's remuneration	17	88,914	107,132	160,454	356,500
Printing charges		8,030	8,001	8,001	24,032
Legal and professional charges		45,990	54,750	145,243	245,983
Charity expense		193,490	-	-	193,490
Bank charges		2,931	-	-	2,931
CDS Charges		15,363	2,300	3,220	20,883
NCCPL Charges		-	403,200	-	403,200
Shariah Advisory Charges		36,136	141,480	197,022	374,638
Total expenses		5,641,823	1,898,894	2,349,993	9,890,710
Net income for the year before taxation		56,591,833	22,327,061	25,861,821	104,780,715
Taxation	19	-	-	-	-
Net income for the year after taxation		56,591,833	22,327,061	25,861,821	104,780,715
Earnings per unit	20				

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME				
Profit on bank balances	15	674,320	14,354,677	23,121,677
Dividend income		5,411,013	-	5,411,013
Realized gain on sale of investments - net		11,265,764	207,869	358,000
Unrealised appreciation / (diminution) on revaluation of investments classified as financial assets 'at fair value through profit or loss	6.5	33,151,424	(464,948)	991,800
Total income		50,502,521	14,097,598	33,678,276
				89,071,596
EXPENSES				
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	8.1	1,031,463	608,113	840,168
Sindh sales tax on remuneration of the Pension Fund Manager	8.2	134,091	79,053	109,220
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	112,265	129,946	174,455
Sindh sales tax on remuneration of the Trustee	9.2	14,597	16,901	22,674
Fee to the Securities and Exchange Commission of Pakistan	10	27,919	35,076	43,304
Allocated expenses	17	340,445	-	340,445
Brokerage expenses		152,842	367	2,680
Auditor's remuneration		88,914	116,946	162,807
Printing charges		8,004	8,026	8,026
Legal and professional charges		45,996	46,599	60,155
Charity expense		84,842	-	-
Bank charges		567	18,215	8,954
CDS charges		-	139,000	5,650
NCCPL charges		-	105,010	-
Shariah Advisory charges		47,175	63,903	84,074
Total expenses		2,089,120	1,367,155	1,522,167
				4,978,442
Net income for the year before taxation		48,413,401	12,730,443	22,949,310
Taxation	19	-	-	-
Net income for the year after taxation		48,413,401	12,730,443	22,949,310
				84,093,154
Earnings per unit	20			

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Net income for the year after taxation	56,591,833	22,327,061	25,861,821	104,780,715
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	56,591,833	22,327,061	25,861,821	104,780,715

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
<hr/>				
Net income for the year after taxation	48,413,401	12,730,443	22,949,310	84,093,154
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	48,413,401	12,730,443	22,949,310	84,093,154

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		----- (Rupees) -----		
Net assets at the beginning of the year	84,059,773	113,989,984	162,997,095	361,046,852
Issuance of units	81,281,765	114,323,452	325,194,398	520,799,615
Redemption of units	(53,589,548)	(68,636,023)	(228,421,698)	(350,647,269)
	27,692,217	45,687,429	96,772,700	170,152,346
Capital gain on sale of investments - net	24,278,080	3,248,527	1,200,236	28,726,843
Unrealised appreciation on revaluation of investments classified as financial assets 'at fair value through profit or loss	31,911,716	2,859,422	2,200,354	36,971,492
Other income (net of expenses)	402,037	16,219,112	22,461,231	39,082,380
Total comprehensive income for the year	56,591,833	22,327,061	25,861,821	104,780,715
Net assets at the end of the year	168,343,823	182,004,474	285,631,616	635,979,913

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)		
Net assets at the beginning of the year	58,800,157	80,729,633	106,498,551	246,028,341
Issuance of units	25,183,860	37,187,286	129,129,974	191,501,120
Redemption of units	(48,337,645)	(16,657,378)	(95,580,740)	(160,575,763)
	(23,153,785)	20,529,908	33,549,234	30,925,357
Capital loss on sale of investments - net	11,265,764	207,869	358,000	11,831,633
Unrealised appreciation / (diminution) on revaluation of investments classified as financial assets 'at fair value through profit or loss	33,151,424	(464,948)	991,800	33,678,276
Other income (net of expenses)	3,996,213	12,987,522	21,599,510	38,583,245
Total comprehensive income for the year	48,413,401	12,730,443	22,949,310	84,093,154
Net assets at the end of the year	<u>84,059,773</u>	<u>113,989,984</u>	<u>162,997,095</u>	<u>361,046,852</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
CASH FLOW FROM OPERATING ACTIVITIES						
Net income for the year before taxation		56,591,833	22,327,061	25,861,821	-	104,780,715
Adjustments for:						
Net unrealised (appreciation) / diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'	6.5	(31,911,716)	(2,859,422)	(2,200,354)	-	(36,971,492)
		24,680,117	19,467,639	23,661,467	-	67,809,223
Increase in assets						
Investments - net		(36,688,005)	(40,189,495)	(87,726,448)	-	(164,603,948)
Advances, dividend, prepayments and profit receivables		(21,094)	2,861,276	6,037,303	51	8,877,536
Receivable against sale of investments		-	-	-	-	-
		(36,709,099)	(37,328,219)	(81,689,145)	51	(155,726,412)
Decrease in liabilities						
Payable to Alfalah Asset Management Limited - Pension Fund Manager		616,249	29,511	381,188	(20,150)	1,006,798
Payable to Central Depository Company of Pakistan Limited - Trustee		11,363	11,115	20,185	-	42,663
Annual fee payable to the Securities and Exchange Commission of Pakistan		28,973	30,375	46,768	-	106,116
Accrued expenses and other liabilities		(1,205,623)	140,388	(1,556,553)	-	(2,621,788)
		(549,038)	211,389	(1,108,412)	(20,150)	(1,466,211)
Net cash (used in) operating activities		(12,578,020)	(17,649,191)	(59,136,090)	(20,099)	(89,383,400)
CASH FLOW FROM FINANCING ACTIVITIES						
Amount received on issuance of units		81,281,765	114,323,452	325,194,398	-	520,799,615
Payments made against redemption of units		(53,589,548)	(68,636,023)	(228,421,698)	-	(350,647,269)
Net cash generated from financing activities		27,692,217	45,687,429	96,772,700	-	170,152,346
Net decrease in cash and cash equivalents		15,114,197	28,038,238	37,636,610	(20,099)	80,768,946
Cash and cash equivalents at the beginning of the year		4,314,999	17,908,355	16,940,256	20,099	39,183,709
Cash and cash equivalents at the end of the year	16	19,429,196	45,946,593	54,576,866	-	119,952,655

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	Note	2024				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
CASH FLOW FROM OPERATING ACTIVITIES						
Net income for the year before taxation		48,413,401	12,730,443	22,949,310	-	84,093,154
Adjustments for:						
Net unrealised (appreciation) / diminution on revaluation investments classified as financial assets 'at fair value through profit or loss'	6.5	(33,151,424)	464,948	(991,800)	-	(33,678,276)
		15,261,977	13,195,391	21,957,510	-	50,414,878
Increase in assets						
Investments - net		(2,198,469)	(43,202,370)	(64,106,400)	-	(109,507,239)
Dividend and other receivables		(86,542)	(4,287,316)	(7,608,738)	-	-
Receivable against sale of investments		-	-	-	-	-
		(2,285,011)	(47,489,686)	(71,715,138)	-	(121,489,835)
Decrease in liabilities						
Payable to Alfalah Asset Management Limited - Pension Fund Manager		214,075	7,915	(130,309)	-	91,681
Payable to Central Depository Company of Pakistan Limited - Trustee		(941,199)	4,450	4,271	-	(932,478)
Annual fee payable to the Securities and Exchange Commission of Pakistan		4,498	5,247	9,932	-	19,677
Accrued expenses and other liabilities		7,037,655	(1,359,905)	7,791,599	-	13,469,349
		6,315,029	(1,342,293)	7,675,493	-	12,648,229
Net cash generated from / (used in) operating activities		19,291,995	(35,636,588)	(42,082,135)	-	(58,426,728)
CASH FLOW FROM FINANCING ACTIVITIES						
Amount received on issuance of units		25,183,860	37,187,286	129,129,974	-	191,501,120
Payments made against redemption of units		(48,337,645)	(16,657,378)	(95,580,740)	-	(160,575,763)
Net cash (used) in / generated from financing activities		(23,153,785)	20,529,908	33,549,234	-	30,925,357
Net decrease in cash and cash equivalents		(3,861,790)	(15,106,680)	(8,532,901)	-	(27,501,371)
Cash and cash equivalents at the beginning of the year		8,176,789	33,015,035	25,473,157	20,099	66,685,080
Cash and cash equivalents at the end of the year	16	4,314,999	17,908,355	16,940,256	20,099	39,183,709

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

Alfalalh GHP Islamic Pension Fund (the Fund) was established under a Trust deed executed under the Trust Act, 1882 between Alfalah Asset Management Limited as Pension Fund Manager and the Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 26, 2016 and was executed on October 06, 2016 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Fund was authorized by the SECP as a Pension Fund on November 28, 2016. The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.

During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly on September 9, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

All operational, management and investment activities of the Fund are undertaken in accordance with the Islamic Shariah guidelines provided by the Shariah Advisor. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following three sub-funds:

AGIPF - Equity Sub-Fund

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the period based on quarterly average investment calculated on a daily basis, investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of equity sub-fund or paid-up capital of the investee company (subject to the conditions prescribed in the Offering Document to the Fund). Remaining assets of the Equity Sub-Fund may be invested in any Government Treasury Bills or Government securities having less than one year time to maturity, or be deposited with scheduled Islamic commercial banks having at least 'A' rating or Islamic windows of commercial banks having at least 'AA' rating.

AGIPF - Debt Sub-Fund (AGIPF - DSF)

The Debt Sub-Fund consists of Shariah compliant tradeable debt securities with weighted average time to maturity of the investment portfolio of the sub-fund not exceeding 5 years. At least 25% of the net assets of Debt Sub-Fund shall be invested in debt securities issued by the Federal Government. Up to 25% may be deposited with scheduled Islamic banks having not less than 'A+' rating or Islamic windows of commercial banks having not less than 'AA' rating. Investment in securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be up to 30% of net assets of Debt Sub-Fund. Deposit in a single bank shall not exceed 20% of net assets of the Debt Sub-fund. Composition of the remaining portion of the investments shall be as defined in the offering document to the Fund.

AGIPF - Money Market Sub-Fund (AGIPF - MMSF)

The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by the Federal Government and Islamic windows of commercial banks having 'A+' rating provided that deposit with any one bank shall not exceed 20% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial Government, City Government, Government Corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.

The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.

Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by the Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, bank charges, any Takaful contribution payable in respect of any schemes selected by the Participant. The net contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value noticed by the Pension Fund Manager at the close of that business day.

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:

- International Financial Reporting Standards (IFRS Accounting Standards) 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
- Voluntary Pension System Rules, 2005 (the VPS Rules) 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 VPS rules and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and requirements of the Trust Deed have been followed.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

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

2.4 Critical accounting estimates and judgments

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

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. Information about the judgments made by management in the application of the accounting policies, that have the most significant effect on the amount recognised in these financial statements is classification and measurement of financial assets (notes 4.2.1, 4.2.2.1, 6 and 7);

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

3.1 Amendments to published accounting and reporting standards that are effective for the year ended June 30, 2025

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, 2024. However, these do not have any significant impact on the Fund's operations, therefore, have not been detailed in these financial statements

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

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2025. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1 Cash and cash equivalents

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

4.2 Financial instruments

4.2.1 Initial recognition and measurement

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

All financial assets and liabilities are initially recognised at fair value plus transaction cost except for financial assets or liabilities carried at fair value through profit or loss, where transaction costs are recognised in the income statement.

4.2.2 Classification and subsequent measurement

4.2.2.1 Financial assets

There are three principal classification categories for financial assets:

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

IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognized at 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.

Financial assets at FVPL are subsequently carried at fair value with gains and losses arising from changes in fair value are recorded in the income statement.

4.2.2.2 Financial liabilities

IFRS 9 has provided two principal classification categories for financial liabilities:

- At amortized cost ("AC"), or
- At fair value through profit or loss ("FVPL").

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

4.2.3 Impairment of financial assets

IFRS 9 requires an expected credit loss model which requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds and accordingly, basis defined in Circular No. 33 of 2012 dated October 24, 2012, have been followed.

4.2.4 Derecognition

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

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

Any gain or loss arising on derecognition of financial assets or liabilities is taken to the income statement.

4.2.5 Regular way contract

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

4.2.6 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of equity securities:

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

Basis of valuation of debt securities

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

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

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKRV / PKFRV / PKISRV rates) which are based on the remaining tenor of the securities.

The government securities listed on Pakistan Stock Exchange (for example listed GoP Ijara Sukuks) are valued on their prices quoted on the Pakistan Stock Exchange Limited at reporting date.

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

4.2.7 Offsetting of financial assets and liabilities

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

4.3 Provisions

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

4.4 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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

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

4.6 Issuance, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the Pension Fund Manager. The Net Asset Value (NAV) per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outlined in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a year to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the Net Asset Value per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes, as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the Participants' Sub-Funds. The Voluntary Pension System Rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participant holders is, therefore, only possible through redemption of units which is based on the Net Asset Value (NAV). Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

4.7 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Unrealised gains or losses arising on revaluation of investments classified 'at fair value through profit or loss' are included in the Income Statement in the year in which these arise.
- Dividend income on equity securities is recognised in the income statement when the right to receive the dividend is established.
- Profit / return on investments in debt and government securities is recognised using effective yield method.
- Profit on bank balances, placements and term deposits are recognised on time proportionate basis.

4.8 Expenses

All expenses including remuneration of Pension Fund Manager, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

5 BANK BALANCES	Note	2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 5.1)	Total
Bank balances in:						
Current account	5.2	-	4,834,627	2,198	-	4,836,825
Savings accounts	5.3	19,429,196	41,111,966	54,574,668	-	115,115,830
		<u>19,429,196</u>	<u>45,946,593</u>	<u>54,576,866</u>	-	<u>119,952,655</u>
2024						
Bank balances in:	Note	(Rupees)				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 5.1)	Total
Current account	5.2	-	1,929,928	-	-	1,929,928
Savings accounts	5.3	4,314,999	15,978,427	16,940,256	20,099	37,253,781
		<u>4,314,999</u>	<u>17,908,355</u>	<u>16,940,256</u>	<u>20,099</u>	<u>39,183,709</u>

5.1 These represent collection and redemption accounts maintained with Bank Alfalah Limited (a related party).

5.2 This represents current account maintained with Bank Alfalah Limited (a related party).

5.3 These accounts carry rates of return ranging from 7.5% to 19.5% (2024: 20.5% to 21.5%) per annum. It includes bank balances in aggregate to Rs. 68.17 million (2024: Rs. 21.93 million) maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 7.5% to 19.5% (2024: 20.50%) per annum.

6 INVESTMENTS

Note

2025

Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
6.1	155,639,171	-	155,639,171
6.2	1,116,170	-	1,116,170
6.3	-	109,606,242	318,593,244
6.4	-	208,987,002 25,000,000	48,687,657
	156,755,341	133,293,899	233,987,002
			524,036,242

2024

Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
6.1	87,360,650	-	87,360,650
6.2	794,970	-	794,970
6.3	-	89,305,300	233,365,500
6.4	-	144,060,200 939,682	939,682
	88,155,620	90,244,982	144,060,200
			322,460,802

6.1 Listed equity securities

6.1.1 Equity Sub-Fund

Name of the investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / Right shares received during the year	Sales during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund	
----- (Number of shares) -----							(Rupees) -----			(Percentage) -----		
Commercial Banks												
Mezzan Bank Limited		31,246	74,000	-	48,600	56,646	16,032,515	18,809,304	2,776,789	11.2	12.0	0.03
Faysal Bank Limited		21,300	54,000	-	75,300	-	-	-	-	-	-	-
							16,032,515	18,809,304	2,776,789	11.2	12.0	0.03
Textile Composite												
Nishat Mills Limited		8,400	5,000	-	13,400	-	-	-	-	-	-	-
Kohinoor Textile Mills Limited		7,500	-	-	7,500	-	-	-	-	-	-	-
Interloop Limited		11,625	-	-	11,625	-	-	-	-	-	-	-
Towellers Limited		4,700	-	-	4,700	-	-	-	-	-	-	-
Cement												
Fauji Cement Company Limited		92,000	75,000	-	90,000	77,000	2,267,425	3,439,590	1,172,165	2.0	2.2	0.03
D.G. Khan Cement Company Limited		8,200	9,000	-	11,625	5,575	517,049	922,997	405,948	0.5	0.6	0.01
Lucky Cement Limited	6.1.1.1	5,460	44,140	-	800	48,800	11,217,778	17,335,712	6,117,934	10.3	11.1	0.17
Attock Cement Pakistan Limited		910	-	-	910	-	2,144,621	3,072,300	927,679	1.8	2.0	-
Kohat Cement Company Limited		5,100	6,800	-	5,100	6,800	2,782,000	2,579,648	(203,352)	1.5	1.6	0.03
Maple Leaf Cement Company Limited		73,924	75,500	-	94,800	54,624	2,285,813	4,603,711	2,317,898	2.7	2.9	0.05
Cherat Cement Company Limited		15,100	4,450	-	-	19,550	3,369,821	5,675,365	2,305,544	3.4	3.6	0.101
Pioneer Cement Limited		16,000	3,000	-	19,000	-	-	-	-	-	-	-
							24,584,507	37,629,323	13,044,816	22.2	24.0	0.39
Power Generation and Distribution												
The Hub Power Company Limited		71,508	5,000	-	76,508	-	-	-	-	-	-	-
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	6.1.1.2	14,476	20,600	-	4,700	30,376	8,069,074	11,467,851	3,398,777	6.8	7.3	0.06
Shell Pakistan Limited		6,000	-	-	6,000	-	-	-	-	-	-	-
Hi-Tech Lubricants Limited	6.1.1.2	-	68,100	-	68,100	3,161,589	3,070,629	(90,960)	1.8	2.0	0.02	
Sui Southern Gas Company Limited		-	135,000	-	45,000	90,000	3,343,500	3,851,100	507,600	2.3	2.5	0.42
Sui Northern Gas Pipelines Limited		22,400	2,000	-	-	24,400	1,647,600	2,847,724	1,200,124	1.7	1.8	0.04
							16,221,763	21,237,304	5,015,541	12.6	13.6	0.5

Name of the investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / Right shares received during the year	Sales during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company		
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund			
						(Number of shares)			(Rupees)			(Percentage)		
Oil & Gas Exploration Companies														
Mari Petroleum Company Limited	6.1.1.2	2,149	6,879	14,792	10,170	13,650	5,584,652	7,629,878	2,045,226	4.5	4.9	0.1		
Oil and Gas Development Company Limited		48,700	39,500	-	25,100	63,100	11,825,242	13,917,336	2,092,094	8.3	8.9	-		
Pakistan Petroleum Limited		42,614	34,500	-	6,300	70,814	9,606,066	12,050,418	2,444,352	7.2	7.7	-		
							27,015,960	33,597,632	6,581,672	20.0	21.5	0.1		
Engineering														
International Industries Limited		-	14,500	-	14,500	-	-	-	-	-	-	-		
Aisha Steel Mills Limited		-	178,000	-	-	178,000	2,048,202	1,998,940	(49,262)	1.2	1.3	-		
Mughal Iron and Steel Industries Limited		11,000	-	-	11,000	-	2,048,202	1,998,940	(49,262)	-	-	-		
Automobile Assembler														
Millat Tractors Limited		3,116	-	-	3,116	-	-	-	-	-	-	-		
Sazgar Engineering Works Limited		3,300	4,700	-	5,050	2,950	3,038,938	3,362,469	323,531	2.0	2.1	-		
Exide Pakistan Limited		-	1,500	-	-	1,500	1,335,000	1,274,840	(60,360)	0.8	0.8	-		
							4,373,938	4,637,109	263,171	2.8	2.9	-		
Automobile Parts & Accessories														
Thal Limited	6.1.1.1	-	6,400	-	-	6,400	2,584,423	2,535,808	(48,615)	1.5	1.6	-		
Gandhara Auto Mobiles Limited		-	7,000	-	1,100	5,900	2,637,300	2,226,483	(410,817)	1.3	1.4	-		
							5,221,723	4,762,291	(459,432)	-	-	-		
Fertilizer														
Engro Corporation Limited		23,990	1,200	-	25,190	-	-	-	-	-	-	-		
Engro Fertilizer Limited		40,400	13,500	-	53,900	-	-	-	-	-	-	-		
Fatima Fertilizers		-	30,000	-	30,000	-	-	-	-	-	-	-		
Engro Holding Limited		-	13,891	-	13,891	-	-	-	-	-	-	-		
Fauji Fertilizer Company Limited		45,500	6,060	-	51,560	-	-	-	-	-	-	-		
Pharmaceuticals														
The Searle Company Limited	6.1.1.2	28,115	-	-	28,000	115	6,569	10,086	3,517	-	-	-		
Citi Pharma Limited		68,000	25,000	-	30,500	62,500	2,444,000	2,099,250	(344,750)	1.2	1.3	0.27		
Glaxosmithkline Pakistan Limited		-	7,300	-	3,300	4,000	1,480,000	1,562,880	82,880	0.9	1.0	0.01		
Ferozsons Laboratories Limited		-	1,500	-	1,500	-	-	-	-	-	-	-		
Haleon Pakistan Limited		-	7,250	-	1,500	5,750	4,135,038	4,233,898	98,860	2.5	2.7	0.11		
Bf Biosciences Limited	6.1.1.1	-	40,094	-	40,094	-	-	-	-	-	-	-		
Hightoon Laboratories Limited		2,581	1,500	-	-	4,081	2,495,146	3,043,905	548,759	1.8	1.9	0.08		
							10,560,753	10,950,019	389,266	6.4	6.9	0.47		
Chemicals														
Dyneal Pakistan Limited	6.1.1.1	-	7,000	-	-	7,000	1,530,418	1,982,330	451,912	1.2	1.3	-		
Agritech Limited		33,000	28,000	-	61,000	-	-	-	-	-	-	-		
Lotte Chemical Pakistan Limited		35,000	-	-	35,000	-	-	-	-	-	-	-		
							1,530,418	1,982,330	451,912	1.2	1.3	-		
Glass & Ceramics														
Tariq Glass Industries Limited		17,400	-	-	8,500	8,900	1,037,295	2,235,413	1,198,118	1.3	1.4	0.1		
							1,037,295	2,235,413	1,198,118	1.3	1.4	0.1		
Foods & Personal Care Products														
Treet Corporation Limited	6.1.1.2	36	65,000	-	65,000	36	634	852	218	-	-	-		
Barkat Friesian Agro Limited	6.1.1.1	-	89,242	-	89,242	-	-	-	-	-	-	-		
Bunnys Limited		-	60,000	-	60,000	-	-	-	-	-	-	-		
National Foods Limited	6.1.1.1	470	-	-	470	-	-	-	-	-	-	-		
							634	852	218	-	-	-		
Synthetic and Rayon														
Image Pakistan Limited		-	75,000	-	15,000	60,000	2,337,526	2,935,200	597,674	1.7	1.9	0.26		
Synthetic Products Enterprises Limited	6.1.1.1 & 6.1.1.2	464	-	-	-	464	7,387	21,135	13,748	-	-	-		
							2,344,913	2,956,335	611,422	1.7	1.9	-		
Refinery														
Attock Refinery Limited		-	14,000	-	7,400	6,600	3,838,754	4,484,172	645,418	2.7	2.9	0.06		
							3,838,754	4,484,172	645,418	2.7	2.9	-		

Name of the investee company	Note	As at July 01, 2024	Purchases during the year	Bonus / Right shares received during the year	Sales during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund	
							(Number of shares)			(Rupees)		(Percentage)
Miscellaneous												
Shifa International Hospital Ltd		-	6,750	-	-	6,750	2,746,245	3,207,127	460,882	1.9	2.0	0.11
Pakistan Aluminium Beverage Cans Limited	8,400		-	-	8,400	-	-	-	-	-	-	-
							2,746,245	3,207,127	460,882	9.0	9.7	0.17
Technology & communication												
Pakistan Telecommunication Company Limited	-	155,000	-	55,000	100,000	2,080,892	2,544,000	463,108	-	-	-	0.24
Systems Limited	2,980	43,000	-	2,980	43,000	4,410,145	4,607,020	196,875	2.7	2.9	0.15	
Air Link Communication Limited	10,500	-	-	10,500	-	-	-	-	-	-	-	
						6,491,037	7,151,020	659,983	2.7	2.9	0.39	
As at June 30, 2025							124,048,657	155,639,171	31,590,514			
As at June 30, 2024							54,542,106	87,360,650	32,818,544			

6.1.1.1 All shares are fully paid-up ordinary shares of Rs 10 each except for Synthetic Products Enterprises Limited, Thal Limited, and Dynea Pakistan, which have a face value of Rs. 5 per share; Systems Limited and Lucky Cement Limited, which have a face value of Rs. 2 per share; BF Biosciences which have a face value of Rs. 3 per share and Barkat Frisian Agro Limited which have a face value of Rs. 1 per share.

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

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honorable High Court of Sindh in favour of CISs.

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

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

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

During the year, the Fund received 14,792 bonus shares from Mari Energies Limited (formerly Mari Petroleum Company Limited). However due to the above mentioned amendment enacted through Finance Act, 2023, 10% of the bonus shares were withheld by Mari Energies Limited (Mari) against tax on bonus shares. Further, lien was placed on additional 10% of bonus shares by the Islamabad High Court (IHC), based on a petition filed by Mari, due to variation in the market price of shares of Mari (as opposed to the first day of book closure on September 19, 2024) that may not have enabled Mari to recover the full withholding tax on sale of such bonus shares for such shareholders who do not remit money to the company such as the Fund. The case is pending further adjudication in the SHC. Accordingly, lien has been placed in CDC on 1,479 additional shares of Mari having market value of Rs. 0.92 million as at June 30, 2025.

As at June 30, 2025, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the Investee Company	2025		2024	
	Bonus Shares			
	Number of shares	Market value of shares	Number of shares	Market value of shares
Treet Corporation Limited	36	828	36	1,050
Synthetic Products Limited	112	5,376	112	1,578
Pakistan State Oil Company Limited	44	18,656	44	7,561
The Searle Company Limited	58	5,626	58	4,986
Mari Petroleum Company Limited	1,479	924,375	-	-
	1,729	954,861	250	15,175

6.2 Units of open ended mutual funds

6.2.1 Equity Sub-Fund

Name of the investee funds	As at July 1, 2024	Purchased during the year	Sold / Redeemed during the year	As at June 30, 2025	As at June 30, 2025			Percentage in relation to	
					Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund
					(Number of units)	(Rupees)		(Percentage)	
Alfalah Consumer Index Exchange Traded Fund	73,000	-	-	73,000	794,968	1,116,170	321,202	0.66	0.71
Total as at June 30, 2025					794,968	1,116,170	321,202	0.66	0.71
Total as at June 30, 2024					572,320	462,090	(110,230)		

6.3 GOP Ijara Sukuk

6.3.1 Debt Sub Fund

Certificates have a face value of Rs. 100,000 each.

Particulars	Issue Date	Maturity Date	As at July 01, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund
							(No. of certificates)	(Rupees)			%
GOP Ijara Sukuk-1 years	December 4, 2023	December 4, 2028	50	-	50	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	July 12, 2023	July 12, 2024	250	-	250	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	September 20, 2023	September 20, 2024	90	-	90	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	December 4, 2023	December 4, 2024	-	150	150	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	August 7, 2023	August 7, 2024	-	160	160	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	October 9, 2023	October 9, 2024	100	880	980	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	August 16, 2024	August 15, 2025	-	130	130	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	October 21, 2024	October 20, 2025	-	50	50	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	January 9, 2025	January 8, 2026	-	100	100	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	December 4, 2024	December 3, 2025	-	480	480	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	December 4, 2024	December 3, 2025	-	70	-	70	6,682,727	6,708,742	26,015	3.69	5.03
GOP Ijara Sukuk-3 years	December 4, 2023	December 4, 2026	120	-	120	-	-	-	-	-	-
GOP Ijara Sukuk-3 years	June 26, 2023	June 26, 2028	-	580	580	-	-	-	-	-	-
GOP Ijara Sukuk-3 years	May 10, 2024	May 10, 2029	-	400	-	400	45,068,000	45,520,000	452,000	25.01	34.15
GOP Ijara Sukuk-3 years	September 18, 2024	September 20, 2027	-	100	100	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	July 29, 2020	July 29, 2025	150	-	150	150	14,994,000	15,001,500	7,500	8.24	11.25
GOP Ijara Sukuk-5 years	April 27, 2022	April 29, 2027	150	210	360	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	October 21, 2024	October 21, 2029	-	550	150	400	40,000,000	42,376,000	2,376,000	23.28	31.79
GOP Ijara Sukuk-5 years	May 29, 2020	May 29, 2025	-	350	350	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	January 9, 2025	January 9, 2028	-	100	100	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	April 30, 2020	April 30, 2025	-	350	350	-	-	-	-	-	-
Total as at June 30, 2025							106,744,727	109,606,242	2,861,515		
Total as at June 30, 2024							89,772,330	89,305,300	(467,030)		

* They carry effective yield with rates ranging from 11.19% to 22.59%

6.3.2 Money Market Sub Fund

Certificates have a face value of Rs. 100,000 each.

Particulars	Issue Date	Maturity Date	As at July 01, 2024	Purchased during the year	Sold during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
							Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund
						(No. of certificates) (Rupees)			%		
GOP Ijara Sukuk-1 years	October 9, 2023	October 9, 2024	210	2,380	2,590	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	December 4, 2023	December 4, 2024	40	-	40	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	September 20, 2023	September 20, 2024	600	-	600	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	July 12, 2023	July 12, 2024	340	-	340	-	-	-	-	-	-
GOP Ijara Sukuk-3 years	September 18, 2024	September 20, 2027	-	150	150	-	-	-	-	-	-
GOP Ijara Sukuk-3 years	January 9, 2025	January 9, 2028	-	150	150	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	May 29, 2020	May 29, 2025	100	250	350	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	July 29, 2020	July 29, 2025	50	500	-	550	54,928,000	55,005,500	77,500	19.26	23.51
GOP Ijara Sukuk-5 years	October 21, 2024	October 21, 2029	50	1,200	950	300	30,000,000	31,782,000	1,782,000	11.13	13.58
GOP Ijara Sukuk-5 years	December 4, 2023	December 4, 2028	100	-	100	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	April 30, 2020	April 30, 2025	-	400	400	-	-	-	-	-	-
GOP Ijara Sukuk-5 years	April 27, 2022	April 27, 2027	-	360	210	-	15,315,000	15,376,500	-	5.38	6.57
GOP Ijara Sukuk-1 years	November 7, 2024	November 6, 2025	-	5,000	5,000	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	October 21, 2024	October 20, 2025	-	5,000	5,000	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	January 9, 2025	January 8, 2026	-	5,000	5,000	-	-	-	-	-	-
GOP Ijara Sukuk-1 years	December 4, 2024	December 3, 2025	-	5,000	-	5,000	66,827,275	67,067,000	239,725	23.48	28.66
GOP Ijara Sukuk-1 years	July 26, 2024	July 25, 2025	-	5,000	-	5,000	39,716,373	39,756,002	39,629	13.92	16.99
Total as at June 30, 2025							206,786,648	208,987,002	2,138,854		
Total as at June 30, 2024							143,068,400	144,060,200	991,800		

* They carry effective yield with rates ranging from 11.32%-22.94%

6.4 Sukuk certificates

6.4.1 Debt Sub Fund

Name of the investee company	Profit rate	Maturity date	As at July 01, 2024	Purchased during the year	Sold / Matured during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Sub-Fund	total investment of the Sub-Fund
						(No. of certificates) (Rupees)			(Percentage)		
Power Generation and Distribution											
Pakistan Energy Sukuk - II (AAA) (Face value: Rs. 5,000)	6 Months KIBOR - 0.10%	May 20, 2030	100	-	-	100	500,600	5,000,000	(600)	0.27	0.38
Engineering											
Mughal Iron and Steel Industries Limited (A+ VIS) (Face value Rs 1,00,000)	3 Months KIBOR + 1.30%	June 26, 2026	-	5	-	5	5,000,000	5,000,000	-	2.75	3.75
Mughal Iron and Steel Industries Limited (A+ VIS) (Face Value Rs 687,500)	6 Months Kibor + base rate 1.30%	March 2, 2026	1	-	-	1	189,150	187,657	(1,493)	0.10	0.14
Mughal Iron and Steel Industries Limited (A+ VIS) (Face value Rs 5000)	3 Months KIBOR + 1.30%	Dec 3, 2025	-	18	-	18	18,000,000	18,000,000	-	9.89	13.50
Total as at June 30, 2025							23,689,750	23,687,657	(2,093)		
Total as at June 30, 2024							937,600	939,682	2,082		

6.4.2 Money Market Sub Fund

Name of the investee company	Profit rate	Maturity date	As at July 01, 2024	Purchased during the year	Sold / Matured during the year	As at June 30, 2025	As at June 30, 2025			Market value as a percentage of		Investment as a percentage of issue size
							Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Sub-Fund	total investment of the Sub-Fund	
						(No. of certificates)			(Rupees)		(Percentage)	
Lucky Electric Power Company Limited PPSTS - 11 (AA, PACRA) (Face value: Rs. 1,000,000)	6 Months KIBOR + 1.30%	August 15,2025	-	25	-	25	25,000,000	25,000,000	-	-	-	-
Total as at June 30, 2025							25,000,000	25,000,000	-			
Total as at June 30, 2024							-	-	-			

6.5 Net unrealised appreciation / (diminution) on revaluation of investments classified as financial assets 'at fair value through profit and loss'

Note

Market value of investments	6.1, 6.2, 6.3 & 6.4	156,755,341	133,293,899	233,987,002	524,036,242
Less: carrying value of investments	6.1, 6.2, 6.3 & 6.4	124,843,625	130,434,477	231,786,648	487,064,750
		<u>31,911,716</u>	<u>2,859,422</u>	<u>2,200,354</u>	<u>36,971,492</u>

Note

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
Market value of investments	6.1, 6.2, 6.3 & 6.4	88,155,620	90,244,982
Less: carrying value of investments	6.1, 6.2, 6.3 & 6.4	55,004,196	90,709,930
		<u>33,151,424</u>	<u>(464,948)</u>
			<u>991,800</u>
			<u>33,678,276</u>

7 DIVIDEND, PROFIT AND OTHER RECEIVABLES

Note

Profit receivable on:												
- GOP Ijara sukuk												
- Bank balances	7.1	67,594	2,753,249	3,716,876	-	-						
- Term deposit receipts			494,967	426,170	-	-						
- Sukuk certificates			53,460	-	-	-						
Advance tax	7.2	14,907	356,190	113,077	-	-						
Dividend receivable		44,045	144,994	220,645	-	-						
Other assets		2,342	-	-	-	-						
NCCPL exposure margin		-	-	196,527	-	-						
		<u>128,888</u>	<u>3,802,860</u>	<u>4,673,295</u>	-	-						

Note

2024	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)					
Profit receivable on:					
- GOP Ijara sukuk	7.1	37,405	5,496,017	9,084,379	-
- Bank balances			940,176	1,398,678	-
- Term deposit receipts			53,460	-	-
- Sukuk certificates			29,489	6,896	-
Dividend receivable		55,480	-	-	-
Advance tax	7.2	14,909	144,994	220,645	51
		<u>107,794</u>	<u>6,664,136</u>	<u>10,710,598</u>	<u>51</u>

Profit receivable on:

- GOP Ijara sukuk	7.1	-	5,496,017	9,084,379	-	14,580,396
- Bank balances		37,405	940,176	1,398,678	-	2,376,259
- Term deposit receipts		-	53,460	-	-	53,460
- Sukuk certificates		-	29,489	6,896	-	36,385
Dividend receivable		55,480	-	-	-	55,480
Advance tax	7.2	14,909	144,994	220,645	51	380,599
		<u>107,794</u>	<u>6,664,136</u>	<u>10,710,598</u>	<u>51</u>	<u>17,482,579</u>

7.1 This includes accrued profit of Rs. 1,857,429 (2024: Rs.2,376,259 receivable from Bank Alfalah Limited (a related party).

7.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However, during the year ended June 30, 2025, withholding tax on profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on debt in aggregate amounts to Rs. 0.381 million (2024: Rs. 0.381 million)

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Honourable Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other asset management companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund has been shown as advance tax as at June 30, 2025 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8	PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER	Note	2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	Remuneration payable to Pension Fund Manager	8.1	708,873	73,542	129,587	-	912,002
	Sindh sales tax payable on remuneration of the Pension Fund Manager	8.2	156,466	10,438	35,990	-	202,894
	Selling and marketing expenses	8.3	54,690	-	-	-	78,137
	Sindh sales tax payable on allocated expenses	8.4	8,203	1,265	2,242	-	11,710
	Sales load payable		160,794	38,148	157,389	-	356,331
	Other payable		-	-	205,000	-	205,000
			1,089,026	131,894	545,154	-	1,766,074

8	PAYABLE TO ALFALAH ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER	Note	2024				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	Remuneration payable to Pension Fund Manager	8.1	122,757	50,186	75,841	-	248,784
	Sindh sales tax payable on remuneration of the Pension Fund Manager	8.2	5,475	6,164	23,746	-	35,385
	Selling and marketing expenses	8.3	340,445	-	-	-	340,445
	Allocated expenses payable		4,100	6,033	24,379	150	34,662
	Sales load payable		-	40,000	40,000	20,000	100,000
	Other payable					20,150	759,276

8.1 As per the NBFC Regulations, 2008, the Pension Fund Manager is entitled to a remuneration for its services by way of an annual management fee as disclosed in the offering document subject to the total expense ratio limit. The Pension Fund Manager has charged remuneration at 1.25% (June 30, 2024: 1.25%) of net assets of each Sub-Fund calculated on a daily basis which is within the maximum limit.

8.2 During the year ended June 30, 2025, an amount of Rs. 0.851 million (2024: Rs. 0.322 million) at the rate of 15% (June 30, 2024: 13%) per annum was charged on account of sales tax on remuneration of Pension Fund Manager levied through the Sindh Sales Tax on Services Act, 2011.

8.3 Effective from April 10, 2025, the SECP, through SRO 600(I)/2025 dated April 10, 2025, amended the NBFC Regulations to disallow the Pension Fund Managers to charge allocated expenses to the Fund. However, prior to such amendment, the Pension Fund Managers charged such allocated expenses to the Fund at their discretion, provided the Total Expense Ratio (refer note 18) prescribed by the SECP wide SRO 639(I)/2019 dated June 20, 2020 is complied with. The Pension Fund Manager, had charged such expenses at the rate of 0.025% in Equity Sub Fund (2024: 0.46%), 0.015% in Debt Sub Fund (2024: nil) and 0.088% in Money Market Sub Fund (2024: nil), per annum of the daily net assets of the each Sub Fund, till the aforementioned date.

8.4 The provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2024: nil) on reimbursable expenditure (allocated expenses and selling and marketing expenses) effective from July 1, 2024, through the Sindh Sales Tax on Services Act, 2011.

9 **PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Trustee remuneration payable	9.1	71,158	20,590	37,524
Sindh Sales Tax payable on Trustee remuneration	9.2	9,813	3,801	5,353
CDS charges payable		-	11,364	-
		80,971	35,755	42,877
				159,603

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Trustee remuneration payable	9.1	61,462	11,477	20,195
Sindh Sales Tax payable on Trustee remuneration	9.2	8,146	1,799	2,497
CDS charges payable		-	11,364	-
		69,608	24,640	22,692
				116,940

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the daily net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at June 30, 2025 is as follows:

Net assets (Rupees)		Tariff
From	To	
1	1 billion	Rs. 0.3 million or 0.15% per annum of Net Assets whichever is higher
Above 1 billion	3 billion	Rs. 1.5 million plus 0.10% per annum of Net Assets on amount exceeding Rs 1 billion
Above 3 billion	6 billion	Rs. 3.5 million plus 0.08% per annum of Net Assets on amount exceeding Rs 3 billion
Above 6 billion	-	Rs. 5.9 million plus 0.06% per annum of Net Assets on amount exceeding Rs 6 billion

9.2 During the year, an amount of Rs 0.101 million (2024: Rs. 0.054 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.094 million (2024:Rs.0.055 million) was paid to the Trustee which acts as a collecting agent.

10 **FEES PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

Note	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----					
Fee payable	10.1	48,052	54,156	77,432	-
					179,640

Note	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----					
Fee payable	10.1	19.079	23,781	30,664	-
					73,524

10.1 In accordance with the Voluntary Pension System Rules, 2005, each sub-fund is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

During the period ended June 30, 2020, the SECP vide SRO No. 1620(I)/2019 dated December 24, 2019, revised the rate of annual fee to one fortieth of one percent (0.025%) of average annual net assets of the Fund, applicable on all Voluntary Pension Schemes. Accordingly, the Fund has charged SECP fee at the rates of 0.025% (June 30, 2024: 0.025%) of average annual net assets of the Fund.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Note	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)		
Withholding tax payable	107,420	634,179	6,462,143	7,203,742
Auditors' remuneration payable	52,949	71,237	102,484	226,670
Capital gain tax payable	-	-	-	-
Printing charges payable	13,035	2,521	1,639	17,195
Brokerage expense payable	294,258	23,242	56,315	373,815
Sales Load Payable	-	53,332	261,383	314,715
Sindh Sales Tax on brokerage expense payable	42,738	3,244	7,874	53,856
Capital value payable	-	-	-	-
NCCPL payable	1,129	27,850	-	28,979
Legal and professional charges payable	-	-	-	-
Shariah Advisory Fee Payable	23,729	101,468	136,037	261,234
Sindh Sales Tax on Shariah Advisory Fee	17,820	-	-	17,820
Other payables	110,836	-	-	110,836
Payable against redemption of units	32,409	-	12,209	44,618
Payable against purchase of investments	5,876,902	-	-	5,876,902
Charity / donation payable	278,328	-	-	278,328
	6,851,553	917,073	7,040,084	14,808,710
Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)		
Withholding tax payable	348,486	254,613	7,620,456	8,223,555
Auditors' remuneration payable	77,458	60,511	75,061	213,030
Printing charges payable	13,486	6,133	3,762	23,381
Brokerage expense payable	71,780	1,689	5,680	79,149
Sindh Sales Tax on brokerage expense payable	9,340	42	308	9,690
Capital value payable	55	-	-	55
NCCPL payable	1,129	-	-	1,129
Legal and professional charges payable	32,197	104,113	37,851	174,161
Shariah Advisory Fee Payable	6,224	32,131	42,172	80,527
Sindh Sales Tax on Shariah Advisory Fee	17,820	-	-	17,820
Other payables	109,315	-	-	109,315
Payable against redemption of units	6,711,944	241,237	612,602	7,565,783
Payable against purchase of investments	223	-	-	223
Charity / donation payable	84,839	-	-	84,839
	8,057,176	776,685	8,596,637	17,430,498

11.1 According to the instructions of the Shariah Advisor of the Fund, any income earned by the Fund from investments / portion of the investments made in non-shariah compliant avenues, should be donated for charitable purposes directly by the Fund.

12 NUMBER OF UNITS IN ISSUE

	2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Number of units			
Total units in issue at the beginning of the year	531,262	676,330	911,912	2,119,504
Add: Issuance of units during the period				
- Directly by participants	355,986	596,433	1,643,201	2,595,620
- Transfer from other pension fund	2,922	5,603	8,953	17,478
	358,908	602,036	1,652,154	2,613,098
Less: Units redeemed during the year				
- Directly by participants	(237,872)	(364,311)	(1,168,508)	(1,770,691)
Total units in issue at the end of the year	652,298	914,055	1,395,558	2,961,911
	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Number of units			
Total units in issue at the beginning of the year	715,433	553,677	717,378	1,986,488
Add: Issuance of units during the year				
directly by participants	152,235	206,763	731,388	1,090,386
transfer from other pension fund	12,061	16,320	32,141	60,522
	164,296	223,083	763,529	1,150,908
Less: Units redeemed during the year				
directly by participants	(348,467)	(100,430)	(568,995)	(1,017,892)
Total units in issue at the end of the year	531,262	676,330	911,912	2,119,504

13 CONTRIBUTION TABLE

	2025					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	119,747	27,608,547	267,595	50,797,016	939,721	184,811,914
Employers	83,214	19,185,601	178,397	33,864,677	506,003	99,514,107
Transfer from other pension funds	2,922	500,000	5,603	1,018,024	8,953	1,694,738
Change of scheme in	152,726	33,912,828	120,344	22,667,866	186,857	37,008,180
Reallocation in	299	-	30,097	5,975,869	-	-
Rebalancing in	358,908	81,281,765	602,036	114,323,452	1,652,154	325,194,398
	2024					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	30,058	7,143,815	120,774	20,600,793	457,168	78,307,112
Employers	22,974	2,967,159	26,134	4,154,916	64,031	10,531,415
Transfer from other pension funds	12,061	1,275,782	16,320	2,529,684	32,141	5,046,640
Change of scheme in	-	-	-	-	-	-
Reallocation in	99,189	13,794,951	23,850	3,815,524	206,159	34,524,027
Rebalancing in	14	2,153	36,005	6,086,369	4,030	720,780
	164,296	25,183,860	223,083	37,187,286	763,529	129,129,974

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2025 and June 30, 2024.

15 PROFIT / MARKUP INCOME

Profit on:

- Bank balances
- Sukuk certificates
- GOP Ijara Sukuks

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
553,007	4,049,795	6,517,819	11,120,621
-	2,373,180	5,046,495	7,419,675
-	11,665,031	13,246,910	24,911,941
553,007	18,088,006	24,811,224	43,452,237

Profit on:

- Bank balances
- Sukuk certificates
- GOP Ijara Sukuks

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
674,320	6,264,782	5,568,098	12,507,200
-	18,330	1,056,178	1,074,508
-	8,071,565	16,497,401	24,568,966
674,320	14,354,677	23,121,677	38,150,674

16 CASH AND CASH EQUIVALENTS

Bank balances

2025				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)				
19,429,196	45,946,593	54,576,866	-	119,952,655
19,429,196	45,946,593	54,576,866	-	119,952,655

Bank balances

2024				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)				
4,314,999	17,908,355	16,940,256	20,099	39,183,709
4,314,999	17,908,355	16,940,256	20,099	39,183,709

17 AUDITOR'S REMUNERATION

Annual audit fee

Review and other certifications
Out of pocket expenses
Sindh sales tax

2025			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
47,799	65,626	93,756	207,181
27,045	32,813	43,287	103,145
7,484	9,844	13,704	31,032
6,586	8,663	12,060	27,309
88,914	116,946	162,807	368,667

Annual audit fee

Review and other certifications
Out of pocket expenses
Sindh sales tax

2024			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)			
47,799	65,626	86,574	199,999
23,900	32,813	43,287	100,000
7,170	9,844	12,986	30,000
6,310	8,663	11,428	26,401
85,179	116,946	154,275	356,400

18 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund based on the current year results is as follows:

	2025		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
Total Expense Ratio (TER)	3.91%	1.24%	1.04%
Government levy and SECP fee	0.61%	0.16%	0.17%

19 TAXATION

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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.

20 EARNINGS PER UNIT

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

21 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah Asset Management Limited being the Pension Fund Manager, Funds under management of the Pension Fund Manager, Bank Alfalah Limited, Alfalah CLSA Securities Private Limited and MAB Investment Incorporated being associated companies of Pension Fund Manager, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah Securities (Private) Limited, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah Asset Management Limited and Central Depository Company of Pakistan Limited being the Trustee of the Fund, 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 related parties / connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons / related parties. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates duly approved by the Board of Directors.

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

Allocated expenses and selling and marketing expenses are charged to the fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

21.1 Details of transaction with related parties during the year:

	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)					
Alfalah Asset Management Limited - (Pension Fund Manager)					
Remuneration of Pension Fund Manager	3,868,295	728,738	1,084,841	-	5,681,874
Sindh sales tax on remuneration of the Pension Fund Manager	580,163	109,143	162,673	-	851,979
Allocated Expenses	54,690	17,247	88,011	-	159,948
Sindh sales tax on Allocated Expense	8,204	2,587	13,202		23,993
Sales load	160,794	91,480	418,772	-	671,046
Reimbursement of expenses from the Management Company	2,342	30,000	-	-	32,342
Remuneration paid	3,282,179	705,382	1,031,095	-	5,018,656

2025				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)				

Central Depository Company of Pakistan Limited - (Trustee)

Remuneration of the Trustee	180,308	203,183	290,472	-	673,963
Sindh sales tax on remuneration of the Trustee	27,049	30,394	43,450	-	100,893
Trustee remuneration paid	170,612	196,370	188,154	-	555,136
CDS charges	15,363	2,300	3,220	-	20,883

Bank Alfalah Limited

Profit accrued	527,784	407,935	921,710	-	1,857,429
Sales load	230	921	1,156	-	2,307

Alfalalah GHP Income Fund

GOP Ijara Sukuk Certificate - Purchase	-	-	15,000,000	-	15,000,000
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Contributions

Director – Structured Investments & Digital Transformation	4,111,838	5,128,598	3,581,059	-	12,821,495
Director - Advisory	605,562	868,816	178,726	-	1,653,104
Chief Strategy Officer	1,624,903	785,850	-	-	2,410,753
Head of Legal & Company Secretary	-	-	1,013,343	-	1,013,343
Head of Digital Transformation	-	-	2,284,254	-	2,284,254

Contributions (number of units)

Director – Structured Investments & Digital Transformation	24,497	28,642	19,121	-	72,260
Director - Advisory	2,946	4,631	915	-	8,492
Chief Strategy Officer	8,088	4,185	-	-	12,273
Head of Legal & Company Secretary	-	-	5,191	-	5,191
Head of Digital Transformation	-	-	11,483	-	11,483

Redemptions

Director – Structured Investments & Digital Transformation	2,546,284	3,096,524	4,610,974	-	10,253,782
Director - Advisory	1,263,187	1,391,263	278,468	-	2,932,918
Chief Strategy Officer	2,048,559	832,256	-	-	2,880,815
Head of Legal & Company Secretary	-	-	1,268,783	-	1,268,783
Head of Digital Transformation	-	-	1,997,709	-	1,997,709

Redemptions (number of units)

Director – Structured Investments & Digital Transformation	33,903	34,454	33,647	-	102,004
Director - Advisory	4,985	6,994	1,362	-	13,341
Chief Strategy Officer	8,088	4,185	-	-	12,273
Head of Legal & Company Secretary	-	-	6,204	-	6,204
Head of Digital Transformation	-	-	11,483	-	11,483

Participant having holding of more than 10% units

Contributions					
Individuals	-	5,435,697	-	-	5,435,697

Contributions (number of units)					
Individuals	-	21,655	-	-	21,655

Redemptions					
Individuals	3,265,811	-	-	-	3,265,811

Redemptions (number of units)					
Individuals	12,991	-	-	-	12,991

2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----					
Alfalal Asset Management Limited - (Pension Fund Manager)					
Remuneration of Pension Fund Manager	1,031,463	608,113	840,168	-	2,479,744
Sindh sales tax on remuneration of the Pension Fund Manager	134,091	79,053	109,220	-	322,364
Allocated Expenses	340,445	-	-	-	340,445
Sales load	18,193	47,785	55,048	-	121,026
Remuneration paid	1,158,752	615,298	866,439	-	2,640,489
Central Depository Company of Pakistan Limited - (Trustee)					
Remuneration of the Trustee	112,265	129,946	174,455	-	416,666
Sindh sales tax on remuneration of the Trustee	14,597	16,901	22,674	-	54,172
Trustee remuneration paid	105,467	265,785	265,162	-	636,414
CDS charges	-	139,000	5,650	-	144,650
Bank Alfalah Limited					
Profit accrued	505,559	268,810	751,816	-	1,526,185
Profit received	984	6,886	1,967	-	9,837
Bank Alfalah Limited					
GOP Ijara Sukuk Certificate - Purchase	-	4,938,000	-	-	4,938,000
Key management personnel					
Contributions					
Director – Structured Investments & Digital Transformation	4,854,041	3,578,558	8,342,615	-	16,775,214
Deputy CFO	743,494	-	-	-	743,494
Head of Operations	-	307,311	391,397	-	698,708
Head of Investor Relations	184,652	186,033	-	-	370,685
Head of Fixed Income	-	582,901	5,110,195	-	5,693,096
Head of HR	85,657	36,710	-	-	122,367
Head of Risk	114,285	199,574	116,373	-	430,232
Head of IT	-	439,218	400,190	-	839,408
Head of Research	1,495,435	-	2,925,152	-	4,420,587
Head of Equity Investment	830,048	-	7,750,549	-	8,580,597
Head of Retail	-	-	1,950,989	-	1,950,989
Portfolio Manager	-	-	64,968	-	64,968
Other Key Management Personnel	259,888	460,147	644,094	-	1,364,129
Contributions (number of units)					
Director – Structured Investments & Digital Transformation	5,280,318	2,660,669	12,978,043	-	20,919,030
Deputy CFO	1,809,116	-	-	-	1,809,116
Head of Operations	-	183,984	273,084	-	457,068
Head of Investor Relations	157,494	52,255	-	-	209,749
Head of fixed income	-	496,201	5,132,139	-	5,628,340
Head of HR	246,814	79,679	-	-	326,493
Head of Risk	103,704	-	-	-	103,704
Head of IT	-	-	39,028	-	39,028
Head of Research	1,297,384	-	2,928,492	-	4,225,876
Head of Equity Investment	633,354	-	8,451,078	-	9,084,432
Head of Retail	-	-	1,890,577	-	1,890,577
Portfolio Manager	-	-	64,968	-	64,968
Other Key Management Personnel	135,569	225,447	432,768	-	793,784

	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Redemptions (number of units)					
Director – Structured Investments & Digital Transformation					
Deputy CFO	41,378	16,533	80,008	-	137,919
Head of Operations	18,365	-	-	-	18,365
Head of Investor Relations	-	1,194	1,668	-	2,862
Head of fixed income	1,436	988	-	-	2,424
Head of HR	-	3,185	39,002	-	42,187
Head of Risk	1,988	509	-	-	2,497
Head of IT	662	-	-	-	662
Head of Research	-	-	218	-	218
Head of Equity Investment	8,617	-	9,226	-	17,843
Head of Retail	6,054	-	50,742	-	56,796
Portfolio Manager	-	-	11,892	-	11,892
Other Key Management Personnel	1,004	1,574	2,937	-	5,515
Participant having holding of more than 10% units					
Contributions					
Individuals	-	3,660,516	-	-	3,660,516
Contributions (number of units)					
Individuals	-	21,655	-	-	21,655
Redemptions					
Individuals	3,660,516	-	-	-	3,660,516
Redemptions (number of units)					
Individuals	23,361	-	-	-	23,361

21.2 Details of balances with related parties as at the year end:

	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Alfalalah Asset Management Limited - (Pension Fund Manager)					
Pension Fund Manager remuneration payable	708,873	73,542	129,587	-	912,002
Sindh Sales Tax payable on remuneration of Pension Fund Manager	156,466	10,438	35,990	-	202,894
Other payable	-	-	205,000	-	205,000
Allocated expenses payable	54,690	8,501	14,946	-	78,137
Sales load payable	160,794	38,148	157,389	-	356,331
Investment at year end	77,423,400	59,735,310	61,401,600	-	198,560,310
Units held (Number of units)	300,000	300,000	300,000	-	900,000
Central Depository Company of Pakistan Limited - (Trustee)					
Trustee remuneration payable	71,158	20,590	37,524	-	129,272
Sindh Sales Tax payable on Trustee remuneration	9,813	3,801	5,353	-	18,967
Security deposit	100,000	100,000	100,000	-	300,000
CDS charges payable	-	11,364	-	-	11,364
Bank Alfalah Limited					
Bank balance	19,315,286	27,543,391	21,303,862	-	68,162,539
Profit receivable on bank deposits	67,594	494,967	426,170	-	988,731
Participants having holding of more than 10%					
Investment at year end	19,404,111	19,892,256	-	-	39,296,367
Units held (number of units)	75,187	99,902	-	-	175,089

2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)					

Alfalah Asset Management Limited - (Pension Fund Manager)					
Pension Fund Manager remuneration payable	122,757	50,186	75,841	-	248,784
Sindh Sales Tax payable on remuneration of Pension Fund Manager	5,475	6,164	23,746	-	35,385
Other payable	-	40,000	40,000	20,000	100,000
Allocated expenses payable	340,445	-	-	-	340,445
Sales load payable	4,100	6,033	24,379	150	34,662
Investment at year end	47,467,980	50,562,600	53,622,600	-	151,653,180
Units held (Number of units)	300,000	300,000	300,000	-	900,000
Central Depository Company of Pakistan Limited - (Trustee)					
Trustee remuneration payable	61,462	11,477	20,195	-	93,134
Sindh Sales Tax payable on Trustee remuneration	8,146	1,799	2,497	-	12,442
Security deposit	100,000	100,000	100,000	-	300,000
CDS charges payable	-	11,364	-	-	11,364
Bank Alfalah Limited					
Bank balance	4,201,089	9,905,601	7,792,744	20,099	21,919,533
Profit receivable on bank deposits	37,405	940,176	1,398,678	-	2,376,259
Key management personnel					
Investment at year end	3,638,895	4,201,752	8,639,673	-	16,480,320
Units held (number of units)	22,998	24,930	48,336	-	96,264
Participants having holding of more than 10%					
Investment at year end	13,952,105	16,837,683	-	-	30,789,788
Units held (number of units)	88,178	99,902	-	-	188,080

22 FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2025										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	
(Rupees)											
Financial assets											
Bank balances	19,429,196	-	19,429,196	45,946,593	-	45,946,593	54,576,866	-	54,576,866	-	119,952,655
Investments	-	156,755,341	156,755,341	-	133,293,899	133,293,899	-	233,987,002	233,987,002	-	524,036,242
Security deposit with the Company of Pakistan Limited - Trustee	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	-	300,000
Dividend, profit and other receivables	126,546	-	126,546	3,802,860	-	3,802,860	4,673,295	-	4,673,295	-	8,602,701
	19,655,742	156,755,341	176,411,083	49,849,453	133,293,899	183,143,352	59,350,161	233,987,002	293,337,163	-	652,891,598

Particulars	2025										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At amortised cost	Total

(Rupees)

Financial liabilities

Payable to Alfallah Asset											
Management Limited - Pension											
Fund Manager	-	1,089,026	1,089,026	-	131,894	131,894	-	545,154	545,154	-	1,766,074
Payable to Central Depository											
Company of Pakistan Limited											
- Trustee	-	80,971	80,971	-	35,755	35,755	-	42,877	42,877	-	159,603
Accrued expenses and											
other liabilities	-	6,421,938	6,421,938	-	251,800	251,800	-	570,067	570,067	-	7,243,805
	-	7,591,935	7,591,935	-	419,449	419,449	-	1,158,098	1,158,098	-	9,169,482

Particulars	2024										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	Total

(Rupees)

Financial assets

Bank balances	4,314,999	-	4,314,999	17,908,355	-	17,908,355	16,940,256	-	16,940,256	20,099	39,183,709
Investments	-	88,155,620	88,155,620	-	90,244,982	90,244,982	-	144,060,200	144,060,200	-	322,460,802
Security deposit with the											
Company of Pakistan											
Limited - Trustee	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	-	300,000
Dividend, profit and											
other receivables	107,794	-	107,794	6,664,136	-	6,664,136	10,710,598	-	10,710,598	51	17,482,579
	4,522,793	88,155,620	92,678,413	24,672,491	90,244,982	114,917,473	27,750,854	144,060,200	171,811,054	20,150	379,427,090

Particulars	2024										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At fair value through profit or loss	At amortised cost	Sub total	At fair value through profit or loss	At amortised cost	Sub total	At fair value through profit or loss	At amortised cost	Sub total	At amortised cost	Total

(Rupees)

Financial liabilities

Payable to Alfallah Asset											
Management Limited - Pension											
Fund Manager	-	472,777	472,777	-	102,383	102,383	-	163,966	163,966	20,150	759,276
Payable to Central Depository											
Company of Pakistan Limited											
- Trustee	-	69,608	69,608	-	24,640	24,640	-	22,692	22,692	-	116,940
Accrued expenses and											
other liabilities	-	7,055,901	7,055,901	-	522,030	522,030	-	975,873	975,873	-	8,553,804
	-	7,598,286	7,598,286	-	649,053	649,053	-	1,162,531	1,162,531	20,150	9,430,020

23 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

23.1 Market risk

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

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

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

23.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

23.1.2 Yield / profit rate risk

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

	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	19,429,196	41,111,966	54,576,866	-	115,118,028
Sukuk certificates	-	23,687,657	25,000,000	-	48,687,657
	19,429,196	64,799,623	79,576,866	-	163,805,685
Fixed rate instruments (financial assets)					
GOP Ijara sukuk	-	109,606,242	208,987,002	-	318,593,244
	-	109,606,242	208,987,002	-	318,593,244
	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	4,314,999	15,978,427	16,940,256	20,099	37,253,781
Sukuk certificates	-	939,682	-	-	939,682
	4,314,999	16,918,109	16,940,256	20,099	38,193,463
Fixed rate instruments (financial assets)					
GOP Ijara sukuk	-	89,305,300	144,060,200	-	233,365,500
	-	89,305,300	144,060,200	-	233,365,500

a) Sensitivity analysis of variable rate instruments

Presently, the Fund holds KIBOR based sukuk certificates and bank balances which expose the Fund to cash flow profit rate risk. A reasonably possible change of 100 basis points in profit rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	194,292	647,996	795,769	1,638,057
Decrease in 100 basis points	(194,292)	(647,996)	(795,769)	(1,638,057)

2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	43,150	169,181	169,403	381,734
Decrease in 100 basis points	(43,150)	(169,181)	(169,403)	(381,734)

b) Sensitivity analysis of fixed rate instruments

As at June 30, 2025, the Fund holds GOP Ijara sukuk which are classified as financial assets 'at fair value through profit or loss' exposing the Fund to fair value profit rate risk. A reasonably possible change of 100 basis points in profit rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	-	5,025,056	7,703,754	12,728,810
Decrease in 100 basis points	-	(5,662,269)	(8,626,359)	(14,288,628)

2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	-	893,053	1,440,602	2,333,655
Decrease in 100 basis points	-	(893,053)	(1,440,602)	(2,333,655)

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2025 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

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

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 can be determined as follows:

Alfalalh GHP Islamic Pension Fund - Equity Sub Fund

Particulars	2025					2024				
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk		
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year
	%	(Rupees)					%	(Rupees)		
On-balance sheet financial instruments										
Financial assets										
Bank balances	7.5%-11.5%	19,429,196	-	-	-	19,429,196	20.5%-21.5%	4,314,999	-	-
Investments - net		-	-	-	156,755,341	156,755,341		-	88,155,620	88,155,620
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	100,000	100,000
Dividend, profit and other receivables		-	-	-	113,981	113,981		-	92,885	92,885
Receivable against sale of investments		-	-	-	-	-		-	-	-
Sub total		19,429,196	-	-	156,969,322	176,398,518		4,314,999	-	88,348,505
										92,663,504
Financial liabilities										
Payable to Alfalalh Asset Management Limited - Pension Fund Manager		-	-	-	1,089,026	1,089,026		-	472,777	472,777
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	80,971	80,971		-	69,608	69,608
Accrued expenses and other liabilities		-	-	-	6,421,938	6,421,938		-	7,055,901	7,055,901
Sub total		-	-	-	7,591,935	7,591,935		-	7,598,286	7,598,286
On-balance sheet gap		19,429,196	-	-	149,377,387	168,806,583		4,314,999	-	80,750,219
Total profit rate sensitivity gap		19,429,196	-	-	149,377,387	168,806,583		4,314,999	-	80,750,219
Cumulative profit rate sensitivity gap		19,429,196	19,429,196	19,429,196				4,314,999	4,314,999	4,314,999

Alfalalh GHP Islamic Pension Fund - Debt Sub Fund

Particulars	2025					2024				
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk		
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year
	%	(Rupees)					%	(Rupees)		
On-balance sheet financial instruments										
Financial assets										
Bank balances	7.5%-19.5%	41,111,966	-	-	4,834,627	45,946,593	20.5%-21.5%	15,978,427	-	-
Investments - net	18.4% to 22.15%	-	133,293,899	-	-	133,293,899	18.4% to 22.15%	34,008,900	56,236,082	-
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	100,000	100,000
Dividend, profit and other receivables		-	-	-	3,657,866	3,657,866		-	6,519,142	6,519,142
Sub total		41,111,966	133,293,899	-	8,592,493	182,998,358		49,987,327	56,236,082	-
Financial liabilities										
Payable to Alfalalh Asset Management Limited - Pension Fund Manager		-	-	-	131,894	131,894		-	102,383	102,383
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	35,755	35,755		-	24,640	24,640
Accrued expenses and other liabilities		-	-	-	251,800	251,800		-	522,030	522,030
Sub total		-	-	-	419,449	419,449		-	649,053	649,053
On-balance sheet gap		41,111,966	133,293,899	-	8,173,044	182,578,909		49,987,327	56,236,082	-
Total profit rate sensitivity gap		41,111,966	133,293,899	-	8,173,044	182,578,909		49,987,327	56,236,082	-
Cumulative profit rate sensitivity gap		41,111,966	174,405,865	174,405,865				49,987,327	106,223,409	106,223,409

Alfalalh GHP Islamic Pension Fund - Money Market Sub Fund

Particulars	Effective yield / profit rate	2025					2024					
		Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	
		Upto three months	More than three months and upto one year	More than one year			Upto three months	More than three months and upto one year	More than one year			
	%	(Rupees)					%	(Rupees)				
On-balance sheet financial instruments												
Financial assets												
Bank balances	7.5%-19.5%	54,574,668	-	-	-	54,574,668	20.5%-21.5%	16,940,256	-	-	16,940,256	
Investments - net	18.4%-23.6%	-	208,987,002	-	-	208,987,002	18.4%-23.6%	59,976,000	84,084,200	-	144,060,200	
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	-	100,000	100,000	
Dividend, profit and other receivables		-	-	-	4,452,650	4,452,650		-	-	10,489,953	10,489,953	
Sub total		54,574,668	208,987,002	-	4,552,650	268,114,320		76,916,256	84,084,200	-	10,589,953	171,590,409
Financial liabilities												
Payable to Al Falalh Asset Management Limited - Pension Fund Manager		-	-	-	545,154	545,154		-	-	163,966	163,966	
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	42,877	42,877		-	-	22,692	22,692	
Accrued expenses and other liabilities		-	-	-	570,067	570,067		-	-	975,873	975,873	
Sub total		-	-	-	1,158,098	1,158,098		-	-	1,162,531	1,162,531	
On-balance sheet gap		54,574,668	208,987,002	-	3,394,552	266,956,222		76,916,256	84,084,200	-	9,427,422	170,427,878
Total profit rate sensitivity gap		54,574,668	208,987,002	-	3,394,552	266,956,222		76,916,256	84,084,200	-	9,427,422	170,427,878
Cumulative profit rate sensitivity gap		54,574,668	263,561,670	263,561,670				76,916,256	161,000,456	161,000,456		

23.1.3 Price risk

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

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

The table below summarizes the sensitivity of the Fund's net assets attributable to unit holders to the equity price movements as at June 30, 2025. The analysis is based on the assumption that the KSE index increased / decreased by 1%, with all other variables held constant and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the index. This represents managements' best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

At June 30, 2025, the fair value of equity securities and units of open ended mutual fund exposed to price risk was disclosed in note 6.1.

	2025	2024
	Rupees	
Effect due to increase / decrease in KSE 100 index or net assets	1,567,553	881,556
Investment and net assets	1,567,553	881,556
Income statement		

23.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk mainly arises from deposits with banks, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the Fund mainly consist of government securities that represent the interest of Government of Pakistan and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.

- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.

23.2.1 Exposure to credit risk

The maximum exposure to credit risk as at June 30, 2025 is as follows:

Alfalalh GHP Islamic Pension Fund - Equity Sub Fund

	2025	2024
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
Rupees		
Bank balances	19,429,196	19,429,196
Investments	156,755,341	-
Security deposit with Central the Depository		
Company of Pakistan Limited - Trustee	100,000	100,000
Advances, dividend, prepayments and profit receivables	126,546	126,546
Receivable against sale of investments	-	-
	176,411,083	19,655,742
	92,678,413	4,522,793

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in listed equity securities and units of open ended mutual fund of Rs. 156.75 million (2024: Rs. 88.16 million) are not exposed to credit risk.

Alfalalh GHP Islamic Pension Fund- Debt Sub Fund

	2025	2024
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
Rupees		
Bank balances	45,946,593	45,946,593
Investments	133,293,899	23,687,657
Security deposit with the Central Depository		
Company of Pakistan Limited - Trustee	100,000	100,000
Advances, dividend, prepayments and profit receivables	3,802,860	3,802,860
	183,143,352	73,537,110
	114,917,473	25,612,173

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Rs. 109.606 million (2024: Rs. 89.305 million) are not exposed to credit risk.

Alfalalh GHP Islamic Pension Fund- Money Market Sub Fund

	2025	2024
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
Rupees		
Bank balances	54,576,866	54,576,866
Investments	233,987,002	-
Security deposit with the Central Depository		
Company of Pakistan Limited - Trustee	100,000	100,000
Advances, dividend, prepayments and profit receivables	4,673,295	4,673,295
	293,337,163	59,350,161
	171,811,054	27,750,854

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Rs. 233.987 million (2024: Rs. 144.060 million) are not exposed to credit risk.

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets.

No financial assets were considered to be past due or impaired either at June 30, 2025 and June 30, 2024.

23.2.2 Credit quality of financial assets

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

Balances with banks by rating category

Alfalah GHP Islamic Pension Fund - Equity Sub Fund
 Bank Alfalah Limited
 Bank Islami Pakistan Limited
 Dubai Islamic Bank Pakistan Limited
 Habib Bank Limited

Rating agency	Rating (Short Term / Long Term)	2025		2024	
		% of bank balances exposed to credit risk			
PACRA	AAA / A1+	99.41%		97.36%	
PACRA	A1 / AA-	0.31%		1.39%	
VIS	A1+ / AA	0.18%		0.82%	
VIS	A1+ / AAA	0.09%		0.43%	
		100%		100%	

Alfalah GHP Islamic Pension Fund - Debt Sub Fund
 Allied Bank Limited
 Askari Bank Limited
 Bank Alfalah Limited
 Bank Al Habib
 Bank Islami Pakistan Limited
 Habib Bank Limited
 Dubai Islamic Bank Pakistan Limited
 Meezan Bank Limited
 MCB Bank Limited
 Faysal Bank Limited
 Central Depository Company of Pakistan Limited - Trustee

Rating agency	Rating (Short Term / Long Term)	2025		2024	
		% of bank balances exposed to credit risk			
PACRA	A1+ / AAA	12.09%		6.95%	
PACRA	A1+ / AA+	0.10%		0.27%	
PACRA	AAA / A1+	59.97%		55.38%	
PACRA	AAA / A1+	0.00%		6.00%	
PACRA	A1 / AA-	0.74%		1.90%	
VIS	A1+ / AAA	0.03%		0.19%	
VIS	A1+ / AA	0.01%		0.20%	
VIS	A1+ / AAA	0.04%		22.87%	
PACRA	A1+ / AAA	0.49%		0.67%	
PACRA	A1+ / AA	26.53%		3.04%	
N/A	N/A	0.00%		2.35%	
		100%		100%	

Alfalah GHP Islamic Pension Fund - Money Market Sub Fund
 Allied Bank Limited
 Askari Bank Limited
 Bank Alfalah Limited
 Bank Al Habib
 Bank Islami Pakistan Limited
 Habib Bank Limited
 Dubai Islamic Bank Pakistan Limited
 Meezan Bank Limited
 MCB Bank Limited
 Zarai Taraqiat Bank Limited
 Faysal Bank Limited

PACRA	A1+ / AAA	22.24%	1.69%
PACRA	A1+ / AA+	0.00%	0.06%
PACRA	AAA / A1+	39.03%	46.00%
PACRA	AAA / A1+	0.18%	14.03%
PACRA	A1 / AA-	0.61%	1.82%
VIS	A1+ / AAA	0.16%	0.51%
VIS	A1+ / AA	12.44%	0.04%
VIS	A1+ / AAA	0.05%	0.00%
PACRA	A1+ / AAA	0.08%	0.85%
VIS	AAA / A1+	0.52%	0.00%
PACRA	A1+ / AA	25.12%	34.65%
		100%	100%

22.2.3 Open end mutual fund - Quoted

The Fund had investments at June 30, 2025 with open end mutual funds having following ratings:

Name of open end mutual funds	Rating Agency	Rating	2025		2024	
			Percentage of total balance			
Alfalah Consumer Index (Exchange Traded Fund)	Not Rated	Not Rated	100%		100%	

23.2.4 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund has entered into transactions with credit worthy counterparties thereby mitigating any significant risk due to concentration of credit risk. Details of the Fund's concentration of credit risk of financial instruments by economic sectors are as follows:

Alfalalh GHP Islamic Pension Fund - Equity Sub Fund

2025		2024	
Rupees	Percentage	Rupees	Percentage
19,429,196	99.49%	4,314,999	97.73%
100,000	0.51%	100,000	2.27%
<u>19,529,196</u>	<u>100%</u>	<u>4,414,999</u>	<u>100%</u>

Alfalalh GHP Islamic Pension Fund- Debt Sub Fund

2025		2024	
Rupees	Percentage	Rupees	Percentage
48,699,842	64.37%	23,404,372	77.95%
23,687,657	31.31%	939,682	3.13%
3,162,899	4.18%	5,578,966	18.58%
<u>100,000</u>	<u>0.13%</u>	<u>100,000</u>	<u>0.33%</u>
<u>75,650,398</u>	<u>100%</u>	<u>30,023,020</u>	<u>100%</u>

Alfalalh GHP Islamic Pension Fund- Money Market Sub Fund

2025		2024	
Rupees	Percentage	Rupees	Percentage
16,940,256	10.27%	16,940,256	9.95%
144,060,200	87.35%	144,060,200	84.65%
3,829,953	2.32%	9,091,275	5.34%
<u>100,000</u>	<u>0.06%</u>	<u>100,000</u>	<u>0.06%</u>
<u>164,930,409</u>	<u>100%</u>	<u>170,191,731</u>	<u>100%</u>

23.3 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 the terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in short term instruments in order to maintain liquidity.

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

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

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

2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalalah GHP Islamic Pension Fund

- Equity Sub Fund

Financial Assets

	19,429,196	-	-	-	19,429,196
Bank balances	-	-	-	-	156,755,341
Investments	-	-	-	-	100,000
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	126,546
Dividend, profit and other receivables	126,546	-	-	-	126,546
Sub total	19,555,742	-	-	-	176,411,083

Financial Liabilities

	1,089,026	-	-	-	1,089,026
Payable to Alfalah Asset Management Limited - Pension Fund Manager	80,971	-	-	-	80,971
Payable to Central Depository Company of Pakistan Limited - Trustee	6,421,938	-	-	-	6,421,938
Accrued expenses and other liabilities	7,591,935	-	-	-	7,591,935
Sub total	11,963,807	-	-	-	156,855,341
Net financial assets	11,963,807	-	-	-	168,819,148

2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Financial Assets

	8,176,789	-	-	-	8,176,789
Bank balances	-	-	-	-	52,805,727
Investments	-	-	-	-	100,000
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	8,857
Dividend, profit and other receivables	8,857	-	-	-	52,905,727
Sub total	8,185,646	-	-	-	61,091,373

Financial Liabilities

	258,702	-	-	-	258,702
Payable to Alfalah Asset Management Limited - Pension Fund Manager	1,010,807	-	-	-	1,010,807
Payable to Central Depository Company of Pakistan Limited - Trustee	7,055,901	-	-	-	7,055,901
Accrued expenses and other liabilities	1,717,164	-	-	-	1,717,164
Sub total	6,468,482	-	-	-	52,905,727
Net financial assets	6,468,482	-	-	-	59,374,209

2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalalah GHP Islamic Pension Fund
- Debt Sub Fund

Financial Assets

Bank balances	45,946,593	-	-	-	45,946,593
Investments	-	-	132,354,817	939,082	133,293,899
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000
Dividend, profit and other receivables	3,802,860	-	-	-	3,802,860
Sub total	49,749,453	-	132,354,817	939,082	100,000
					183,143,352

Financial Liabilities

Payable to Alfalah Asset Management Limited - Pension Fund Manager	131,894	-	-	-	-	131,894
Payable to Central Depository Company of Pakistan Limited - Trustee	35,755	-	-	-	-	35,755
Accrued expenses and other liabilities	251,800	-	-	-	-	251,800
Sub total	419,449	-	-	-	-	419,449

Net financial assets

49,330,004	-	132,354,817	939,082	100,000	182,723,903
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2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Financial Assets

Bank balances	33,015,035	-	-	-	33,015,035
Investments	-	-	35,757,100	11,750,460	47,507,560
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000
Dividend, profit and other receivables	2,245,420	-	-	-	2,245,420
Sub total	35,260,455	-	35,757,100	11,750,460	82,868,015

Financial Liabilities

Payable to Alfalah Asset Management Limited - Pension Fund Manager	94,468	-	-	-	94,468
Payable to Central Depository Company of Pakistan Limited - Trustee	20,190	-	-	-	20,190
Accrued expenses and other liabilities	522,030	-	-	-	1,812,217
Sub total	1,926,875	-	-	-	1,926,875

Net financial assets

33,333,580	-	35,757,100	11,750,460	100,000	80,941,140
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2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalalah GHP Islamic Pension Fund
- Money Market Sub Fund

Financial Assets

Bank balances	54,576,866	-	-	-	54,576,866
Investments	-	-	-	-	208,987,002
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000
Dividend, profit and other receivables	4,673,295	-	-	-	4,673,295
Sub total	59,250,161	-	-	208,987,002	100,000
					268,337,163

Financial Liabilities

Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	545,154	-	-	-	545,154
Payable to Central Depository Company of Pakistan Limited - Trustee	42,877	-	-	-	42,877
Accrued expenses and other liabilities	570,067	-	-	-	570,067
Sub total	1,158,098	-	-	-	1,158,098

Net financial assets	58,092,063	-	-	208,987,002	100,000	267,179,065
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2024					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Financial Assets

Bank balances	16,940,256	-	-	-	16,940,256
Investments	-	-	93,993,000	50,067,200	144,060,200
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000
Dividend, profit and other receivables	10,710,598	-	-	-	10,710,598
Sub total	27,650,854	-	93,993,000	50,067,200	171,811,054

Financial Liabilities

Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	163,966	-	-	-	163,966
Payable to Central Depository Company of Pakistan Limited - Trustee	22,692	-	-	-	22,692
Accrued expenses and other liabilities	975,873	-	-	-	975,873
Sub total	1,162,531	-	-	-	1,162,531

Net financial assets	26,488,323	-	93,993,000	50,067,200	100,000	170,648,523
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23.4 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.

23.5 Fair value hierarchy

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

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

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

Equity Sub-Fund

At fair value through profit or loss

Listed equity securities
Units of open ended mutual funds

2025			
Level 1	Level 2	Level 3	Total
Rupees			
155,639,171	-	-	155,639,171
-	1,116,170	-	1,116,170
155,639,171	1,116,170	-	156,755,341

2024

2024			
Level 1	Level 2	Level 3	Total
Rupees			
87,360,650	-	-	87,360,650
-	794,970	-	794,970
87,360,650	794,970	-	88,155,620

Debt Sub-Fund

At fair value through profit or loss

GOP Ijara sukuk
Sukuk certificates*

2025			
Level 1	Level 2	Level 3	Total
Rupees			
109,606,242	-	-	109,606,242
-	23,687,657	-	23,687,657
109,606,242	23,687,657	-	133,293,899

At fair value through profit or loss
 GOP Ijara sukiks
 Sukuk certificates*

2024			
Level 1	Level 2	Level 3	Total
Rupees			
89,305,300	-	-	89,305,300
-	939,682	-	939,682
89,305,300	939,682	-	90,244,982

Money Market Sub Fund

At fair value through profit or loss
 GOP Ijara sukiks

2025			
Level 1	Level 2	Level 3	Total
Rupees			
208,987,002	25,000,000	-	208,987,002
208,987,002	25,000,000	-	233,987,002

At fair value through profit or loss
 GOP Ijara sukiks

2024			
Level 1	Level 2	Level 3	Total
Rupees			
144,060,200	-	-	144,060,200
144,060,200	-	-	78,962,000

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings.

During the year ended June 30, 2025, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

24 PARTICIPANTS' SUB FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank pari passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

25 GENERAL

25.1 Rounding off

Figures have been rounded off to the nearest rupee.

26 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.

27 DATE OF AUTHORISATION FOR ISSUE

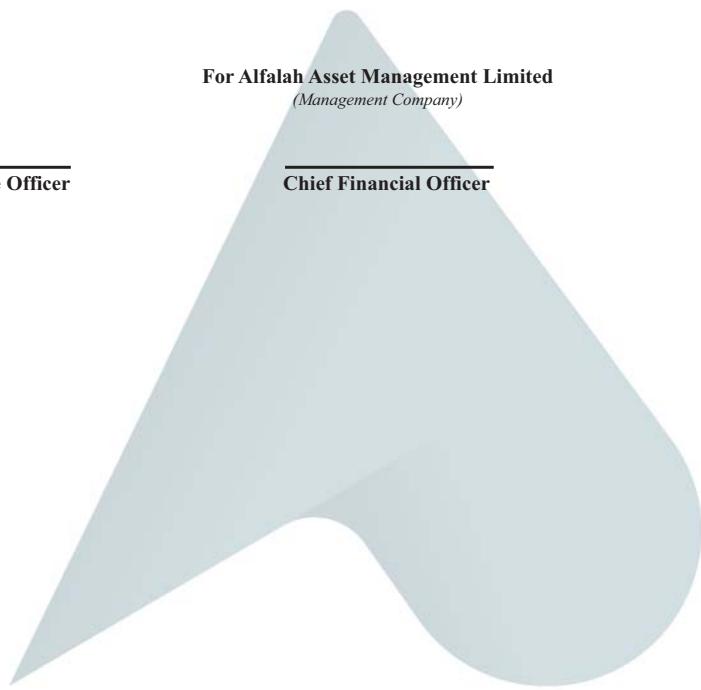
These financial statements were authorised for issue on **August 16, 2025** by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



PERFORMANCE TABLE

	2025	2024	2023	2022	2021
Equity subFund					
Net Income / (loss) for the period	56,591,833	48,413,401	967,634	(12,263,936)	20,631,314
(loss) / gain on sale of investments-net	24,278,080	11,265,764	(108,967)	(4,533,039)	3,004,460
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	31,911,716	33,151,424	(2,960,336)	(10,459,218)	16,759,213
Dividend Income	5,488,511	5,411,013	5,182,221	4,176,804	3,263,354
Profit /mark-up income	553,007	374,320	334,459	116,512	89,023
Net asset value per unit as at 30 June	258.0780	158.2266	82.1882	80.9471	95.9486
Total Net assets as at 30 June	168,343,823	84,059,773	58,800,157	62,159,098	79,416,072
Total Contribution received -Gross	81,281,765	25,183,860	8,706,388	17,524,676	55,443,040
Debt subFund					
Net Income / (loss) for the period	22,327,061	12,730,443	8,059,387	4,928,258	2,795,476
(loss) / gain on sale of investments-net	3,248,527	207,869	(200,672)	(69,868)	1,252
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	2,859,422	(464,948)	(1,089,681)	(83,361)	168,162
Dividend Income	-	-	-	-	-
Profit /mark-up income	14,354,677	14,354,677	10,782,969	6,518,001	4,364,160
Net asset value per unit as at 30 June	199.1177	168.5420	145.8064	130.8826	122.1039
Total Net assets as at 30 June	182,004,474	113,989,984	80,729,633	70,709,482	66,651,527
Total Contribution received -Gross	114,323,452	37,187,286	14,631,019	19,848,590	30,553,601
Money Market subFund					
Net Income / (loss) for the period	2,795,476	22,949,310	11,563,201	3,798,635	2,452,105
(loss) / gain on sale of investments-net	1,252	358,000	-	-	117,200
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	168,162	991,800	(71,000)	(58,899)	34,899
Dividend Income	-	-	-	-	-
Profit /mark-up income	4,364,160	23,121,677	12,817,263	4,730,480	3,494,738
Net asset value per unit as at 30 June	122.1039	178.7420	148.4552	129.8207	121.1405
Total Net assets as at 30 June	66,651,527	162,997,095	106,498,551	61,943,434	47,133,577
Total Contribution received -Gross	30,553,601	129,129,974	58,090,078	18,074,781	23,545,020



ALFALAH KPK EMPLOYEE PENSION FUND

FUND INFORMATION

Management Company:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Board of Directors of the Management Company:

Mr. Atif Aslam Bajwa
Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Kabir Qureshi
Mr. Sohail Sultan
Mr. Khalilullah Shaikh
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Audit Committee (BAC)

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh

Business Risk Management Committee (BRMC)

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh
Mr. Khaldoon Bin Latif (CEO)

Human Resource & Remuneration Committee (HRRC)

Mr. Khalilullah Shaikh
Mr. Kabir Qureshi
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Board Investment Committee (BIC)

Mr. Farooq Ahmed Khan
Mr. Sohail Sultan
Ms. Ayesha Aziz

Chief Financial Officer:

Mr. Faisal Ali Khan

Trustee:

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', SMCHS,
Main Share-e-Faisal, Karachi

Bankers to the Fund:

The Bank of Khyber
Bank Al-Falah Limited

Auditors:

Grant Thornton Anjum Rahman (GTAR)
1st & 3rd Floor, Modern Motors House,
Beaumont Road, Karachi

Legal Advisor:

Haider Waheed
House 188, Street 33,
Khyaban-e-Qasim,
DHA Phase VIII, Karachi

MSB Consultants
F-66/2, Park Lane,
Block 5 Clifton, Karachi.

Registrar:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Distributor:

Bank Alfalah Limited

ALFALAH KPK EMPLOYEE PENSION FUND

Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Voluntary Pension Fund Scheme

Investment Objective

The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the scheme empowers the Employees to invest their pensions as per their desired asset allocations.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive and attractive return as compared to peer funds.

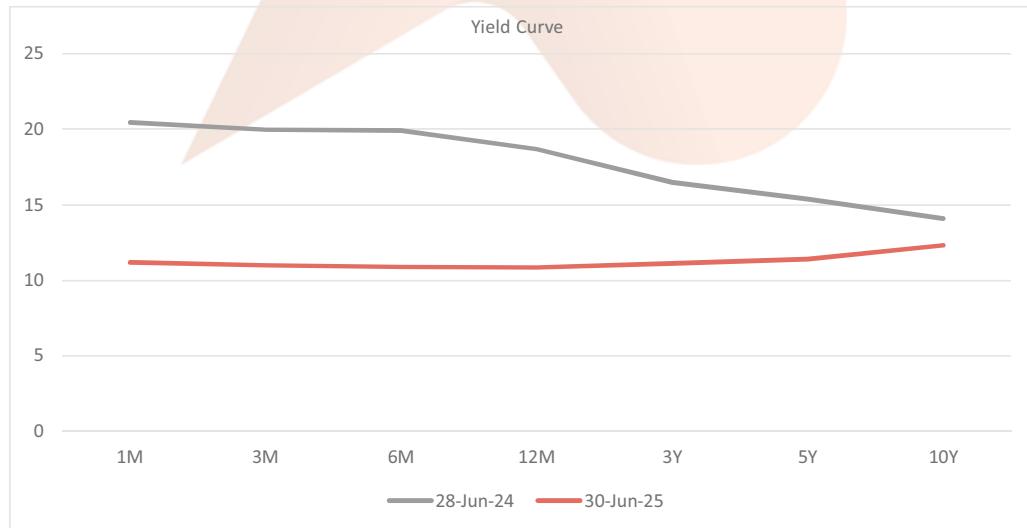
Money Market Review

Real GDP growth for FY25 posted growth of 2.68% in FY25 as compared to 2.51% in FY24.

Inflation eased notably in FY25, with headline inflation dropping to 4.61% from 23.88% the previous year, due to a stable exchange rate, lower global commodity prices, and a more predictable domestic pricing environment. Core inflation remained higher at 8-9% but is expected to decline. In response, the State Bank of Pakistan reduced its policy rate from 22% to 11% by June 2025, shifting toward a growth-focused monetary policy. With real interest rates still high, further rate cuts are possible if inflation stays within the projected 6-7% range in FY26.

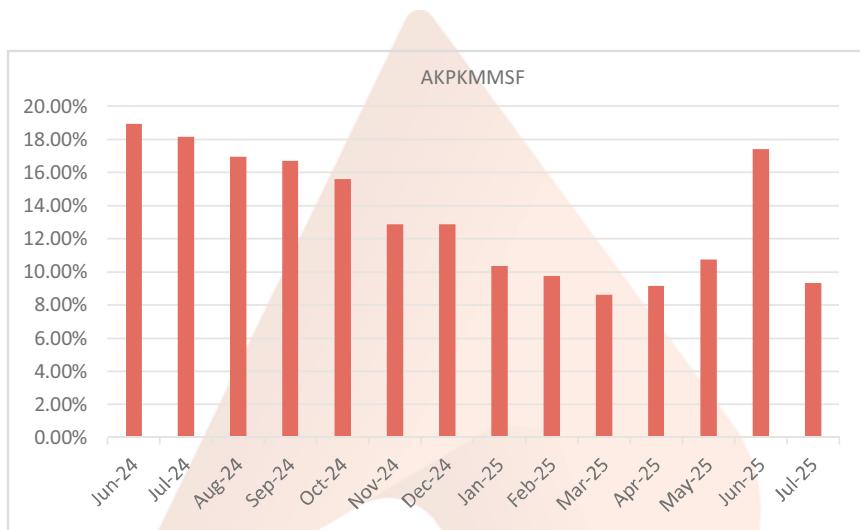
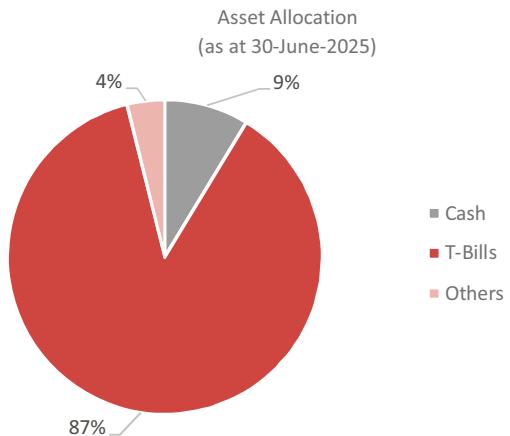
The next monetary policy is scheduled on September 15, 2025, where another cut in the policy rate cannot be ruled out as inflation is forecasted to maintain a lower trajectory, paving way for further anticipated monetary easing.

Assuming 7% projected inflation for FY25, the real interest rate stands impressively high at 4%, well above its historical median of 2%, providing a foundation for potential monetary easing actions. This could potentially lead to a reduction in the policy rate by 1%-2% over the next fiscal year. However, risks persist, particularly from potential inflationary impacts stemming from reforms outlined in the budget and IMF program, as well as volatility in exchange rates and oil prices.



Alfalalah KPK Employee Pension Fund - Money Market Sub Fund:

During the year, the fund generated a return of 14.12%.



⇒ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

⇒ **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

⇒ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

⇒ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



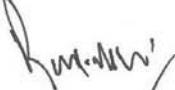
TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH KPK EMPLOYEE PENSION FUND

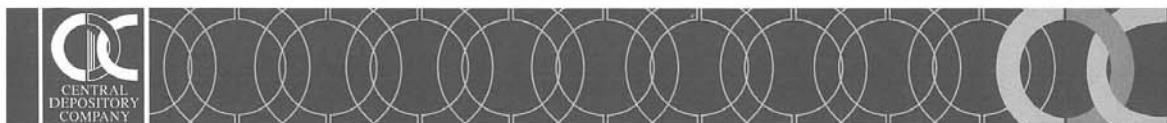
Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah KPK Employee Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, 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.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 17, 2025



INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Alfalah KPK Employee Pension Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Alfalah KPK Employee Pension Fund (the Fund), which comprise the statement of assets and liabilities as at 30 June 2025 and the income statement, statement of comprehensive income, statement of movement in participants' sub fund and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2025 and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of the 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.

Key Audit Matter	How the matter was addressed in our audit
First year audit	
We have been engaged to perform the audit of the Fund for the first time i.e., for the year ended 30 June 2025. Initial audit engagements involve a number of considerations not associated with recurring audits. Additional planning activities and considerations necessary to establish an appropriate audit strategy and audit plan include gaining an initial understanding of the Fund and its business, obtaining sufficient audit evidence regarding the opening balances including the	We performed various procedures to obtain sufficient appropriate audit evidence regarding opening balances including the following: <ul style="list-style-type: none">- reviewed the predecessor auditors' work paper files and made additional inquiries from the predecessor auditors about matters that may affect our audit in the current year.

<p>selection and application of accounting principles and communicating with the previous auditors.</p>	<ul style="list-style-type: none"> - evaluated the key accounting matters from prior years. <p>evaluated whether accounting policies reflected in the opening balances have been consistently applied in the current year's financial statements and adequately presented and disclosed in accordance with the financial reporting standards.</p>
Net assets value	
<p>As disclosed in the note 5 to the financial statements investments carried at fair value through profit or loss amounting to Rs. 43.89 million which constitutes approximately 99% of the total assets of the Fund.</p> <p>The valuation of the Investments for the determination of NAV of the Fund was considered a high risk area and therefore, we considered this as a key audit matter.</p>	<p>Our audit procedures amongst others included the following:</p> <ul style="list-style-type: none"> • Obtained independent confirmations for verifying the existence of the investment portfolio as at 30 June 2025 and traced it with the books and records of the Fund. • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; • assessed the adequacy and appropriateness of disclosures for compliance with the requirements of applicable financial reporting framework

Other Information

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 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.

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 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 for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

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

From the matters communicated with Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current year 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 benefits of public interest such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Other Matter

The financial statements of the Fund for the year ended 30 June 2024 were audited by A.F Ferguson Chartered Accountants who had expressed an unmodified opinion thereon vide their report dated 30 September 2024.

The engagement partner on the audit resulting in this independent auditor's report Khurram Jameel

Chartered Accountants

Dated: 30-September-2025

UDIN: AR202510093kaSgdIMuW

ALFALAH KPK EMPLOYEE PENSION FUND

STATEMENT OF ASSETS AND LIABILITIES

As AT JUNE 30, 2025

Note	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees)-----					
Assets					
Balances with banks	4	583,183	582,902	2,202,382	583,313
Investments	5	-	-	37,840,279	-
Receivable from the Management Company	6	-	-	833,425	-
Deposits,prepayments and profit receivable	7	1,592	1,592	1,030,995	1,592
Preliminary expenses and floatation costs	8	-	-	552,863	-
Total assets		584,775	584,494	42,459,944	584,905
Liabilities					
Payable to the Pension Fund Manager	9	-	-	14,440	-
Payable to the Trustee	10	2,029	1,771	8,269	2,029
Payable to the Securities and Exchange Commission of Pakistan	11	-	-	15,124	-
Accrued expenses and other liabilities	12	-	-	278,977	-
Total liabilities		2,029	1,771	316,810	2,029
Net assets		<u>582,746</u>	<u>582,723</u>	<u>42,143,134</u>	<u>582,876</u>
Participants' sub-funds (as per the statement attached)		<u>582,746</u>	<u>582,723</u>	<u>42,143,134</u>	<u>582,876</u>
Contingencies and commitments	15				
----- (Number of units)-----					
Number of units in issue	13	<u>5,000</u>	<u>5,000</u>	<u>332,198</u>	<u>5,000</u>
----- (Rupees)-----					
Net asset value per unit		<u>116.5492</u>	<u>116.5446</u>	<u>126.8614</u>	<u>116.5752</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND

STATEMENT OF ASSETS AND LIABILITIES

As AT JUNE 30, 2025

Notes	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Assets					
4	503,740	503,740	31,272,381	503,740	32,783,601
5	-	-	-	-	-
6	-	-	772,200	-	772,200
7	54,420	54,139	2,765,799	54,550	2,928,908
8	-	-	680,142	-	680,142
	558,160	557,879	35,490,522	558,290	37,164,851
Liabilities					
9	-	-	600,525	-	600,525
10	853	585	37,187	853	39,478
11	-	-	4,262	-	4,262
12	-	-	934,323	-	934,323
	853	585	1,576,297	853	1,578,588
Net assets					
	<u>557,307</u>	<u>557,294</u>	<u>33,914,225</u>	<u>557,437</u>	<u>35,586,263</u>
Participants' sub-funds (as per the statement attached)					
	<u>557,307</u>	<u>557,294</u>	<u>33,914,225</u>	<u>557,437</u>	<u>35,586,263</u>
Contingencies and commitments					
----- (Number of units) -----					
Number of units in issue					
	<u>5,000</u>	<u>5,000</u>	<u>305,068</u>	<u>5,000</u>	
----- (Rupees) -----					
Net asset value per unit					
	<u>111.4614</u>	<u>111.4588</u>	<u>111.1694</u>	<u>111.4874</u>	

The annexed notes from 1 to 27 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	Note	June 30, 2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Income						
Profit on bank balances		26,615	26,615	943,218	26,615	1,023,063
Income from government securities		-	-	4,371,427	-	4,371,427
Net Unrealized demunition on remeasurement of Investment at FVTPL		-	-	(10,102)	-	(10,102)
Net realized Gain on sale of investments		-	-	17,044	-	17,044
Total income		26,615	26,615	5,321,587	26,615	5,401,432
Expenses						
Remuneration of the Trustee	10.1	1,023	1,032	57,038	1,023	60,116
Sindh sales tax on remuneration of the Trustee	10.2	153	154	8,556	153	9,016
Fee to the Securities and Exchange Commission of Pakistan	11	-	-	17,883	-	17,883
Amortisation of preliminary expenses and floatation costs	8	-	-	154,279	-	154,279
Auditors' remuneration	18	-	-	772,200	-	772,200
CDS Charges		-	-	7,936	-	7,936
Bank Charges		-	-	2,089	-	2,089
Takaful Charges		-	-	4,288	-	4,288
Brokerage expenses		-	-	3,277	-	3,277
Reimbursement of expenses from the Management Company	6	-	-	(772,200)	-	(772,200)
Printing charges		-	-	27,274	-	27,274
Total expenses		1,176	1,186	282,620	1,176	286,158
Net income for the year before taxation		25,439	25,429	5,038,967	25,439	5,115,274
Taxation	17	-	-	-	-	-
Net income for the year		25,439	25,429	5,038,967	25,439	5,115,274
Earnings per unit						

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	For the period from December 14, 2023 to June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Note	(Rupees)				
Income					
Profit on bank balances	58,160	57,879	2,990,787	58,290	3,165,116
Profit on Market Treasury Bills	-	-	485,695	-	485,695
Net Unrealized demuneration on remeasurement of Investment at FVTPL	-	-	-	-	-
Net realized gain on sale of investments	-	-	37,362	-	37,362
Total income	58,160	57,879	3,513,844	58,290	3,688,173
Expenses					
Remuneration of the Trustee	10.1	755	518	32,909	755
Sindh sales tax on remuneration of the Trustee	10.2	98	67	4,278	98
Fee to the Securities and Exchange Commission of Pakistan	11	-	-	4,262	-
Amortisation of preliminary expenses and floatation costs	8	-	-	70,383	-
Auditors' remuneration	18	-	-	772,200	-
CDS Charges	-	-	-	-	-
Bank Charges	-	-	-	-	-
Takaful Charges	-	-	-	-	-
Brokerage expenses	-	-	-	759	-
Reimbursement of expenses from the Management Company	-	-	-	(772,200)	-
Printing charges	-	-	-	13,000	-
Total expenses	853	585	125,591	853	127,882
Net income for the year before taxation	57,307	57,294	3,388,253	57,437	3,560,291
Taxation	-	-	-	-	-
Net income for the year	57,307	57,294	3,388,253	57,437	3,560,291

Earnings per unit

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

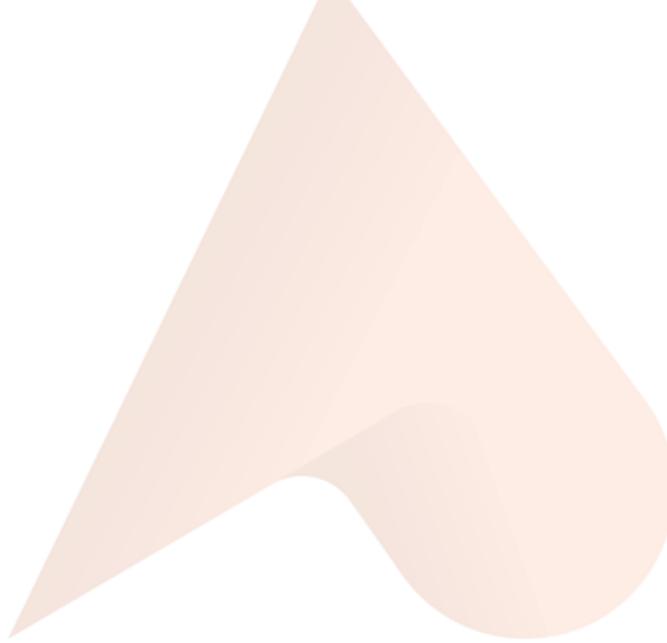
Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
<hr/>					
Net income for the year	25,439	25,429	5,038,967	25,439	5,115,274
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the year	25,439	25,429	5,038,967	25,439	5,115,274

The annexed notes from 1 to 25 form an integral part of these financial statements.



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

For the period from December 14, 2023 to June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
<hr/>				
Net income for the period	57,307	57,294	3,388,253	57,437
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	57,307	57,294	3,388,253	57,437
				<hr/>
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The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Note	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Net assets at the beginning of the year	557,307	557,294	33,914,225	557,437	35,586,263
Amount received on issuance of units	14	-	-	3,189,942	-
Net realized Gain on sale of investments	-	-	17,044	-	17,044
Other income - net	25,439	25,429	5,021,923	25,439	5,098,230
Total comprehensive income for the year	25,439	25,429	5,038,967	25,439	5,115,274
Net assets at the end of the year	582,746	582,723	42,143,134	582,876	43,891,479

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Note	For the period from December 14, 2023 to June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Net assets at the beginning of the period					
Amount received on issuance of units	14	500,000	500,000	30,525,972	500,000 32,025,972
Net realized Gain on sale of investments		-	-	37,362	- 37,362
Other income - net		57,307	57,294	3,350,891	57,437 3,522,929
Total comprehensive income for the period		57,307	57,294	3,388,253	57,437 3,560,291
Net assets at the end of the period		557,307	557,294	33,914,225	557,437 35,586,263

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
(Rupees)						
CASH FLOW FROM OPERATING ACTIVITIES						
Net income for the year	25,439	25,429	5,038,967	25,439	5,115,274	
Adjustments for:						
Net Unrealized demunation on remeasurement of Investment at FVTPL	-	-	10,102	-	10,102	
Amortisation of preliminary expenses and floatation costs	8	-	154,279	-	154,279	
	25,439	25,429	5,203,348	25,439	5,279,655	
Increase/(Decrease) in assets						
Investments	-	-	(37,850,381)	-	(37,850,381)	
Deposits,prepayments and profit receivable	52,828	52,547	1,734,804	52,958	1,893,137	
Receivable from - the pension fund manager	-	-	(61,225)	-	(61,225)	
Preliminary expenses and floatation costs	-	-	(27,000)	-	(27,000)	
	52,828	52,547	(36,203,802)	52,958	(36,045,469)	
Increase/(Decrease) in liabilities						
Payable to the Pension Fund Manager	-	-	(586,085)	-	(586,085)	
Payable to -the Trustee	1,176	1,186	(28,918)	1,176	(25,380)	
Payable to the Securities and Exchange Commission of Pakistan	-	-	10,862	-	10,862	
Accrued expenses and other liabilities	-	-	(655,346)	-	(655,346)	
	1,176	1,186	(1,259,487)	1,176	(1,255,949)	
Net cash generated/(used in) from operating activities	79,443	79,162	(32,259,941)	79,573	(32,021,763)	
CASH FLOW FROM FINANCING ACTIVITIES						
Amount received on issuance of units	-	-	3,189,942	-	3,189,942	
Payments made against redemption of units	-	-	-	-	-	
Net cash generated from financing activities	-	-	3,189,942	-	3,189,942	
Net increase in cash and cash equivalents						
Cash and cash equivalents at the beginning of the year	79,443	79,162	(29,069,999)	79,573	(28,831,821)	
	503,740	503,740	31,272,381	503,740	32,783,601	
Cash and cash equivalents at the end of the year	4	583,183	582,902	2,202,382	583,313	3,951,780

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	For the period from December 14, 2023 to June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
					(Rupees)
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the period before taxation	57,307	57,294	3,388,253	57,437	3,560,291
Adjustments for:					
Net Unrealized demunation on remeasurement of Investment at FVTPL	-	-	-	-	-
Amortisation of preliminary expenses and floatation costs	8	-	70,383	-	70,383
	57,307	57,294	3,458,636	57,437	3,630,674
Decrease in assets					
Investments	-	-	-	-	-
Advances and profit receivable	(54,420)	(54,139)	(2,765,799)	(54,550)	(2,928,908)
Receivable from Alfalah Asset Management -Pension Fund Manager	-	-	(772,200)	-	(772,200)
Preliminary expenses and floatation costs	-	-	(750,525)	-	(750,525)
	(54,420)	(54,139)	(4,288,524)	(54,550)	(4,451,633)
Increase in liabilities					
Payable to Alfalah Asset Management -The Pension Fund Manager	-	-	600,525	-	600,525
Payable to Central Depository Company of Pakistan Limited -The Trustee	853	585	37,187	853	39,478
Payable to the Securities and Exchange Commission of Pakistan	-	-	4,262	-	4,262
Accrued expenses and other liabilities	-	-	934,323	-	934,323
	853	585	1,576,297	853	1,578,588
Net cash generated from operating activities	3,740	3,740	746,409	3,740	757,629
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	500,000	500,000	30,525,972	500,000	32,025,972
Payments made against redemption of units	-	-	-	-	-
Net cash generated from financing activities	500,000	500,000	30,525,972	500,000	32,025,972
Net increase in cash and cash equivalents	503,740	503,740	31,272,381	503,740	32,783,601
Cash and cash equivalents at the beginning of the period	-	-	-	-	-
Cash and cash equivalents at the end of the period	503,740	503,740	31,272,381	503,740	32,783,601

The annexed notes from 1 to 25 form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah KPK Employee Pension Fund is established as a Voluntary Pension Fund under a Trust Deed executed between Alfalah Asset Management Limited (The Management Company) in its capacity as the Pension Fund Manager and Central Depository Company of Pakistan Limited (the Trustee) in its capacity as the Trustee. The Trust Deed was executed on August 03, 2023 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.
- 1.2 The objective of the Fund is to provide employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the employees to invest their pensions as per their desired asset allocations.
- 1.3 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.
- 1.4 VIS Credit Rating Limited has assigned an Pension Fund Manager rating of AM1 (stable outlook) to the Management Company on December 29, 2023.
- 1.5 The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following four Sub-Funds:

AKPKEPF - Equity Sub-Fund (AKPKEPF - ESF)

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the year based on rolling average investment of last ninety (90) days calculated on a daily basis, Remaining assets of the Equity Sub-Fund may be invested in any Government securities having less than one year time to maturity, or be deposited with scheduled Islamic commercial banks having at least 'A' rating.

AKPKEPF - Debt Sub-Fund (AKPKEPF - DSF)

The Debt Sub-Fund consists of tradeable debt securities with weighted average time to maturity of the investment portfolio of the sub-fund not exceeding 5 years.

AKPKEPF - Money Market Sub-Fund (AAKPKEPF - MMSF)

The Money Market Sub-Fund consists of short-term money market securities with weighted average time to maturity not exceeding ninety (90) days.

AKPKEPF - Equity Index Sub-Fund (AKPKEPF - ESF)

The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis. The un invested amount shall be kept in cash and/or near cash instruments where near cash instruments include cash bank account (excluding TDRs), and government securities not exceeding 90 days maturity.

- 1.6 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since December 14, 2023 and can be surrendered to the Fund.
- 1.7 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.
- 1.8 Under the provisions of the Offering Document of the Fund, contributions received from or in respect of any Employee(s) by the Pension Fund Manager on any working day shall be immediately credited to their Individual Pension Account and the amount in the Individual Pension Account shall be used to purchase the units of the Sub-Funds of Alfalah KPK Employee Pension Fund, at the Net Asset Value notified by the Pension Fund Manager at the close of that working day.

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:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension System Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the part VIIIA of the rules and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Act, 2017, part VIIIA of the rules and requirements of the Trust Deed have been followed.

2.2 New standards and amendments to approved accounting standards

2.2.1 Accounting standards effective for the year

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Fund's accounting periods beginning on / after 01 July 2024. However, the Fund expects that these standards will not have any material impact on the future financial statements of the Fund.

2.2.2 Accounting standards not yet effective for the year

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Fund's accounting periods beginning on / after 01 July 2025. However, the Fund expects that these standards will not have any material impact on the future financial statements of the Fund.

2.3 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, 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 of the Fund relate to classification and valuation of financial assets (notes 3.2.2 and 5).

2.4 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments which have been classified as 'at fair value through profit or loss'(FVTPL) and are measured at fair values.

2.5 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees, which is the 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.

3.1 Cash and cash equivalents

These comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

3.2 Financial assets

3.2.1 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 FVTPL. 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.

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments at FVTPL

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 (FVTPL)

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 recognized at FVTPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVTPL.

3.2.2.2 Equity instruments at FVTPL

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 equity Sub-Fund is required to invest at least 90 percent of its assets in equity securities and the management has not opted for the irrevocable option. Therefore, the equity Sub-Fund investments in equity securities are being classified as FVTPL.

The dividend income for equity securities classified under FVTPL are recognised in the Income Statement.

3.2.2.3 At amortized cost

Financial assets at amortised cost are subsequently measured using the effective interest rate method and are subject to impairment. Gains and losses are recognised in "Income Statement", when the asset is derecognised, modified or impaired.

3.2.3 Impairment (other than debt securities)

The fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. 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.

3.2.3.1 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 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 been placed on the Management Company's website as required under the SECP's circular.

3.2.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.2.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss arising on derecognition of financial assets is taken to the Income Statement.

3.3 Financial liabilities

3.3.1 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.

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

3.4 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.

3.5 Provisions

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

3.6 Preliminary expenses and floatation costs

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

3.7 Net asset value per unit

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

3.8 Issue, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the pension fund manager. The NAV per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outline in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a period to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the NAV per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the participants' Sub-Funds. The voluntary pension system rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participants is, therefore, only possible through redemption of units which is based on the NAV. Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

3.9 Revenue recognition

- Gains / (losses) arising on sale of investments are included in Income Statement and are recognised on the date when the transaction takes place;
- Unrealised appreciation / (diminution) arising on re-measurement of investments classified as financial assets 'at FVTPL' are included in the Income Statement in the period in which they arise;
- Income on government securities is recognised on a time proportion basis using the effective yield method;
- Profit on bank balances is recognised on an accrual basis.

3.10 Expenses

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

3.11 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any.

3.12 Earnings per unit

Earnings per unit is calculated by dividing the net income of the year after taxation of each Sub-Fund by the weighted average number of units outstanding during the year for the respective Sub-Fund.

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 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.

4. BALANCES WITH BANKS	Note	June 30, 2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Savings accounts	4.1	583,183 583,183	582,902 582,902	2,202,382 2,202,382	583,313 583,313	3,951,780 3,951,780

BALANCES WITH BANKS	Note	June 30, 2024				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Savings accounts	4.1	503,740 503,740	503,740 503,740	31,272,381 31,272,381	503,740 503,740	32,783,601 32,783,601

4.1 These balances include Rs. 2.022 million maintained with Bank Alfalah Limited (a related party) that carries profit at the rate of 8% (2024:20%) per annum in Money Market Sub-Fund. Other savings accounts of the fund carry profit at the rate of 11.4% (2024:20%) per annum.

5 INVESTMENTS - at FVTPL

Note 2025 2024
Rupees

Alfalalh KPK Employee Pension Fund - Money Market Sub Fund

At fair value through profit or loss

Government securities - Market Treasury Bills	5.1	37,840,279	-
		37,840,279	-

5.1 Government securities - Market Treasury Bills

Name of the security - Tenor	Issue date	Maturity date	Face value			Balance as at June 30, 2025			Market value as a percentage of	
			As at July 01, 2024	Purchased during the year	Sold / matured during the period	As at June 30, 2025	Carrying value	Market value	Unrealised appreciation	Net assets of the Fund
			(Rupees)						(%)	
Market Treasury Bills - 12 Months	July 11, 2024	October 31, 2024	-	27,000,000	27,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	April 18, 2024	July 11, 2024	-	27,000,000	27,000,000	-	-	-	-	-
Market Treasury Bills - 6 Months	January 9, 2025	July 10, 2025	-	10,000,000	10,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	April 18, 2024	April 17, 2025	-	29,000,000	29,000,000	-	-	-	-	-
Market Treasury Bills - 01 Months	April 17, 2025	May 15, 2025	-	37,000,000	37,000,000	-	-	-	-	-
Market Treasury Bills - 03 Months	January 9, 2025	April 3, 2025	-	20,000,000	20,000,000	-	-	-	-	-
Market Treasury Bills - 6 Months	May 2, 2025	October 30, 2025	-	20,000,000	20,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	April 18, 2024	April 17, 2025	-	10,000,000	10,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	June 13, 2024	June 12, 2025	-	20,000,000	20,000,000	-	-	-	-	-
Market Treasury Bills - 03 Months	March 6, 2025	May 29, 2025	-	4,000,000	4,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	May 15, 2025	June 12, 2025	-	17,000,000	17,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	October 19, 2023	October 17, 2024	-	31,000,000	31,000,000	-	-	-	-	-
Market Treasury Bills - 03 Months	August 8, 2024	October 31, 2024	-	32,000,000	32,000,000	-	-	-	-	-
Market Treasury Bills - 12 Months	October 31, 2024	January 23, 2025	-	32,000,000	32,000,000	-	-	-	-	-
Market Treasury Bills - 01 Months	June 12, 2025	July 10, 2025	-	4,000,000	-	4,000,000	3,989,178	3,989,020	(158)	9.47%
Market Treasury Bills - 03 Months	June 12, 2025	September 4, 2025	-	30,000,000	-	30,000,000	29,429,463	29,420,100	(9,363)	69.81%
Market Treasury Bills - 03 Months	May 29, 2025	August 21, 2025	-	4,500,000	-	4,500,000	4,431,740	4,431,159	(581)	10.51%
Total as at June 30, 2024			-	354,500,000	316,000,000	38,500,000	37,850,381	37,840,279	(10,102)	89.79%
										100.00%

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

Note 2025 2024
Rupees

Alfalalh Islamic KPK Employee Pension Fund - Money Market Sub Fund

Market value of investments	5.1	37,840,279	-
Less: carrying value of investments	5.1	(37,850,381)	-
		(10,102)	-

6 RECEIVABLE FROM THE MANAGEMENT COMPANY-PENSION FUND MANAGER

Note

June 30, 2025				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)				

Reimbursement of expenses from the Management Company	6.1	-	-	833,425	-	833,425
		-	-	833,425	-	833,425

RECEIVABLE FROM THE MANAGEMENT COMPANY-PENSION FUND MANAGER

Note

June 30, 2024				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)				

Reimbursement of expenses from the Management Company	6.1	-	-	772,200	-	772,200
		-	-	772,200	-	772,200

6.1 The Total Expense Ratio (TER) of the Money Market Sub-Fund is required to be within the maximum limit of 0.75% as prescribed under the offering document of the Pension Fund. However, the TER exceeded the above limit as at June 30, 2024. As a result, the Fund had recorded reimbursement from the Pension Fund Manager to comply with the TER limit.

7	DEPOSITS,PREPAYMENTS AND PROFIT RECEIVABLE	Note	June 30, 2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	Profit receivable on saving accouts		-	-	62,723	-	62,723
	Advance tax	7.1	1,592	1,592	858,120	1,592	862,896
	Security Deposit		-	-	100,000	-	-
	Takaful charges				10,152		
			1,592	1,592	1,030,995	1,592	1,035,771

ADVANCES AND PROFIT RECEIVABLE

	ADVANCES AND PROFIT RECEIVABLE	Note	June 30, 2024				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	Profit receivable on saving accouts		52,828	52,547	2,669,345	52,958	2,827,678
	Advance tax	7.1	1,592	1,592	96,454	1,592	101,230
			1,592	1,592	96,454	1,592	101,230

7.1 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However, during the year ended June 30, 2025, withholding tax on profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on debt amounts to Rs. 862,896.

8 PRELIMINARY EXPENSES AND FLOATATION COSTS

8	PRELIMINARY EXPENSES AND FLOATATION COSTS	Note	June 30, 2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	Balance at the beginning of the year		-	-	707,142	-	680,142
	Less: amortisation during the year		-	-	(154,279)	-	(154,279)
	Balance at the year end		-	-	552,863	-	525,863

PRELIMINARY EXPENSES AND FLOATATION COSTS

	PRELIMINARY EXPENSES AND FLOATATION COSTS	Note	June 30, 2024				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	Balance at the beginning of the period		-	-	750,525	-	750,525
	Less: amortisation during the period		-	-	(70,383)	-	(70,383)
	Balance at the period end		-	-	680,142	-	680,142

8.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from December 14, 2023 as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

9 PAYABLE TO PENSION FUND MANAGER

Note

9	PAYABLE TO PENSION FUND MANAGER	Note	June 30, 2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	Takaful Charges	9.1	-	-	14,440	-	14,440
			-	-	14,440	-	14,440

PAYABLE TO PENSION FUND MANAGER

	PAYABLE TO PENSION FUND MANAGER	Note	June 30, 2024				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	Preliminary expenses and floatation cost		-	-	600,525	-	600,525
	floatation cost payable		-	-	600,525	-	600,525

9.1 These represent the insurance premium paid by the management company for unit holders during the year on behalf of the Fund.

10. PAYABLE TO THE TRUSTEE	Note	June 30, 2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
		(Rupees)				
Trustee remuneration payable	10.1	1,778	1,550	7,306	1,778	12,412
Sindh sales tax payable on Trustee remuneration	10.2	251	221	963	251	1,686
		<u>2,029</u>	<u>1,771</u>	<u>8,269</u>	<u>2,029</u>	<u>14,098</u>

PAYABLE TO THE TRUSTEE	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Trustee remuneration payable	10.1	755	518	32,909	755
Sindh sales tax payable on Trustee remuneration	10.2	98	67	4,278	98
		<u>853</u>	<u>585</u>	<u>37,187</u>	<u>853</u>
					<u>39,478</u>

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the daily net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at June 30, 2025 is as follows:

Net assets (Rupees)	Tariff
Upto 1 billion	Rs. 0.3 million or 0.15% per annum of Net Assets whichever is higher.
Above 1 billion to 3 billion	Rs. 1.5 million plus 0.10% per annum of Net Assets on amount exceeding Rs. 1 billion.
Above 3 billion to 6 billion	Rs. 3.5 million plus 0.08% per annum of Net Assets on amount exceeding Rs. 3 billion.
Above 6 billion	Rs. 5.9 million plus 0.06% per annum of Net Assets on amount exceeding Rs. 6 billion.

10.2 During the year, an amount of Rs. 0.0086 million (2024: 0.0043million) was charged at the rate of 15% (2024: 13%) on account of sales tax on remuneration of the Trustee levied through the Sindh sales tax on Services Act, 2011

11. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Fee payable	-	-	-	15,124	15,124

PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Fee payable	-	-	-	4,262	4,262

In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent (0.04%) of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

12. ACCRUED EXPENSES AND OTHER LIABILITIES	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Brokerage expense payable	-	-	4,037	-	4,037
Auditors' remuneration payable	-	-	263,700	-	263,700
Printing charges payable	-	-	11,240	-	11,240
Takaful Charges	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>278,977</u>	<u>-</u>	<u>278,977</u>

	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					
Brokerage expense payable	-	-	759	-	759
Auditors' remuneration payable	-	-	772,200	-	772,200
Withholding tax payable	-	-	1,364	-	1,364
Other payable	-	-	160,000	-	160,000
	-	-	934,323	-	934,323

13. NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the year	5,000	5,000	305,068	5,000	320,068
Add: Issuance of units during the year					
directly by participants	-	-	27,130	-	27,130
Total units in issue at the end of the year					
	5,000	5,000	332,198	5,000	347,198

NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the period	-	-	-	-	-
Add: Issuance of units during the period					
Directly by participants	5,000	5,000	305,068	5,000	320,068
Total units in issue at the end of the period					
	5,000	5,000	305,068	5,000	320,068

14. CONTRIBUTION TABLE

	June 30, 2025							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Index Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	-	-	-	-	27,130	3,189,942	-	-
	-	-	-	-	27,130	3,189,942	-	-

CONTRIBUTION TABLE

	June 30, 2024							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Index Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	-	-	-	-	5,068	525,972	-	-
Associates	5,000	500,000	5,000	500,000	300,000	30,000,000	5,000	500,000
	5,000	500,000	5,000	500,000	305,068	30,525,972	5,000	500,000

15. CONTINGENCIES AND COMMITMENTS

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

16. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund based on the current period results is as follows:

	June 30, 2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
Total Expense Ratio (TER)	0.18%	0.18%	0.67%	0.18%
Government levy and SECP fee	0.03%	0.03%	0.07%	0.03%

The above ratio of equity, debt, money market and Equity Index sub-fund is within the limit of 1.75%, 0.75%, 0.75% and 1% respectively for each sub-fund.

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
Total Expense Ratio (TER)	0.26%	0.18%	0.68%	0.26%
Government levy and SECP fee	0.03%	0.02%	0.02%	0.03%

The above ratio of equity, debt, money market and Equity Index sub-fund is within the limit of 1.75%, 0.75%, 0.75% and 1% respectively for each sub-fund.

17. TAXATION

The income of the Fund is exempt from income tax as per clause 57 (3) (viii) of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income 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 period ended June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these financial statements.

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

18. AUDITORS' REMUNERATION

	For the period ended June 30, 2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
Annual audit fee	-	-	650,000	-
Out of pocket expenses	-	-	65,000	-
Sindh Sales Tax	-	-	57,200	-
	<hr style="border-top: 1px solid black;"/>			
	772,200	-	-	772,200

AUDITORS' REMUNERATION

	For the period from December 14, 2023 to June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
Annual audit fee	-	-	650,000	-
Out of pocket expenses	-	-	65,000	-
Sindh sales tax	-	-	57,200	-
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	772,200	-	-	772,200

19. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

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

19.1 Details of transaction with related parties during the year :

19.1.1 Participants' sub fund

	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					
Al Falah Asset Management Limited - (Pension Fund Manager)					
Contribution	-	-	-	-	-
Contribution(Number of units)	-	-	-	-	-
Central Depository Company of Pakistan Limited - (Trustee)					
Remuneration of the Trustee	1,023	1,032	57,038	1,023	60,116
Sindh sales tax payable on remuneration of the Trustee	153	154	8,556	153	9,016

Details of transaction with related parties during the period :

	For the period from December 14, 2023 to June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					
Al Falah Asset Management Limited - (Pension Fund Manager)					
Contribution	500,000	500,000	30,000,000	500,000	31,500,000
Contribution(Number of units)	5,000	5,000	300,000	5,000	315,000
Central Depository Company of Pakistan Limited - (Trustee)					
Remuneration of the Trustee	755	518	32,909	755	34,937
Sindh sales tax payable on remuneration of the Trustee	98	67	4,278	98	4,541

19.1.2 Details of balances with related parties as at the year end:

	As at June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					

Al Falah Asset Management Limited - (Pension Fund Manager)

Receivable from Al Falah Asset Management - the Pension Fund Manager	-	-	833,425	-	833,425
Payable to Al Falah Asset Management - the Pension Fund Manager	-	-	14,440	-	14,440
Contribution	582,746	582,723	38,058,420	582,876	39,806,765
Contribution (Number of units)	5,000	5,000	300,000	5,000	315,000

Bank Al Falah Limited

Balances with banks	-	-	2,202,382	-	-
Profit receivable on bank balance	-	-	-	-	-

	As at June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Central Depository Company of Pakistan Limited - (Trustee)					
Trustee remuneration payable	1,778	1,550	7,306	1,778	12,412
Sindh sales tax payable on Trustee remuneration	251	221	963	251	1,686
Details of balances with related parties as at the year end:					
As at June 30, 2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Alfalal Asset Management Limited - (Pension Fund Manager)					
Receivable from Alfalal Asset Management -					
Pension Fund Manager	-	-	772,200	-	772,200
Payable against preliminary and floatation cost	-	-	600,525	-	600,525
Contribution	557,307	557,294	33,350,850	557,437	557,307
Contribution (Number of units)	5,000	5,000	300,000	5,000	557,294
Bank Alfalah Limited					
Balances with banks	-	-	31,272,381	-	-
Profit receivable on bank balance	-	-	-	-	-
Central Depository Company of Pakistan Limited - (Trustee)					
Trustee remuneration payable	755	518	32,909	755	34,937
Sindh sales tax payable on Trustee remuneration	98	67	4,278	98	4,541

20. FINANCIAL INSTRUMENTS BY CATEGORY

	June 30, 2025											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
Financial assets												
Balances with banks	583,183	-	583,183	582,902	-	582,902	2,202,382	-	2,202,382	583,313	-	583,313
Investments	-	-	-	-	-	-	-	37,840,279	37,840,279	-	-	-
Receivable from Alfalal Asset Management - Pension Fund Manager	-	-	-	-	-	-	833,425	-	833,425	-	-	-
Advances,Prepayments and profit receivable	-	-	-	-	-	-	172,875	-	172,875	-	-	-
	583,183	-	583,183	582,902	-	582,902	3,208,682	37,840,279	41,048,961	583,313	-	583,313
Financial liabilities												
Payable to Alfalal Asset Management - Pension Fund Manager	-	-	-	-	-	-	14,440	-	14,440	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	2,029	-	2,029	1,771	-	1,771	8,269	-	8,269	2,029	-	2,029
Accrued expenses and other liabilities	-	-	-	-	-	-	267,737	-	267,737	-	-	-
	2,029	-	2,029	1,771	-	1,771	290,446	-	290,446	2,029	-	2,029
June 30, 2024												
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
Financial assets												
Balances with banks	503,740	-	503,740	503,740	-	503,740	31,272,381	-	31,272,381	503,740	-	503,740
Receivable from Alfalal Asset Management - Pension Fund Manager	-	-	-	-	-	-	772,200	-	772,200	-	-	-
Advances,Prepayments and profit receivable	52,828	-	52,828	52,547	-	52,547	2,669,345	-	2,669,345	52,958	-	52,958
	556,568	-	556,568	556,287	-	556,287	34,713,926	-	34,713,926	556,698	-	556,698

June 30, 2024												
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
Financial liabilities												
Payable to Al Falah Asset Management - Pension Fund Manager	-	-	-	-	-	-	600,525	-	600,525	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	853	-	853	585	-	585	37,187	-	37,187	853	-	853
Accrued expenses and other liabilities	-	-	-	-	-	-	932,959	-	932,959	-	-	-
	853	-	853	585	-	585	1,570,671	-	1,570,671	853	-	853

21. FINANCIAL RISK MANAGEMENT

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Pension Fund Manager, 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 Pension Fund Manager supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

21.1 Market risk

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

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

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

21.1.1 Currency risk

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

21.1.2 Profit rate risk

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

21.1.3 Sensitivity analysis of variable rate instruments

Presently, the Fund holds variable T Bills and balances with banks, 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 0.4 million (2024: Rs. 0.328 million). The analysis assumes that all other variables remain constant.

The composition of the Fund's investment portfolio, profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2025 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

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

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 can be determined as follows:

Alfalal KPK Pension Fund - Equity Sub Fund

Effective yield / interest rate	June 30, 2025				Total
	Upto three months	More than three months and upto one year	More than one year	Not exposed to yield / interest rate risk	
%				(Rupees)	

On-balance sheet financial instruments

Financial assets

Balances with banks	20.00%	583,183	-	-	-	583,183
Advances,Prepayments and profit recievable		-	-	-	-	-
Sub total		583,183	-	-	-	583,183

Financial liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	2,029	2,029
Accrued expenses and other liabilities	-	-	-	-	-
Sub total	-	-	-	2,029	2,029

On-balance sheet gap (a)

Off-balance sheet gap (b)	-	-	-	-	-
Total interest rate sensitivity gap (a+b)	583,183	-	-	(2,029)	581,154

Cumulative interest rate sensitivity gap

583,183	583,183	583,183
----------------	----------------	----------------

Alfalal KPK Pension Fund - Debt Sub Fund

Effective yield / interest rate	June 30, 2025				Total
	Upto three months	More than three months and upto one year	More than one year	Not exposed to yield / interest rate risk	
%				(Rupees)	

On-balance sheet financial instruments

Financial assets

Balances with banks	20.00%	582,902	-	-	-	582,902
Advances,Prepayments and profit recievable		-	-	-	-	-
Sub total		582,902	-	-	-	582,902

Financial liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	1,771	1,771
Accrued expenses and other liabilities	-	-	-	-	-
Sub total	-	-	-	1,771	1,771

On-balance sheet gap (a)

Off-balance sheet gap (b)	-	-	-	-	-
Total interest rate sensitivity gap (a+b)	582,902	-	-	(1,771)	581,131

Cumulative interest rate sensitivity gap

582,902	582,902	582,902
----------------	----------------	----------------

Alfalalah KPK Pension Fund - Money Market Sub Fund

Effective yield / interest rate	Exposed to yield / interest rate risk				Not exposed to yield / interest rate risk	Total
	Upto three months	More than three months and upto one year	More than one year	(Rupees)		
%						

On-balance sheet financial instruments

Financial assets

Balances with banks	20.00%	2,202,382	-	-	-	2,202,382
Receivable from Alfalah Asset Management - Pension Fund Manager		833,425	-	-	-	833,425
Advances,Prepayments and profit recievable		172,875	-	-	-	172,875
Sub total		3,208,682	-	-	-	3,208,682

Financial liabilities

Payable to Alfalah Asset Management - Pension Fund Manager	-	-	-	14,440	14,440
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	8,269	8,269
Accrued expenses and other liabilities	-	-	-	267,737	267,737
Sub total	-	-	-	290,446	290,446

On-balance sheet gap (a)

3,208,682	-	-	(290,446)	2,918,236
-	-	-	-	-
-	-	-	-	-
3,208,682	-	-	(290,446)	2,918,236
3,208,682	3,208,682	3,208,682		

Off-balance sheet financial instruments

Off-balance sheet gap (b)

-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
3,208,682	-	-	(290,446)	2,918,236
3,208,682	3,208,682	3,208,682		

Total interest rate sensitivity gap (a+b)

3,208,682	-	-	(290,446)	2,918,236
-	-	-	-	-
-	-	-	-	-
3,208,682	-	-	(290,446)	2,918,236
3,208,682	3,208,682	3,208,682		

Alfalalah KPK Pension Fund - Equity Index Sub-Fund

Effective yield / interest rate	Exposed to yield / interest rate risk				Not exposed to yield / interest rate risk	Total
	Upto three months	More than three months and upto one year	More than one year	(Rupees)		
%						

On-balance sheet financial instruments

Financial assets						
Balances with banks	20.00%	583,183	-	-	-	583,183
Advances,Prepayments and profit recievable		-	-	-	-	-
Sub total		583,183	-	-	-	583,183

Financial liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	2,029	2,029
Accrued expenses and other liabilities	-	-	-	-	-
Sub total	-	-	-	2,029	2,029
On-balance sheet gap (a)	583,183	-	-	(2,029)	581,154

Off-balance sheet financial instruments

-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
583,183	-	-	(2,029)	581,154	
583,183	-	-			

Off-balance sheet gap (b)

-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
583,183	-	-	(2,029)	581,154	
583,183	-	-			

Total interest rate sensitivity gap (a+b)

583,183	-	-	(2,029)	581,154	
-	-	-	-	-	-
-	-	-	-	-	-
583,183	-	-	(2,029)	581,154	
583,183	-	-			

Cumulative interest rate sensitivity gap

583,183	583,183	583,183
583,183	583,183	583,183

21.1.3 Price risk

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

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any investment in equity securities as of June 30, 2025.

21.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	Equity Sub Fund		Debt sub fund		Money market sub fund		Equity index sub fund	
	2025		2025		2025		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	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
Balances with banks	583,183	583,183	582,902	582,902	2,202,382	2,202,382	583,313	583,313
Advances,Prepayments and profit receivable	-	-	-	-	172,875	172,875	-	-
Receivable from Alfalah Asset Management - the Pension Fund Manager	-	-	-	-	833,425	833,425	-	-
	<u>583,183</u>	<u>583,183</u>	<u>582,902</u>	<u>582,902</u>	<u>2,375,257</u>	<u>2,375,257</u>	<u>583,313</u>	<u>583,313</u>

No financial assets were considered to be past due or impaired as at June 30, 2025

21.2.1 Credit quality of financial assets

The Fund held bank balances as at June 30, 2024 with banks having following credit ratings:

Balances with banks by rating category

Alfalalah KPK Employee Pension Fund - Equity Sub Fund

Bank of Khyber Limited

Rating agency	Rating (Short Term / Long Term)	2025 % of bank balances exposed to credit risk
VIS	A1+/AAA	86%

Alfalalah KPK Employee Pension Fund - Debt Sub Fund

Bank of Khyber Limited

Rating agency	Rating (Short Term / Long Term)	2025 % of bank balances exposed to credit risk
VIS	A1+/AAA	86%

Alfalalah KPK Employee Pension Fund - Money Market Sub Fund

Bank Alfalah Limited

Rating agency	Rating (Short Term / Long Term)	2025 % of bank balances exposed to credit risk
PACRA	A1/AAA-	1420%

Alfalalah KPK Employee Pension Fund - Equity Index Sub Fund

Bank of Khyber Limited

VIS A1+/AAA 86%

21.2.2 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect the groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit worthy counter parties thereby mitigating any significant concentrations of credit risk.

21.3 Liquidity risk

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

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in short term instruments in order to maintain liquidity.

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

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

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

Alfalal KPK Pension Fund - Equity Sub Fund

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						
Financial assets						
Balances with banks	583,183	-	-	-	-	583,183
Advances,Prepayments and profit recieavable	-	-	-	-	-	-
	583,183	-	-	-	-	583,183
Financial liabilities						
Payable to Central Depository Company of Pakistan - Trustee	2,029	-	-	-	-	2,029
Accrued expenses and other liabilities	-	-	-	-	-	-
	2,029	-	-	-	-	2,029
Net financial assets	581,154	-	-	-	-	581,154

Alfalal KPK Pension Fund - Debt Sub Fund

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						
Financial assets						
Balances with banks	582,902	-	-	-	-	582,902
Advances,Prepayments and profit recieavable	-	-	-	-	-	-
	582,902	-	-	-	-	582,902
Financial liabilities						
Payable to Central Depository Company of Pakistan - Trustee	1,771	-	-	-	-	1,771
Accrued expenses and other liabilities	-	-	-	-	-	-
	1,771	-	-	-	-	1,771
Net financial assets	581,131	-	-	-	-	581,131

Alfalalah KPK Pension Fund - Money Market Sub Fund

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
Rupees						
Financial assets						
Balances with banks	2,202,382	-	-	-	-	-
Receivable from Alfalah Asset Management - Pension Fund Manager	833,425	-	-	-	-	-
Profit receivable	172,875	-	-	-	-	-
	3,208,682	-	-	-	-	-
Financial liabilities						
Payable to Alfalah Asset Management - Pension Fund Manager	-	14,440	-	-	-	-
Payable to Central Depository Company of Pakistan - Trustee	8,269	-	-	-	-	-
Accrued expenses and other liabilities	267,737	-	-	-	-	-
	276,006	14,440	-	-	-	-
Net financial assets	2,932,676	(14,440)	-	-	-	-
	2,918,236					

Alfalalah KPK Pension Fund - Equity Index Sub-Fund

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
Rupees						
Financial assets						
Balances with banks	583,313	-	-	-	-	-
Profit receivable	-	-	-	-	-	-
	583,313	-	-	-	-	-
Financial liabilities						
Payable to Central Depository Company of Pakistan - Trustee	2,029	-	-	-	-	-
Accrued expenses and other liabilities	-	-	-	-	-	-
	2,029	-	-	-	-	-
Net financial assets	581,284	-	-	-	-	-
	581,284					

22. FAIR VALUE MEASUREMENT

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

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

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

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify 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, 2025, no financial instruments were held by the Fund which are measured at fair values.

Alfalalah KPK Employee Pension Fund - Money Market Sub Fund

Financial assets at fair value through profit or loss	2024			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Investment				
Treasury Bill	-	37,840,279	-	37,840,279
	<hr/>	<hr/>	<hr/>	<hr/>
	-	37,840,279	-	37,840,279

23. PARTICIPANTS' SUB FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank pari passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

24. SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding unit holding pattern of the Fund, top ten brokers of the Fund, members of the Investment Committee, fund manager, meetings of the Board of Directors as required under Schedule V of the NBFC Regulations has been disclosed in the Annexure to the financial statements.

25. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on **August 16, 2025** by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(Management Company)

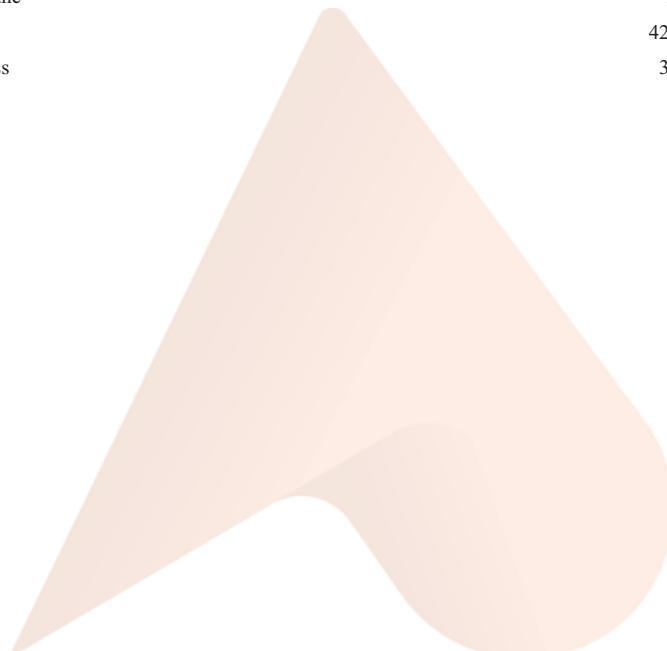
Chief Executive Officer

Chief Financial Officer

Director

PERFORMANCE TABLE

KPK Employee Pension Fund - Money Market Sub Fund	2025	2024
Net Income for the period	5,038,967	3,388,523
gain on sale of investments-net	17,044	37,362
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(10,102)	-
Profit /mark-up income	943,218	2,990,787
Net asset value per unit as at 30 June	126.8614	111.1694
Total Net assets as at 30 June	42,143,134	33,914,225
Total Contribution received - Gross	3,189,942	30,525,972





Alfalah Islamic KPK Employee Pension Fund

FUND INFORMATION

Management Company:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Board of Directors of the Management Company:

Mr. Atif Aslam Bajwa
Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Kabir Qureshi
Mr. Sohail Sultan
Mr. Khalilullah Shaikh
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO))

Audit Committee (BAC):

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh

Business Risk Management Committee (BRMC)

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh
Mr. Khaldoon Bin Latif (CEO)

Human Resource & Remuneration Committee (HRRC):

Mr. Khalilullah Shaikh
Mr. Kabir Qureshi
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Board Investment Committee (BIC):

Mr. Farooq Ahmed Khan
Mr. Sohail Sultan
Ms. Ayesha Aziz

Chief Financial Officer:

Mr. Faisal Ali Khan

Trustee:

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', SMCHS,
Main Share-e-Faisal, Karachi

Bankers to the Fund:

The Bank of Khyber
Bank Al-Falah Limited

Auditors:

Grant Thornton Anjum Rahman (GTAR)
1st & 3rd Floor, Modern Motors House,
Beaumont Road, Karachi

Legal Advisor:

Haider Waheed
House 188, Street 33,
Khyaban-e-Qasim,
DHA Pahse VIII, Karachi

MSB Consultants
F-66/2, Park Lane,
Block 5 Clifton, Karachi.

Registrar:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Distributor:

Bank Alfalah Limited

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Shariah Complaint Voluntary Pension Fund Scheme

Investment Objective

The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the Employees to invest their pensions as per their desired asset allocations.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive and attractive return as compared to peer funds.

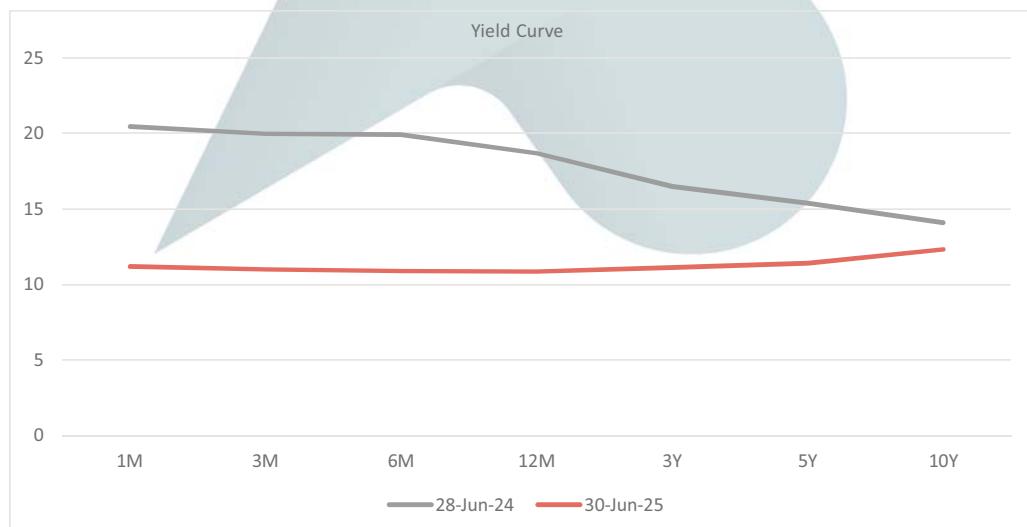
Money Market Review

Real GDP growth for FY25 posted growth of 2.68% in FY25 as compared to 2.51% in FY24.

Inflation eased notably in FY25, with headline inflation dropping to 4.61% from 23.88% the previous year, due to a stable exchange rate, lower global commodity prices, and a more predictable domestic pricing environment. Core inflation remained higher at 8-9% but is expected to decline. In response, the State Bank of Pakistan reduced its policy rate from 22% to 11% by June 2025, shifting toward a growth-focused monetary policy. With real interest rates still high, further rate cuts are possible if inflation stays within the projected 6-7% range in FY26.

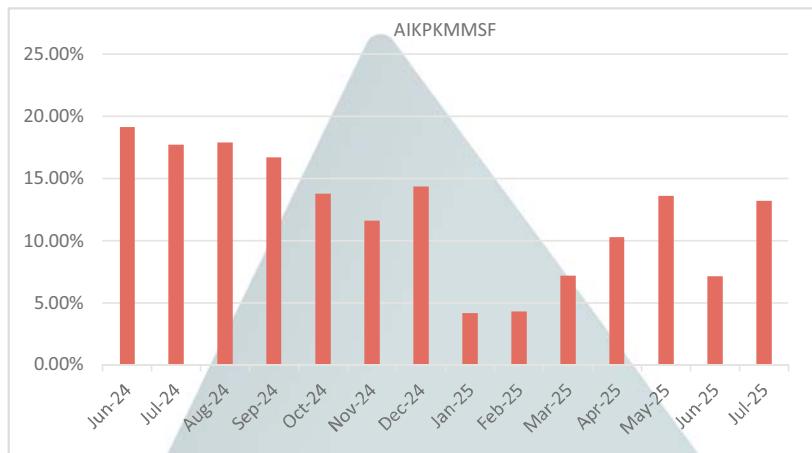
The next monetary policy is scheduled on September 15, 2025, where another cut in the policy rate cannot be ruled out as inflation is forecasted to maintain a lower trajectory, paving way for further anticipated monetary easing.

Assuming 7% projected inflation for FY25, the real interest rate stands impressively high at 4%, well above its historical median of 2%, providing a foundation for potential monetary easing actions. This could potentially lead to a reduction in the policy rate by 1%-2% over the next fiscal year. However, risks persist, particularly from potential inflationary impacts stemming from reforms outlined in the budget and IMF program, as well as volatility in exchange rates and oil prices.



Alfalalah Islamic KPK Employee Pension Fund - Money Market Sub Fund:

During the year, the fund generated a return of 12.24%.



⇒ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

⇒ **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

⇒ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

⇒ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



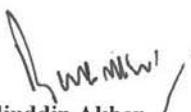
TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

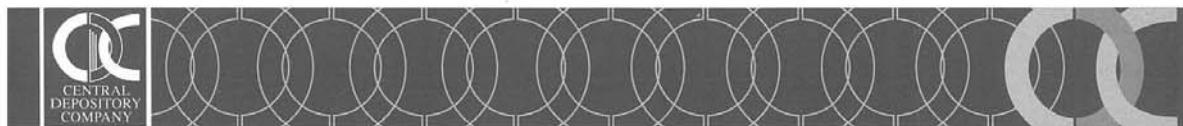
Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic KPK Employee Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, 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.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 17, 2025





Alfalah Investments

Shariah Advisory Board
Mufti Shaikh Noman
Mufti Javed Ahmad

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

SHARIAH REVIEW REPORT

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

We, the Shariah Advisors of the Alfalah Islamic KPK Employee Pension Fund managed by Alfalah Asset Management Limited, are issuing this report in accordance with the Trust Deed dated August 03, 2023 and Offering Document dated September 27, 2023 of the said Fund. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

It is the responsibility of the Management Company of the said Fund to establish and maintain a system of internal controls to ensure compliance with issued Shariah guidelines. As Shariah Advisors, our responsibility is to express an opinion, based on our review of the representations made by the management, to the extent where such compliance can be objectively verified.

In the capacity of Shariah Advisors of the Fund, we provide consent for investment in equities securities based on the Shariah Guidelines during the period from July 1, 2024 to June 30, 2025.

Investment Head	Investment Avenue
Equity	Approved Shariah Compliant Equity Securities
Sukuk	Approved Shariah Compliant Sukuk
Terms Deposit Receipt	Approved Islamic Banks

We hereby certify that the investments made by the Funds are in compliance with Shariah principles.

For the Year 2024-25 no provision against Charity is made ~~amount~~ in respect of dividend purification.

May Allah bless us with Tawfeeq to accomplish these cherished tasks, make us successful in this world and in the Hereafter, and forgive our mistakes.

For and on behalf of Shariah Advisory Board.

Mufti Shaikh Noman
Shariah Board Member

Mufti Javed Ahmad
Shariah Board Member

Alfalah Asset Management Limited

1st & 2nd Floor, Islamic Chamber of Commerce, Industry and Agriculture Building, Block-9, Clifton, Karachi - 75600 Pakistan.
U: +92 (21) 111-090-090 | W: www.alfalahamc.com

STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

Alfalalah GHP Islamic Pension Fund has fully complied with the Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor for its operations, investments and placements made during the year ended June 30, 2025. This has been duly confirmed by the Shariah Advisor of the Fund.

Dated: August 16, 2025

Mr. Khaldoon Bin Latif
Chief Executive Officer



Independent Assurance Report on Compliance with the Shariah Governance Regulations, 2023

To the unit holders of Alfalah GHP Islamic KPK Employee Pension Fund (the Fund)

1. Introduction

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (SECP) has required in terms of its Shariah Governance Regulations, 2023 (the Regulations) - External Shariah Audit of Alfalah GHP Islamic KPK Employee Pension Fund (the Fund) for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles for the year ended June 30, 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and independent Shariah scholar(s).

2. Applicable Criteria

The criteria for the assurance engagement, against which the underlying subject matter (financial arrangements, contracts, and transactions having Shariah implications for the year ended June 30, 2025) is assessed, comprise the Shariah principles and rules as defined in the Regulations and reproduced as under.

- i. Legal and regulatory framework administered by the Commission;
- ii. Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by Commission;
- iii. Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan, as notified by the Commission;
- iv. Guidance and recommendations of the Shariah advisory committee, as notified by Commission; and
- v. Approvals, rulings or pronouncements of the Shariah supervisory board or the Shariah advisor of the Islamic financial institution, in line with (i) to (iv) above

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended June 30, 2025, which are annexed.

3. Management's Responsibility for Shariah Compliance

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



4. Our Independence and Quality Control

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

The firm applies International Standard on Quality Control 1 "Quality Control for Firms That Perform Audits and Reviews of Historical Financial Information, And Other Assurance and Related Services Engagements" and accordingly maintains a comprehensive system of quality control, including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

5. Our Responsibility and Summary of the Work Performed

Our responsibility in connection with this engagement is to express an opinion on the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles, in all material respects, for the year ended June 30, 2025, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000, 'Assurance Engagements other than audits or reviews of historical financial statements', issued by the International Auditing and Assurance Standards Board.

That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

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

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

7. Conclusion

Based on our reasonable assurance engagement, we report that in our opinion, Fund's financial arrangements, contracts, and transactions for the year ended June 30, 2025 are in compliance with the Shariah principles (criteria specified in para 2 above), in all material respects.

Arslan Hassan Naem
UHY Hassan Naem & Co,
Chartered Accountants
Engagement Partner: Arslan Ahmed
Dated: September 16, 2025

Audit | Tax | Consulting

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 MEMBER OF THE
FORUM OF FIRMS

INDEPENDENT AUDITOR'S REPORT

To the Unit holders of Alfalah Islamic KPK Employee Pension Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Alfalah KPK Islamic Employee Pension Fund (the Fund), which comprise the statement of assets and liabilities as at 30 June 2025 and the income statement, statement of comprehensive income, statement of movement in participants' sub fund and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2025 and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of the 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.

Key Audit Matter	How the matter was addressed in our audit
First year audit	
We have been engaged to perform the audit of the Fund for the first time i.e., for the year ended 30 June 2025. Initial audit engagements involve a number of considerations not associated with recurring audits. Additional planning activities and considerations necessary to establish an appropriate audit strategy and audit plan include gaining an initial understanding of the Fund and its business, obtaining sufficient audit evidence regarding the opening balances including the	We performed various procedures to obtain sufficient appropriate audit evidence regarding opening balances including the following: <ul style="list-style-type: none">- reviewed the predecessor auditors' work paper files and made additional inquiries from the predecessor auditors about matters that may affect our audit in the current year.

<p>selection and application of accounting principles and communicating with the previous auditors.</p>	<ul style="list-style-type: none"> - evaluated the key accounting matters from prior years. <p>evaluated whether accounting policies reflected in the opening balances have been consistently applied in the current year's financial statements and adequately presented and disclosed in accordance with the financial reporting standards.</p>
Net assets value	
<p>As disclosed in the note 5 to the financial statements investments carried at fair value through profit or loss amounting to Rs. 68.35 million which constitutes approximately 98% of the total assets of the Fund.</p> <p>The valuation of the Investments for the determination of NAV of the Fund was considered a high risk area and therefore, we considered this as a key audit matter.</p>	<p>Our audit procedures amongst others included the following:</p> <ul style="list-style-type: none"> • Obtained independent confirmations for verifying the existence of the investment portfolio as at 30 June 2025 and traced it with the books and records of the Fund. • Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; • assessed the adequacy and appropriateness of disclosures for compliance with the requirements of applicable financial reporting framework

Other Information

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 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.

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 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 for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

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

From the matters communicated with Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current year 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 benefits of public interest such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Other Matter

The financial statements of the Fund for the year ended 30 June 2024 were audited by A.F Ferguson Chartered Accountants who had expressed an unmodified opinion thereon vide their report dated 30 September 2024.

The engagement partner on the audit resulting in this independent auditor's report Khurram Jameel

Chartered Accountants

Dated: 30-September-2025

UDIN:AR202510093DebouHpSs

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2025

	Note	2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Assets						
Balances with banks	5	510,601	510,601	2,960,233	510,889	4,492,324
Investments	6	-	-	62,908,500	-	62,908,500
Receivable from the Pension Fund Manager	7	-	-	890,450	-	890,450
Advances and profit receivables	8	36,764	36,765	755,137	36,339	865,005
Preliminary expenses and flotation cost	9	-	-	553,212	-	553,212
Total assets		547,365	547,366	68,067,532	547,228	69,709,491
Liabilities						
Payable to the Pension Fund Manager	10	-	-	900,996	-	900,996
Payable to the Trustee	11	1,940	1,933	9,436	1,905	15,214
Payable to the Securities and Exchange		-	-			
Commission of Pakistan	12	-	-	21,200	-	21,200
Accrued expenses and other liabilities	13	-	-	418,590	-	418,590
Total liabilities		1,940	1,933	1,350,222	1,905	1,356,000
Net assets		<u>545,425</u>	<u>545,433</u>	<u>66,717,310</u>	<u>545,323</u>	<u>68,353,491</u>
Participants' sub-funds (as per statement attached)		<u>545,425</u>	<u>545,433</u>	<u>66,717,310</u>	<u>545,323</u>	<u>68,353,491</u>
Contingencies and commitments	16					
Number of units in issue	14	<u>5,000</u>	<u>5,000</u>	<u>544,381</u>	<u>5,000</u>	
Net asset value per unit		<u>109.0849</u>	<u>109.0865</u>	<u>122.5562</u>	<u>109.0646</u>	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2025

	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Assets					
Balances with banks	507,456	507,456	6,890,462	507,456	8,412,830
Investments	-	-	24,312,150	-	24,312,150
Receivable from the Pension Fund Manager	-	-	772,200	-	772,200
Advances and profit receivables	20,841	20,841	2,733,862	20,704	2,796,248
Preliminary expenses and flotation cost	-	-	680,491	-	680,491
Total assets	528,297	528,297	35,389,165	528,160	36,973,919
Liabilities					
Payable to the Pension Fund Manager	-	-	600,525	-	600,525
Payable to the Trustee	834	834	36,450	826	38,944
Payable to the Securities and Exchange Commission of Pakistan	-	-	4,283	-	4,283
Accrued expenses and other liabilities	-	-	933,932	-	933,932
Total liabilities	834	834	1,575,190	826	1,577,684
Net assets	527,463	527,463	33,813,975	527,334	35,396,235
Participants' sub-funds (as per statement attached)	527,463	527,463	33,813,975	527,334	35,396,235
Contingencies and commitments					
----- (Number of units) -----					
Number of units in issue	5,000	5,000	309,679	5,000	
----- (Rupees) -----					
Net asset value per unit	105.4926	105.4925	109.1903	105.4669	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					
Income					
Profit on bank balances	19,068	19,068	1,811,098	19,068	1,868,302
Income from government securities	-	-	4,191,982	-	4,191,982
Net realised loss on sale of investments	-	-	(40,017)	-	(40,017)
Net unrealised appreciation on re-measurement of investments at FVTPL	-	-	449,404	-	-
Total income	19,068	19,068	6,412,467	19,068	6,020,267
Expenses					
Remuneration of the Pension Fund Manager	-	-	21,757	-	21,757
Sindh sale tax on remuneration of the Pension Fund Manager	-	-	3,264	-	3,264
Remuneration of the Trustee	962	955	85,205	939	88,061
Sindh sales tax on remuneration of the Trustee	144	143	12,905	140	13,332
Fees to Securities and Exchange Commission of Pakistan	-	-	23,903	-	23,903
Brokerage expenses	-	-	29,697	-	29,697
CDS charges	-	-	5,071	-	5,071
Printing charges	-	-	30,447	-	30,447
Auditors' remuneration	-	-	650,000	-	650,000
Legal and professional charges	-	-	240,450	-	240,450
Takaful charges	-	-	32,631	-	32,631
Shariah audit fee expense	-	-	27,000	-	27,000
Bank charges	-	-	-	-	-
Reimbursement of expenses from the Pension Fund Manager	-	-	(890,450)	-	(890,450)
Amortisation of preliminary expenses and flotation cost	-	-	127,279	-	127,279
Total expenses	1,106	1,098	399,159	1,079	402,442
Net income for the year before taxation	17,962	17,970	6,013,308	17,989	5,617,825
Taxation	-	-	-	-	-
Net income for the year	17,962	17,970	6,013,308	17,989	5,617,825

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	For the period ended December 14, 2023 to June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Income					
Profit on bank balances	28,352	28,352	743,292	28,215	828,211
Income from government securities	-	-	2,174,422	-	2,174,422
Net realised gain on sale of investments	-	-	2,540	-	2,540
Net unrealised appreciation on re-measurement of investments at FVTPL	-	-	9,720	-	9,720
Total income	28,352	28,352	2,929,974	28,215	3,014,893
Expenses					
Remuneration of the Pension Fund Manager	-	-	-	-	-
Sindh sale tax on remuneration of the Pension Fund Manager	-	-	-	-	-
Remuneration of the Trustee	738	738	32,257	731	34,464
Sindh Sales Tax on remuneration of the Trustee	96	96	4,193	95	4,480
Fees to Securities and Exchange Commission of Pakistan	-	-	4,283	-	4,283
Brokerage expenses	-	-	367	-	367
CDS charges	-	-	-	-	-
Printing charges	-	-	13,000	-	13,000
Auditors' remuneration	-	-	772,200	-	772,200
Legal and professional charges	-	-	-	-	-
Takaful Charges	-	-	-	-	-
Shariah audit fee expense	-	-	-	-	-
Bank charges	55	55	3,303	55	3,468
Reimbursement of expenses from the Pension Fund Manager	-	-	(772,200)	-	(772,200)
Amortisation of preliminary expenses and flotation cost	-	-	70,034	-	70,034
Total expenses	889	889	127,437	881	130,096
Net income for the period before taxation	27,463	27,463	2,802,537	27,334	2,884,797
Taxation	-	-	-	-	-
Net income for the period	27,463	27,463	2,802,537	27,334	2,884,797

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

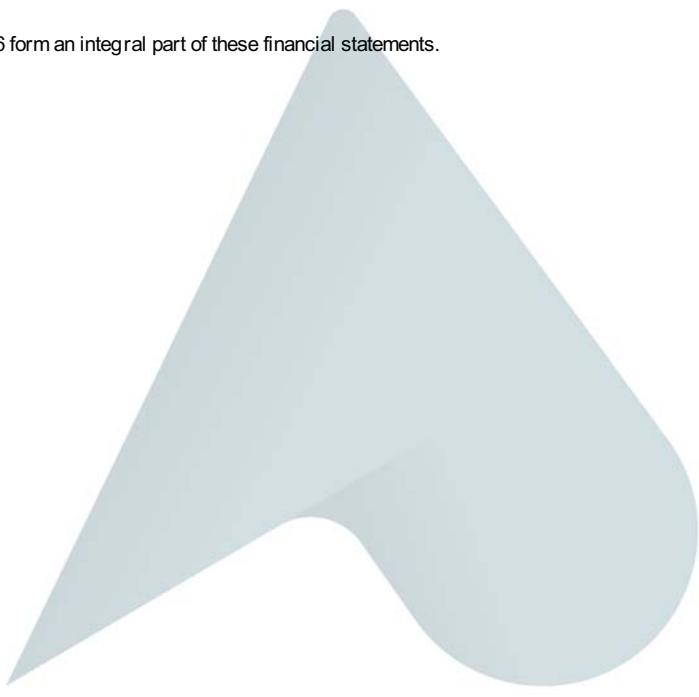
ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2025

	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Net income for the year	17,962	17,970	6,013,308	17,989	6,067,229
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	17,962	17,970	6,013,308	17,989	6,067,229

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



For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2025

	2024				
	Equity Sub-Fund	Debt Sub-Fund	MoneyMarket Sub-Fund	EquityIndex Sub-Fund	Total
----- (Rupees) -----					
Net income for the period	27,463	27,463	2,802,537	27,334	2,884,797
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	27,463	27,463	2,802,537	27,334	2,884,797

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Note	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Net assets at the beginning of the period	527,463	527,463	33,813,975	527,334	35,396,235
Amount received on issuance of units	-	-	26,890,027	-	26,890,027
Amount paid on redemption of units	15	-	-	-	-
	-	-	26,890,027	-	26,890,027
Net realised gain on sale of investments	-	-	(40,017)	-	(40,017)
Net unrealised appreciation on re-measurement of investments at FVTPL	6.2	-	449,404	-	449,404
Other income - net	17,962	17,970	5,603,921	17,989	5,657,842
Total comprehensive income for the year	17,962	17,970	6,013,308	17,989	6,067,229
Net assets at the end of the year	<u>545,425</u>	<u>545,433</u>	<u>66,717,310</u>	<u>545,323</u>	<u>68,353,491</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Net assets at the beginning of the period	-	-	-	-	-
Amount received on issuance of units	500,000	500,000	31,011,438	500,000	32,511,438
Amount paid on redemption of units	-	-	-	-	-
	500,000	500,000	31,011,438	500,000	32,511,438
Net realised gain on sale of investments	-	-	2,540	-	2,540
Net unrealised appreciation on re-measurement of investments at FVTPL	-	-	9,720	-	9,720
Other income - net	27,463	27,463	2,790,277	27,334	2,872,537
Total comprehensive income for the period	27,463	27,463	2,802,537	27,334	2,884,797
Net assets at the end of the period	527,463	527,463	33,813,975	527,334	35,396,235

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the year	17,962	17,970	6,013,308	17,989	6,067,229
Adjustments for:					
Net unrealised appreciation on 're-measurement of investments 'at FVTPL	6.2	-	-	(449,404)	-
Amortisation of preliminary expenses and flotation cost	9.1	-	-	127,279	-
	17,962	17,970	5,691,183	17,989	5,745,104
Increase in assets					
Advances and profit receivables	(15,923)	(15,924)	1,978,725	(15,635)	1,931,243
Investments	-	-	(38,146,946)	-	(38,146,946)
Receivable from the Pension Fund Manager	-	-	(118,250)	-	(118,250)
Preliminary expenses and flotation cost	-	-	-	-	-
	(15,923)	(15,924)	(36,286,471)	(15,635)	(36,333,953)
Increase / (decrease) in liabilities					
Payable to the Pension Fund Manager	-	-	300,471	-	300,471
Payable to the Trustee	1,106	1,099	(27,014)	1,079	(23,730)
Payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-
Accrued expenses and other liabilities	-	-	(515,342)	-	(515,342)
	1,106	1,099	(241,885)	1,079	(238,601)
Net cash generated from / (used in) operating activities	3,145	3,145	(30,837,173)	3,433	(30,827,450)
CASH FLOW FROM FINANCING ACTIVITIES					
Receipts against issuance of units	-	-	26,890,027	-	26,890,027
Payment against redemption of units	-	-	-	-	-
Net cash generated from financing activities	-	-	26,890,027	-	26,890,027
Net increase / (decrease) in cash and cash equivalents	3,145	3,145	(3,947,146)	3,433	(3,937,423)
Cash and cash equivalents at the beginning of the year	507,456	507,456	6,890,462	507,456	8,412,830
Cash and cash equivalents at the end of the year	5	<u>510,601</u>	<u>510,601</u>	<u>2,960,233</u>	<u>510,889</u>
					<u>4,492,324</u>

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

	2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the year	27,463	27,463	2,802,537	27,334	2,884,797
Adjustments for:					
Net unrealised appreciation on re-measurement of investments at FVTPL	-	-	(9,720)	-	(9,720)
Amortisation of preliminary expenses and	-	-	70,034	-	70,034
	27,463	27,463	2,862,851	27,334	2,945,111
Increase in assets					
Advances and profit receivables	(20,841)	(20,841)	(2,733,862)	(20,704)	(2,796,248)
Investments	-	-	(24,302,430)	-	(24,302,430)
Receivable from the Pension Fund Manager	-	-	(772,200)	-	(772,200)
Preliminary expenses and flotation cost	-	-	(750,525)	-	(750,525)
	(20,841)	(20,841)	(28,559,017)	(20,704)	(28,621,403)
Increase in liabilities					
Payable to the Pension Fund Manager	-	-	600,525	-	600,525
Payable to the Trustee	834	834	36,450	826	38,944
Payable to the Securities and Exchange Commission of Pakistan	-	-	4,283	-	4,283
Accrued expenses and other liabilities	-	-	933,932	826	933,932
	834	834	1,575,190	826	1,577,684
Net cash generated from / (used in) operating activities	7,456	7,456	(24,120,976)	7,456	(24,098,608)
CASH FLOW FROM FINANCING ACTIVITIES					
Receipts against issuance of units	500,000	500,000	31,011,438	500,000	32,511,438
Payment against redemption of units	-	-	-	-	-
Net cash generated from financing activities	500,000	500,000	31,011,438	500,000	32,511,438
Net increase in cash and cash equivalents	507,456	507,456	6,890,462	507,456	8,412,830
Cash and cash equivalents at the beginning of the year	-	-	-	-	-
Cash and cash equivalents at the end of the period	507,456	507,456	6,890,462	507,456	8,412,830

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah Islamic KPK Employee Pension Fund is established as a Voluntary Pension Fund under a Trust Deed executed between Alfalah Asset Management Limited (Pension Fund Manager) in its capacity as the Pension Fund Manager and Central Depository Company of Pakistan Limited (the Trustee) in its capacity as the Trustee. The Trust Deed was executed on August 03, 2023 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.

The Pension Fund shall consist of four (4) Sub-Funds to be called:

- I. ALFALAH ISLAMIC KPKEPF - Equity Sub Fund (the Equity Sub Fund);
- II ALFALAH ISLAMIC KPKEPF - Equity Index Sub Fund (the Equity Index Sub Fund)
- III ALFALAH ISLAMIC KPKEPF - Debt Sub Fund (the Debt Sub Fund); and
- IV ALFALAH ISLAMIC KPKEPF - Money Market Sub Fund (the Money Market Sub Fund)

1.2 The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the Employees to invest their pensions as per their desired asset allocations.

1.3 The Pension Fund Manager has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated December 29, 2023 by VIS. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.4 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.5 All operational, management and investment activities of the Fund are undertaken in accordance with the Islamic Shariah guidelines provided by the Shariah Advisor. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme.

2 BASIS OF PRESENTATION

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

3 BASIS OF PREPARATION

3.1 Statement of Compliance

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Act along with part VIIIA of the repealed Companies Ordinance, 1984 (the Ordinance); and
- VPS Rules and the requirements of the Trust Deed.

Where provisions of and directives issued under the part VIIIA of the rules and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Act, 2017, part VIIIA of the rules and requirements of the Trust Deed have been followed.

3.2 New standards and amendments to approved accounting standards

3.2.1 Accounting standards effective for the year

There are certain new standards and amendments that are mandatory for the Fund's accounting period beginning on July 01, 2024 but are considered either to be not relevant or to not have any significant effect on the Funds operations and are, therefore, not detailed in these financial statements.

3.2.2 Accounting standards not yet effective

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Fund's accounting periods beginning on / after 01 July 2025. However, the Fund expects that these standards will not have any material impact on the future financial statements of the Fund.

3.3 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards 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 of the Fund relate to classification and valuation of financial assets (notes 4.2 and 6).

3.4 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments classified as 'at fair value through profit or loss' (FVTPL) which are measured at their respective fair values.

3.5 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these financial statements are set out below.

4.1 Cash and cash equivalents

These comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

4.2 Financial assets

4.2.1 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 FVTPL. Which are initially recognised at fair value and transaction costs are recognised in the Income Statement.

4.2.2 Classification and subsequent measurement

4.3.2.1 Debt instruments at FVTPL

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)
- at fair value through profit or loss (FVTPL)

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 FVTPL. The debt sub-fund and money market sub-fund primarily invests in debt securities and their performance is measured on a fair value basis. Hence, the management has classified the debt securities invested through debt sub-fund and money market sub-fund as FVTPL.

4.3.2.2 Equity instruments at FVTPL

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 equity sub-fund is required to invest at least 90 percent of its assets in equity securities and the management has not opted for the irrevocable option. Therefore, the equity sub-fund investments in equity securities are being classified as FVTPL.

The dividend income for equity securities classified under FVTPL are recognised in the Income Statement.

4.3.2.3 At amortized cost

Financial assets at amortised cost are subsequently measured using the effective interest rate method and are subject to impairment. Gains and losses are recognised in "Income Statement", when the asset is derecognised, modified or impaired.

4.2.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance 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.

4.2.4 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 management's assessment made in line with its provisioning policy approved by the Board of Directors of the Pension Fund Manager 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 Pension Fund Manager 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 Pension Fund Manager. The provisioning policy approved by the Board of Directors has been placed on the Pension Fund Manager's website as required under the SECP's circular.

4.2.5 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.

4.3.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss arising on derecognition of financial assets is taken to the Income Statement.

4.3 Financial liabilities

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

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

4.4 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.

4.5 Provisions

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

4.6 Preliminary expenses and floatation costs

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

4.7 Net asset value per unit

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

4.8 Issue, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the pension fund manager. The NAV per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outline in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours¹ in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a period to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the NAV per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the participants' Sub-Funds. The voluntary pension system rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participants is, therefore, only possible through redemption of units which is based on the NAV. Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

4.9 Revenue recognition

- 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 FVTPL are included in the Income Statement in the year / period in which they arise;
- Income on sukuk certificates is recognised on a time proportionate basis using the effective yield method, except for the securities which are classified as Non-Performing Asset under Circular No. 33 of 2012 issued by the SECP for which the profits are recorded on cash basis;
- Profit on bank balances is recognised on accrual basis.

4.10 Expenses

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

4.11 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any.

4.12 Earnings per unit (EPU)

EPU is calculated by dividing the net income of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

EPU 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.

4.13 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.

5	BALANCES WITH BANKS	Note	June 30, 2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
			----- (Rupees) -----				
	Savings accounts	5.1	510,601	510,601	2,960,233	510,889	4,492,324
BALANCES WITH BANKS							
	Savings accounts		507,456	507,456	6,890,462	507,456	8,412,830

5.1 These balances include Rs 2.960 million maintained with Bank Alfalah Limited (a related party) that carries profit at the rate of 6.25% - 14.75% (2024: 14.75%) per annum in Money Market Sub-Fund. Other savings accounts of the Fund carry profit at the rate of 5.50% - 10.12% (2024: 9.8%) per annum.

6	INVESTMENTS - at FVTPL	Note	2025		2024							
			----- Rupees -----									
Alfalalh Islamic KPK Employee Pension Fund - Money Market Sub Fund												
Government securities - Ijara Sukuk Certificates												
		6.1	<u>62,908,500</u>		<u>24,312,150</u>							

6.1 Government of Pakistan ijara sukuk certificates

Particulars	Profit Rate	Issue date	Maturity date	As at 01 July 2024	Purchased during the period	Sold / matured during the period	As at June 30, 2025	Balance as at June 30, 2025			Market value as a percentage of	
								Carrying value	Market value	Unrealised appreciation	net assets	total investment
								(Face Value)			(Rupees)	
Variable rate												
GoP ijara sukuk - 1 year	19.91%	July 12, 2023	July 12, 2024	24,300,000	-	24,300,000	-	-	-	-	0%	0%
GOP IJARAH SUKUK - 01 YEAR (09-10-23)	20.94%	October 9, 2023	October 9, 2024	-	28,000,000	28,000,000	-	-	-	-	0%	0%
GOP IJARAH SUKUK - 01 YEAR (24-05-24)	10.31%	May 24, 2024	May 23, 2025	-	2,800,000	2,800,000	-	-	-	-	0%	0%
GOP IJARAH SUKUK - 01 YEAR (18-09-24)	10.75%	September 18, 2024	September 17, 2025	-	31,000,000	30,000,000	1,000,000	978,778	978,600	(178)	1%	2%
GOP IJARAH SUKUK - 01 YEAR (26-07-2024)	10.40%	July 26, 2024	July 25, 2025	-	16,000,000	-	16,000,000	15,891,868	15,902,400	10,532	24%	25%
GOP IJARAH SUKUK - 01 YEAR (28-06-24)	10.75%	June 28, 2024	June 27, 2025	-	1,000,000	1,000,000	-	-	-	-	0%	0%
GOP IJARAH SUKUK - 01 YEAR (24-01-24)	10.84%	January 24, 2024	January 22, 2025	-	1,000,000	1,000,000	-	-	-	-	0%	0%
GOP IJARAH SUKUK - 01 YEAR (04-12-24)	11.47%	December 4, 2024	December 3, 2025	-	33,000,000	-	33,000,000	31,490,451	31,617,300	126,849	47%	50%
GOP IJARAH SUKUK - 03 YEARS - FRR (21-10-24)	12%	October 21, 2024	October 21, 2027	-	14,000,000	-	14,000,000	14,098,000	14,410,200	312,200	22%	23%
As at June 30, 2025								62,459,097	62,908,500	449,403		
As at June 30, 2024								24,302,430	24,312,150	9,720		

			2025	2024
			----- Rupees -----	----- Rupees -----
6.2	Net unrealised appreciation on re-measurement of investments at FVTPL	Note		
	Alfalah Islamic KPK Employee Pension Fund - Money Market Sub Fund			
	Market value of investments	6.1	62,908,500	24,312,150
	Less: carrying value of investments	6.1	62,459,096	24,302,430
			<u>449,404</u>	<u>9,720</u>

7	RECEIVABLE FROM THE MANAGEMENT COMPANY - PENSION FUND MANAGER	Note	June 30, 2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
			----- (Rupees) -----				
	Reimbursement of expenses from the Management Company	7.1	-	-	890,450	-	890,450
			-	-	<u>890,450</u>	-	<u>890,450</u>

7.1	RECEIVABLE FROM THE MANAGEMENT COMPANY - PENSION FUND MANAGER		June 30, 2024				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
			----- (Rupees) -----				
	Reimbursement of expenses from the Management Company		-	-	772,200	-	772,200
			-	-	<u>772,200</u>	-	<u>772,200</u>

7.1 The Total Expense Ratio (TER) of the Money Market Sub-Fund is required to be within the maximum limit of 0.75% as prescribed under the offering document of the Pension Fund. However, the TER exceeded the above limit as at June 30, 2025. As a result, the Fund had recorded reimbursement from the Pension Fund Manager to comply with the TER limit.

8	ADVANCES AND PROFIT RECEIVABLES		June 30, 2025				
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
			----- (Rupees) -----				
	Profit receivable on:						
	- GoP ijara sukuk certificates	-	-	324,899	-	324,899	
	- Bank balances	35,685	35,686	25,991	35,255	132,617	
	Advance tax	1,079	1,079	81,178	1,084	84,420	
	Security deposit	-	-	100,000	-	100,000	
	Takaful charges	-	-	106,069	-	106,069	
	Other receivables	-	-	117,000	-	117,000	
		<u>36,764</u>	<u>36,765</u>	<u>755,137</u>	<u>36,339</u>	<u>865,005</u>	

ADVANCES AND PROFIT RECEIVABLES	June 30, 2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
	----- (Rupees) -----					
	Profit receivable on:					
	- GoP ijara sukuk certificates	-	2,516,437	-	2,516,437	
	- Bank balances	19,855	19,855	157,242	19,718	216,670
	Advance tax	986	986	60,183	986	63,141
		<u>20,841</u>	<u>20,841</u>	<u>2,733,862</u>	<u>20,704</u>	<u>2,796,248</u>

9 PRELIMINARY EXPENSES AND FLOTATION COSTS

Balance at the beginning of the year
Less: amortisation during the year
Balance as at year end

Note	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
9.1	-	-	680,491	-	680,491
	-	-	(127,279)	-	(127,279)
	-	-	553,212	-	553,212

PRELIMINARY EXPENSES AND FLOTATION COSTS

Balance at the beginning of the period
Less: Amortisation during the period
Balance as at period end

	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	-	-	750,525	-	750,525
	-	-	(70,034)	-	(70,034)
	-	-	680,491	-	680,491

9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from December 14, 2023 as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

10 PAYABLE TO THE PENSION FUND MANAGER

Remuneration of the Pension Fund Manager
Sindh sales tax on remuneration of the
Pension Fund Manager
Takaful charges
Other Payable to the Pension Fund Manager
Preliminary expenses payable

Note	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
10.1	-	-	21,518	-	21,518
10.2	-	-	3,228	-	3,228
10.3	-	-	148,700	-	148,700
10.4	-	-	50,025	-	50,025
	-	-	677,525	-	677,525
	-	-	900,996	-	900,996

PAYABLE TO THE PENSION FUND MANAGER

Preliminary expenses payable

	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	-	-	600,525	-	600,525

10.1 As per SECP Circular dated March 4, 2024, Employers have the autonomy to negotiate the Management Fee with Pension Fund Managers through their agreements. As per section 67F, A Pension Fund Manager shall disclose in the Offering Document the maximum rate of management fee chargeable to pension fund within allowed expense ratio limit and shall also be entitled to an accrued remuneration that has been verified by the trustee and is paid in arrears on monthly basis. Accordingly, the Pension Fund Manager is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Pension Fund Manager has charged its remuneration at the rate of 0.0408% per annum of the annual net assets of the Fund during the year. The remuneration is payable to the Pension Fund Manager on monthly basis in arrears.

10.2 During the year, an amount of Rs. 0.0032 million was charged on account of sales tax at the rate of 15% on remuneration of the Pension Fund Manager levied through the Sindh sales tax on Services Act, 2011.

10.3 These represent the insurance premium paid by the Pension Fund Manager for unit holders during the year on behalf of the Fund.

10.4 These represent expenditure incurred prior to the commencement of the operations of the Fund by the Pension Fund Manager on behalf of the fund.

	Note	June 30, 2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
11 PAYABLE TO THE TRUSTEE						
Remuneration payable to the Trustee Sindh Sales Tax payable on Trustee remuneration	11.1	1,700	1,694	8,205	1,670	13,269
	11.2	240	239	1,231	235	1,945
		<u>1,940</u>	<u>1,933</u>	<u>9,436</u>	<u>1,905</u>	<u>15,214</u>
PAYABLE TO THE TRUSTEE						
Remuneration payable to the Trustee Sindh Sales Tax payable on Trustee remuneration		738	738	32,257	731	34,464
		96	96	4,193	95	4,480
		<u>834</u>	<u>834</u>	<u>36,450</u>	<u>826</u>	<u>38,944</u>

11.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the daily net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at June 30, 2025 is as follows:

Net assets (Rupees)		Tariff
From	To	
1	1 billion	Rs. 0.3 million or 0.15% per annum of Net Assets whichever is higher
Above 1 billion	3 billion	Rs. 1.5 million plus 0.10% per annum of Net Assets on amount exceeding Rs 1 billion
Above 3 billion	6 billion	Rs. 3.5 million plus 0.08% per annum of Net Assets on amount exceeding Rs 3 billion
Above 6 billion	-	Rs. 5.9 million plus 0.06% per annum of Net Assets on amount exceeding Rs 6 billion

11.2 During the year, an amount of Rs. 0.0019 million (2024: 0.0045 million) was charged at the rate of 15% (2024: 13%) on account of sales tax on remuneration of the Trustee levied through Sindh sales tax on services Act, 2011.

	Note	June 30, 2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN						
Fee payable	12.1	-	-	21,200	-	21,200
PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN						
Fee payable		-	-	4,283	-	4,283

12.1 In accordance with the VPS Rules, a voluntary pension schemes is required to pay annual fee to the SECP at the rate of 0.025% per annum of average annual net assets of the Fund.

	Note	June 30, 2025				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
13 ACCRUED EXPENSES AND OTHER LIABILITIES						
Brokerage expense		-	-	30,064	-	30,064
Withholding tax		-	-	-	-	-
Auditors' remuneration payable		-	-	380,900	-	380,900
Printing charges payable		-	-	7,626	-	7,626
		<u>-</u>	<u>-</u>	<u>418,590</u>	<u>-</u>	<u>418,590</u>

ACCRUED EXPENSES AND OTHER LIABILITIES

	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Brokerage expense	-	-	367	-	367
Withholding tax	-	-	1,365	-	1,365
Auditors' remuneration payable	-	-	772,200	-	772,200
Other Payable	-	-	160,000	-	160,000
	933,932	-	-	-	933,932

14 NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the period

Add: Issuance of units during the period
Directly by participants

	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Number of units -----					
Total units in issue at the beginning of the period	5,000	5,000	309,679	5,000	319,679
Add: Issuance of units during the period Directly by participants	-	-	234,702	-	234,702
Total units in issue at the end of the period	5,000	5,000	544,381	5,000	554,381

NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the period

Add: Issuance of units during the period
Directly by participants
Transfer from other pension fund

	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Number of units -----					
Total units in issue at the beginning of the period	-	-	-	-	-
Add: Issuance of units during the period Directly by participants Transfer from other pension fund	5,000	5,000	309,679	5,000	324,679
Total units in issue at the end of the period	5,000	5,000	309,679	5,000	324,679

15 CONTRIBUTION TABLE

	June 30, 2025							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Index Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Individual	-	-	-	-	234,702	26,890,027	-	-
Associate	-	-	-	-	-	-	-	-
	-	-	-	-	234,702	26,890,027	-	-

	June 30, 2024							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Index Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Individual	-	-	-	-	9,679	1,011,438	-	-
Associate	5,000	500,000	5,000	500,000	300,000	30,000,000	5,000	500,000
	5,000	500,000	5,000	500,000	309,679	31,011,438	5,000	500,000

16 CONTINGENCIES AND COMMITMENTS

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

17 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund based on the current period results is as follows:

	June 30, 2025			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
TER	0.20%	0.20%	0.75%	0.20%
Government levy and SECP fee	0.03%	0.03%	0.08%	0.03%

The above ratio of equity, debt, money market and Equity Index sub-fund is within the limit of 1.75%, 0.75%, 0.75% and 1% respectively for each sub-fund.

	June 30, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
Total Expense Ratio (TER)	0.15%	0.15%	0.37%	0.17%
Government levy and SECP fee	0.02%	0.02%	0.03%	0.14%

The above ratio of equity, debt, money market and Equity Index sub-fund is within the limit of 1.75%, 0.75%, 0.75% and 1% respectively for each sub-fund.

18 TAXATION

The income of the Fund is exempt from income tax as per clause 57 (3) (viii) of part I of Second schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations requires the Fund to distribute 90% of the net accounting income other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders.

Since the Pension Fund Manager has distributed the required minimum percentage of income earned by the Fund for the period ended June 30, 2025 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these financial statements.

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

19 AUDITOR'S REMUNERATION

	For the year ended June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					
Annual audit fee	-	-	650,000	-	650,000
Out of pocket expenses	-	-	-	-	-
Sindh sales tax	-	-	-	-	-
	-	-	650,000	-	650,000

	For the period ended June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees)					

AUDITOR'S REMUNERATION

Annual audit fee	-	-	650,000	-	650,000
Review and other certifications	-	-	-	-	-
Out of pocket expenses	-	-	65,000	-	65,000
Sindh sales tax	-	-	57,200	-	57,200
	-	-	772,200	-	772,200

20 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

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

20.1 Details of transaction with related parties during the year :

	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
20.1.1 Participants' sub fund	(Rupees)				
Al Falah Asset Management Limited - Pension Fund Manager					
Contribution	-	-	-	-	-
Contribution (Number of units)	-	-	-	-	-
Central Depository Company of Pakistan Limited - Trustee					
Remuneration of the Trustee	962	955	85,205	939	88,061
Sindh sales tax payable on Trustee remuneration	144	143	12,905	140	13,332
June 30, 2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Al Falah Asset Management Limited - Pension Fund Manager					
Contribution	500,000	500,000	30,000,000	500,000	31,500,000
Contribution (Number of units)	5,000	5,000	300,000	5,000	315,000
Central Depository Company of Pakistan Limited - Trustee					
Remuneration of the Trustee	738	738	32,257	731	34,464
Sindh sales tax payable on Trustee remuneration	96	96	4,193	95	4,480

20.1.2 Details of balances with related parties as at the period end:

	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Al Falah Asset Management Limited - Pension Fund Manager	(Rupees)				
Remuneration of the Pension Fund Manager	-	-	21,518	-	21,518
Sindh sales tax on remuneration of the Pension Fund Manager	-	-	3,228	-	3,228
Takaful charges	-	-	148,700	-	148,700

	June 30, 2025				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Other Payable to Pension Fund Manager	-	-	50,025	-	50,025
Preliminary expenses and floatation cost payable	-	-	677,525	-	677,525
Contribution	545,425	545,433	36,766,860	545,425	38,403,143
Contribution (Number of units)	5,000	5,000	300,000	5,000	315,000
Receivable from the Pension Fund Manager	-	-	890,450	-	890,450
Bank Al Falah Limited					
Balances with banks	-	-	2,960,233	-	2,960,233
Profit receivable on bank balance	-	-	25,991	-	25,991
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable to the Trustee	1,700	1,694	8,205	1,670	13,269
Sindh sales tax payable on the Trustee					

	June 30, 2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----					
Alfalah Asset Management Limited - Pension Fund Manager					
Contribution	527,463	527,463	32,757,090	527,463	34,339,479
Contribution (Number of units)	5,000	5,000	300,000	5,000	315,000
Preliminary expenses and floatation cost payable	-	-	600,525	-	600,525
Receivable from Pension Fund Manager	-	-	650,000	-	650,000
Bank Alfalah Limited					
Balances with banks	-	-	6,890,462	-	6,890,462
Profit receivable on bank balance	-	-	157,242	-	157,242
Central Depository Company of Pakistan Limited - Trustee					
Remuneration payable to the Trustee	738	738	32,257	731	34,464
Sindh sales tax payable on Trustee remuneration	96	96	4,193	95	4,480

21 FINANCIAL INSTRUMENTS BY CATEGORY

June 30, 2025													
Particulars	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund			Total
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	
(Rupees)													
Financial assets													
Balances with banks	510,601	-	510,601	510,601	-	510,601	2,960,233	-	2,960,233	510,889	-	510,889	4,492,324
Investments	-	-	-	-	-	-	-	62,908,500	62,908,500	-	-	-	62,908,500
Receivable from the Pension Fund Manager	-	-	-	-	-	-	-	890,450	890,450	-	-	-	890,450
Advances and profit receivables	35,685	-	35,685	35,686	-	35,686	755,137	-	755,137	35,255	-	35,255	861,1763
	546,286	-	546,286	546,287	-	546,287	3,715,370	63,798,950	67,514,320	546,144	-	546,144	69,153,037

Particulars	June 30, 2025											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
(Rupees)												
Financial liabilities												
Payable to the Pension Fund Manager	-	-	-	-	-	-	900,996	-	900,996	-	-	900,996
Payable to the Trustee	1,940	-	1,940	1,933	-	1,933	9,436	-	9,436	1,905	-	1,905 15,214
Payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	-	-	-	-	-	418,590	-	418,590	-	-	418,590
	1,940	-	1,940	1,933	-	1,933	1,329,022	-	1,329,022	1,905	-	1,905 1,334,800

Particulars	June 30, 2024											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
(Rupees)												
Financial assets												
Balances with banks	507,456	-	507,456	507,456	-	507,456	6,890,462	-	6,890,462	507,456	-	507,456 8,412,830
Investments	-	-	-	-	-	-	-	24,312,150	24,312,150	-	-	24,312,150
Receivable from the Pension Fund Manager	-	-	-	-	-	-	772,200	-	772,200	-	-	772,200
Advances and profit receivables	19,855	-	19,855	19,855	-	19,855	2,673,679	-	2,673,679	19,718	-	19,718 2,733,107
	527,311	-	527,311	527,311	-	527,311	10,336,341	24,312,150	34,648,491	527,174	-	527,174 36,230,287

Particulars	June 30, 2024											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
(Rupees)												
Financial liabilities												
Payable to the Pension Fund Manager	-	-	-	-	-	-	600,525	-	600,525	-	-	600,525
Payable to the Trustee	834	-	834	834	-	834	36,450	-	36,450	826	-	826 38,944
Payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	-	-	-	-	-	932,567	-	932,567	-	-	932,567
	834	-	834	834	-	834	1,569,542	-	1,569,542	826	-	826 1,572,036

22 FINANCIAL RISK MANAGEMENT

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Pension Fund Manager, 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 Pension Fund Manager supervise 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.

22.1 Market risk

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

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

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

22.1.1 Currency risk

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

22.1.2 Profit rate risk

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

Sensitivity analysis of variable rate instruments

Presently, the Fund holds variable rate sukuk certificates, variable GoP ijara sukuk and balances with banks, 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 0.674 million (2024: Rs. 0.327 million). The analysis assumes that all other variables remain constant.

The composition of the Fund's investment portfolio, profit rates are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2025 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

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

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 can be determined as follows:

Alfalalah Islamic KPK Employee Pension Fund - Equity Sub Fund

Particulars	Effective yield / profit rate %	June 30, 2025				
		Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
					(Rupees)	
On-balance sheet financial instruments						
Financial assets						
Balances with banks	10.12	510,601	-	-	-	510,601
Profit receivable		-	-	-	21,781	21,781
Sub total		510,601	-	-	21,781	532,382
Financial liabilities						
Payable to the Trustee		-	-	-	1,940	1,940
Accrued expenses and other liabilities		-	-	-	1,940	1,940
Sub total		-	-	-	1,940	1,940
On-balance sheet gap (a)		510,601	-	-	19,841	530,442
Off balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		510,601	-	-	-	-
Cumulative profit rate sensitivity gap		510,601	510,601	510,601		

Alfalalah Islamic KPK Employee Pension Fund - Debt Sub Fund

Particulars	Effective yield / profit rate %	June 30, 2025				
		Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
					(Rupees)	
On-balance sheet financial instruments						
Financial assets						
Balances with banks	10.12	510,601	-	-	-	510,601
Profit receivable		-	-	-	35,686	35,686
Sub total		510,601	-	-	35,686	546,287

Particulars	Effective yield / profit rate %	June 30, 2025				
		Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
					(Rupees)	
Financial liabilities						
Payable to the Trustee		-	-	-	1,933	1,933
Accrued expenses and other liabilities		-	-	-	-	-
Sub total		-	-	-	1,933	1,933
On-balance sheet gap (a)		510,601	-	-	33,753	544,354
Off balance sheet financial instruments						
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		510,601	-	-	33,753	544,354
Cumulative profit rate sensitivity gap		510,601	510,601	510,601		

Alfalah Islamic KPK Employee Pension Fund - Money Market Sub Fund

Particulars	Effective yield / profit rate %	June 30, 2025				
		Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
					(Rupees)	
On-balance sheet financial instruments						
Financial assets						
Balances with banks		2,960,233	-	-	-	2,960,233
Investments		17,000,000	33,000,000	14,000,000	-	64,000,000
Receivable from Pension Fund Manager		-	-	-	-	-
Profit receivable		-	-	-	2,858,567	2,858,567
Sub total		19,960,233	33,000,000	14,000,000	2,858,567	69,818,800
Financial liabilities						
Payable to Pension Fund Manager		-	-	-	900,996	900,996
Payable to the Trustee		-	-	-	9,436	9,436
Accrued expenses and other liabilities		-	-	-	418,590	418,590
Sub total		-	-	-	1,329,022	1,329,022
On-balance sheet gap (a)		19,960,233	33,000,000	14,000,000	1,529,545	68,489,778
Off balance sheet financial instruments						
Off-balance sheet gap (b)		-	-	-	-	-
Total profit rate sensitivity gap (a+b)		19,960,233	33,000,000	14,000,000	1,529,545	68,489,778
Cumulative profit rate sensitivity gap		19,960,233	52,960,233	66,960,233		

Alfalalh Islamic KPK Employee Pension Fund - Equity Index Sub-Fund

Particulars	Effective yield / profit rate	June 30, 2025						
		Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total		
		Upto three months	More than three months and upto one year	More than one year				
	%	(Rupees)						
On-balance sheet financial instruments								
Financial assets								
Balances with banks	10.12	510,889	-	-	-	510,889		
Profit receivable		35,255	-	-	-	35,255		
Sub total		546,144	-	-	-	546,144		
Financial liabilities								
Payable to the Trustee		-	-	-	1,905	1,905		
Accrued expenses and other liabilities		-	-	-	-	-		
Sub total		-	-	-	1,905	1,905		
On-balance sheet gap (a)		546,144	-	-	(1,905)	544,239		
Off balance sheet financial instruments		-	-	-	-	-		
Off-balance sheet gap (b)		-	-	-	-	-		
Total profit rate sensitivity gap (a+b)		546,144	-	-	(1,905)	544,239		
Cumulative profit rate sensitivity gap		546,144	546,144	546,144				

22.1.3 Price risk

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

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any investment in equity securities as of June 30, 2025.

22.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	Alfalalh Islamic KPK Employee Pension Fund - Equity Sub Fund		Alfalalh Islamic KPK Employee Pension Fund - Debt Sub Fund		Alfalalh Islamic KPK Employee Pension Fund - Money Market Sub Fund		Alfalalh Islamic KPK Employee Pension Fund - Equity Index Sub Fund	
	2025		2025		2025		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	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	(Rupees)		(Rupees)		(Rupees)		(Rupees)	
Balances with banks	510,601	510,601	510,601	510,601	2,960,233	2,960,233	510,889	510,889
Investments	-	-	-	-	62,908,500	-	-	-
Receivable from the Pension Fund Manager	-	-	-	-	-	-	-	-
Profit receivable	35,685	35,685	35,686	35,686	755,137	25,987	35,255	35,255
	546,286	546,286	546,287	546,287	66,623,870	2,986,220	546,144	546,144

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

22.2.1 Credit quality of financial assets

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

Balances with banks by rating category

**Alfalalh Islamic KPK Employee Pension Fund -
Equity Sub Fund**
Bank of Khyber Limited

Rating agency	Rating (Short Term / Long Term)	2025	
		% of bank balances exposed to credit risk	

PACRA A1/A+ 99%

**Alfalalh Islamic KPK Employee Pension Fund -
Debt Sub Fund**
Bank of Khyber Limited

Rating agency	Rating (Short Term / Long Term)	2025	
		% of bank balances exposed to credit risk	

PACRA A1/A+ 99%

**Alfalalh Islamic KPK Employee Pension Fund -
Money Market Sub Fund**
Bank Alfalah Limited

Rating agency	Rating (Short Term / Long Term)	2025	
		% of bank balances exposed to credit risk	

PACRA A1+/AAA 100%

**Alfalalh Islamic KPK Employee Pension Fund -
Equity Index Sub Fund**
Bank of Khyber Limited

Rating agency	Rating (Short Term / Long Term)	2025	
		% of bank balances exposed to credit risk	

PACRA A1/A+ 99%

22.2.2 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect the groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit worthy counter parties thereby mitigating any significant concentrations of credit risk.

22.3 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 the terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in short term instruments in order to maintain liquidity.

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

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

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

June 30, 2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

**Alfalalh Islamic KPK Employee Pension Fund -
Equity Sub Fund**

Financial Assets

Balances with banks
Profit receivable

510,601	-	-	-	-	510,601
35,685	-	-	-	-	35,685
546,286	-	-	-	-	546,286

Financial Liabilities

Payable to the Trustee
Accrued expenses and other liabilities

1,940	-	-	-	-	1,940
-	-	-	-	-	-
1,940	-	-	-	-	1,940

Financial assets

544,346	-	-	-	-	544,346
---------	---	---	---	---	---------

June 30, 2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

**Alfalalh Islamic KPK Employee Pension Fund -
Debt Sub Fund**

Financial Assets

Balances with banks
Profit receivable

510,601	-	-	-	-	510,601
21,781	-	-	-	-	21,781
532,382	-	-	-	-	532,382

Financial Liabilities

Payable to the Trustee
Accrued expenses and other liabilities

1,933	-	-	-	-	1,933
-	-	-	-	-	-
1,933	-	-	-	-	1,933

Financial assets

530,449	-	-	-	-	530,449
---------	---	---	---	---	---------

June 30, 2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

**Alfalalh Islamic KPK Employee Pension Fund -
Money Market Sub Fund**

Financial Assets

Balances with banks
Investments
Receivable from the Pension Fund Manager
Profit receivable

2,960,233	-	-	-	-	2,960,233
16,000,000	1,000,000	33,000,000	14,000,000	-	64,000,000
-	-	-	-	-	-
342,130	-	-	-	-	342,130
19,302,363	1,000,000	33,000,000	14,000,000	-	67,302,363

Financial Liabilities

Payable to the Pension Fund Manager
Payable to the Trustee
Accrued expenses and other liabilities

900,996	-	-	-	-	900,996
9,436	-	-	-	-	9,436
418,590	-	-	-	-	418,590
1,329,022	-	-	-	-	1,329,022

Financial assets

17,973,341	1,000,000	33,000,000	14,000,000	-	65,973,341
------------	-----------	------------	------------	---	------------

June 30, 2025					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Rupees -----					

Alfalal Islamic KPK Employee Pension Fund -

Equity Index Sub Fund

Financial Assets

Balances with banks

Profit receivable

510,889	-	-	-	-	510,889
21,644	-	-	-	-	21,644
532,533	-	-	-	-	532,533

Financial Liabilities

Payable to the Trustee

Accrued expenses and other liabilities

1,905	-	-	-	-	1,905
-	-	-	-	-	-
1,905	-	-	-	-	1,905

Financial assets

530,628	-	-	-	-	530,628
---------	---	---	---	---	---------

23 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 reporting date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify 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, 2025, no financial instruments were held by the Fund which are measured at fair values.

Alfalal Islamic KPK Employee Pension Fund - Money Market Sub Fund

2025				
Financial assets at FVTPL	Level 1	Level 2	Level 3	Total
(Rupees) -----				
Investment				
GoP ijara sukuk certificates	-	62,908,500	-	62,908,500

2024				
Financial assets at FVTPL	Level 1	Level 2	Level 3	Total
(Rupees) -----				
Investment				
GoP ijara sukuk certificates	-	24,312,150	-	24,312,150

24 PARTICIPANTS' SUB FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank *pari passu* as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

25 SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding unit holding pattern of the Fund, top ten brokers of the Fund, members of the Investment Committee, fund manager, meetings of the Board of Directors as required under Schedule V of the NBFC Regulations has been disclosed in the Annexure to the financial statements.

26 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on **August 16, 2025** by the Board of Directors of the Pension Fund Manager.



Chief Executive Officer

Chief Financial Officer

Director

PERFORMANCE TABLE

KPK Islamic Employee Pension Fund - Money Market Sub Fund	2025	2024
Net Income for the period	6,013,308	2,802,537
(loss)/Gain on sale of investments-net	(40,017)	2,540
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	449,404	9,720
Profit /mark-up income	1,811,098	2,917,714
Net asset value per unit as at 30 June	122.5562	109.1903
Total Net assets as at 30 June	66,717,310	33,813,975
Total Contribution received -Gross	26,890,027	31,011,438





Alfalah
Pension Fund II
(Formerly: Faysal Pension Fund)

FUND INFORMATION

Management Company:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Board of Directors of the Management Company:

Mr. Atif Aslam Bajwa
Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Kabir Qureshi
Mr. Sohail Sultan
Mr. Khalilullah Shaikh
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Audit Committee (BAC):

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh

Business Risk Management Committee (BRMC)

Mr. Khaled Khanfer
Mr. Farooq Ahmed Khan
Mr. Khalilullah Shaikh
Mr. Khaldoon Bin Latif (CEO)

Human Resource & Remuneration Committee (HRRC):

Mr. Khalilullah Shaikh
Mr. Kabir Qureshi
Ms. Ayesha Aziz
Mr. Khaldoon Bin Latif (CEO)

Board Investment Committee (BIC):

Mr. Farooq Ahmed Khan
Mr. Sohail Sultan
Ms. Ayesha Aziz

Chief Financial Officer:

Mr. Faisal Ali Khan

Trustee:

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', SMCHS,
Main Share-e-Faisal, Karachi

Bankers to the Fund:

Bank Al-Falah Limited
Allied Bank limited
Zarai Tarqiati Bank Limited
JS Bank Limited

Auditors:

EY Ford Rhodes Chartered Accountants.
601, Progressive Plaza, Beaumont Road,
Civil Lines Karachi

Legal Advisor:

Haider Waheed
House 188, Street 33,
Khyaban-e-Qasim,
DHA Pahse VIII, Karachi

Registrar:

Alfalalah Asset Management Limited
Islamic Chamber of Commerce, Industry and Agriculture Building,
2nd Floor, ST 2/A, Block 9, KDA Scheme 5,
Clifton, Karachi.

Distributor:

Bank Al Falah Limited

Alfalalah Pension Fund - II (Formerly: Faysal Pension Fund) Annual Fund Manager's Report

Type of Fund: Open-end Scheme

Category of Fund: Voluntary Pension Fund Scheme

Investment Objective

The objective of introducing Alfalah GHP Pension Fund II is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

Accomplishment of Objective

The Fund has strived to achieve its objective as it provided the unit holders a competitive and attractive return as compared to peer funds.

Equity Market Review

1HCY25 Market Review: Navigating Through Volatility: The first half of calendar year 2025 proved challenging for Pakistani equities, with the market navigating several significant headwinds. Key concerns included the federal budget announcement, escalating geopolitical tensions between Pakistan and India, the Iran-Israel conflict, and the imposition of new U.S. tariffs. These events triggered sharp volatility, causing fluctuations in investor sentiment.

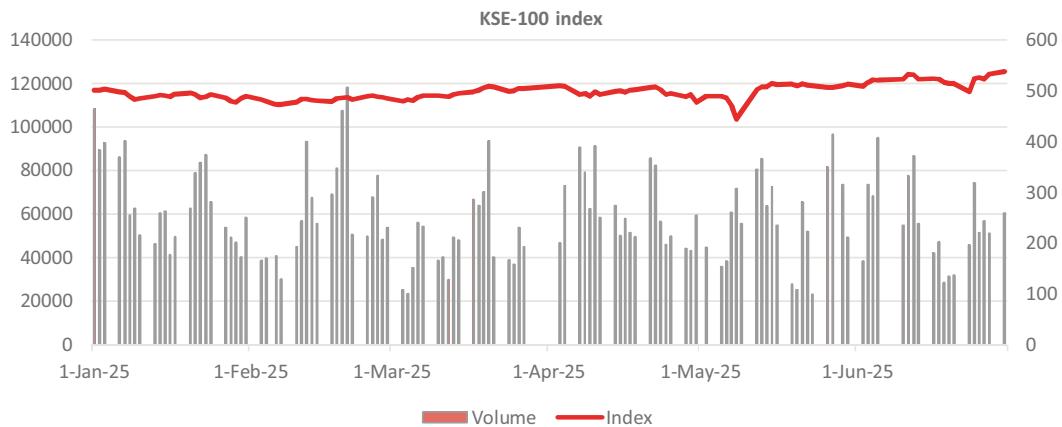
The KSE 100 Index began the year at 115,126 points but fell to a low of 103,526 on May 8, following military tensions between Pakistan and India that erased earlier gains. However, the market staged a sharp recovery after the ceasefire, surging by 10,123 points in a single day. The magnitude of the rebound triggered a temporary market halt. Despite these disruptions, the KSE-100 posted a solid 9.12% return in 1HCY25, supported by improving macro fundamentals such as falling inflation, monetary easing, a stable exchange rate, rising foreign reserves, and a manageable current account. These factors helped restore investor confidence and set the stage for a more optimistic second half.

Sectoral Drivers: Banks, Cement, and Fertilizers Lead: The rally was primarily led by Commercial Banks (+7,841 points), Cement (+3,319 points), and Fertilizers (+1,655 points), collectively contributing 12,815 points to the index. These sectors benefited from compelling valuations and attractive double-digit dividend yields, drawing strong interest from both domestic and foreign investors seeking stable returns.

Foreign Investors Trim Exposure: Foreign investors were net sellers, offloading USD 114 million in equities. Selling was concentrated in Commercial Banks, Oil & Gas Exploration, and Food & Personal Care Products, while selective buying was seen in Oil & Gas Marketing and Cement sectors.

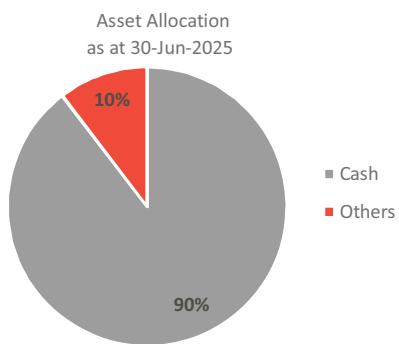
Interest Rates and Market Dynamics: The ongoing monetary easing has created a favorable environment for equities. Historically, lower interest rates reduce borrowing costs, enhance corporate profitability, and make equities more attractive, driving increased investor interest and supporting valuations.

Bullish Outlook: Valuations Still Compelling: Despite the recent rally, market valuations remain attractive. The KSE 100 Index is trading at a price to earnings ratio of 6.8x, below the ten-year average of 8x. The market capitalization-to-GDP ratio stands at just 13.6%, compared to the historical average of 16.6%. With interest rates declining, the currency stabilizing, and external account indicators improving, equities are well positioned for further upside in FY26.

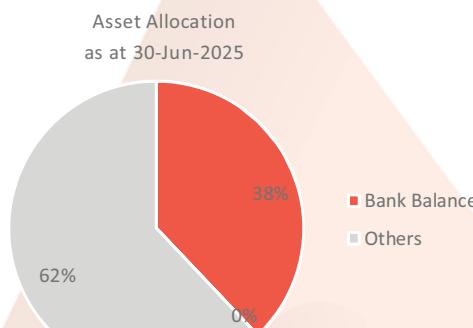


Alfalalah GHP Pension Fund II- Debt:

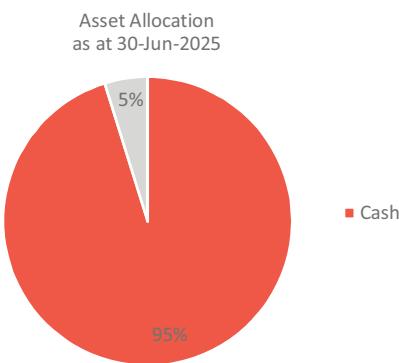
During the period, fund generated a return 14.17%.

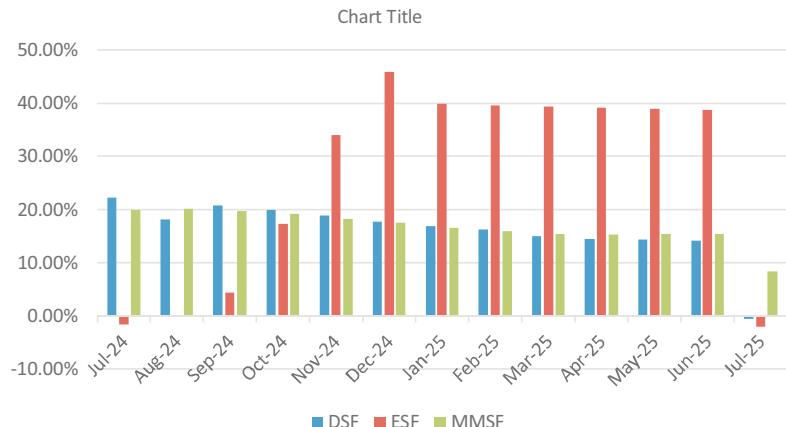
**Alfalalah GHP Pension Fund II- Equity:**

During the period, fund generated a return 38.76%.

**Alfalalah GHP Pension Fund II- Money Market:**

During the period, fund generated a return 15.36%.





⇒ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

⇒ **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

⇒ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

⇒ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH PENSION FUND – II (FORMERLY: FAYSAL PENSION FUND)

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Pension Fund - II (formerly: Faysal Pension Fund) (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund from January 01, 2025 to June 30, 2025 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, 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.

For the purpose of information, we would like to draw the attention of the unit holders towards the fact that, Alfalah Asset Management Limited has acquired the management rights of the Fund, effective from January 01, 2025. Prior to this, the Fund was under the management of Faysal Asset Management Limited.

Moreover, during the period, the net assets of the Equity Sub Fund were reduced to such an extent that the Pension Fund Manager was unable to take exposure in equity securities due to available cash balance of Rs 0.73 million only.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 30, 2025

INDEPENDENT AUDITOR'S REPORT

To the participants of Al Falah Pension Fund - II (Formerly: Faysal Pension Fund)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Al Falah Pension Fund - II (Formerly: Faysal Pension Fund)** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2025**, and the income statement, statement of comprehensive income, statement of movement in participants' sub-funds 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 present fairly, in all material respects, (or give a true and fair view of) the financial position of the Fund as at 30 June 2025, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Other Information

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 auditors' report thereon.

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

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

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on Other Legal and Regulatory Requirements

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

- a) the financial statements prepared for the year ended June 30, 2025 have been properly prepared in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;
- b) the allocation and reallocation of units of the sub-funds for all the participants have been made according to the Voluntary Pension System Rules, 2005;
- c) a true and fair view is given of the disposition of the pension Fund at the end of the period and of the transactions of the pension Fund of the period then ended; and
- d) the cost and expenses debited to the Fund are as specified in the constitutive documents of the Fund.

Other Matter

The annual financial statements for the year ended 30 June 2024 were audited by another firm of Chartered Accountants, whose audit report dated 27 September 2024, expressed an unmodified opinion, on the aforementioned financial statements.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.

Chartered Accountants

Date: 30-September-2025
UDIN: AR202510076PrUIFSI6X
Place: Karachi

ALFALAH PENSION FUND II (FORMERLY: FAYSAL PENSION FUND)

STATEMENT OF ASSETS AND LIABILITIES

As AT JUNE 30, 2025

	2025				2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Assets	Note ----- Rupees -----				Rupees -----				
Balances with banks	4	733,803	2,517,575	8,999,238	12,250,616	921,479	12,954,289	4,566,414	
Investments	5	-	-	-	-	56,043,521	33,969,899	55,013,110	
Deposits and other receivables	6	1,129,849	142,933	177,461	1,450,243	1,392,771	2,529,894	437,988	
Receivable from the Management Company	7	191,172	201,222	260,528	652,922	-	-	-	
Receivable against issuance of units		-	-	-	-	-	2,150,000	2,150,000	
Preliminary expenses and floatation costs	8	14,911	14,911	14,911	44,733	36,081	36,081	36,081	
Total assets		2,069,735	2,876,641	9,452,138	14,398,514	58,393,852	49,490,163	62,203,593	
Liabilities									
Payable to the Management Company	9	13	21	80	114	52,121	2,180	57,031	
Payable to the Trustee	10	51,543	41,761	63,836	157,140	9,419	9,109	9,729	
Payable to the Securities and Exchange Commission of Pakistan (SECP)	11	9,965	7,581	9,849	27,395	17,672	17,996	22,556	
Accrued expenses and other liabilities	12	745,958	622,065	572,500	1,940,523	550,519	393,601	346,173	
Payable against redemption of units		-	35,935	1,167	37,102	-	-	2,937,880	
Total liabilities		807,479	707,363	647,432	2,162,274	629,731	422,886	3,319,068	
Net assets		1,262,256	2,169,278	8,804,706	12,236,240	57,764,121	49,067,277	58,884,525	
Participants' Sub-Funds (as per statement attached)		1,262,256	2,169,278	8,804,706	12,236,240	57,764,121	49,067,277	58,884,525	
Contingencies and commitments	13	Number of units -----				Number of units -----			
Number of units in issue	17	5,256	13,243	52,128		333,749	342,003	402,184	
Net asset value per unit		240.16	163.80	168.91		173.08	143.47	146.41	

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND II (FORMERLY: FAYSAL PENSION FUND)

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025				2024											
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total								
	Rupees				Rupees											
Income																
Financial income on:																
- Bank balances	61,819	388,222	860,571	1,310,612	182,832	1,487,509	1,528,320	3,198,661								
- Market treasury bills	-	4,398,739	2,859,867	7,258,606	-	7,194,644	9,533,641	16,728,285								
- Pakistan investment bonds	-	-	2,023,232	2,023,232	-	-	-	-								
	61,819	4,786,961	5,743,670	10,592,450	182,832	8,682,153	11,061,961	19,926,946								
Dividend Income	3,666,228	-	-	3,666,228	3,305,956	-	-	3,305,956								
Gain / (loss) on sale of investments classified as 'at fair value through profit or loss' - net	19,091,403	(115,587)	7,065	18,982,881	15,756,955	(25,863)	(22,667)	15,708,425								
Unrealised appreciation on re-measurement of investments 'classified as at fair value through profit or loss' - net	5.5	-	-	-	10,432,324	50,730	23,825	10,506,879								
Total income	22,819,450	4,671,374	5,750,735	33,241,559	29,678,067	8,707,020	11,063,119	49,448,206								
Expenses																
Remuneration of the Management Company	1.5 & 9.1	675	535	882	2,092	-	-	-								
Alfalal Asset Management Limited		68,050	4,713	5,562	78,325	442,404	22,526	28,226								
Faysal Asset Management Limited		-	-	-	-	-	-	493,156								
Sindh sales tax on remuneration of the Management Company	9.2	10,309	786	966	12,061	57,513	2,928	3,669								
Remuneration of the Trustee	10.1	74,872	73,469	151,662	300,003	100,229	99,955	100,229								
Sindh Sales Tax on remuneration of the Trustee	10.2	11,231	11,018	22,749	44,998	13,030	12,994	13,030								
Fee to the Securities and Exchange Commission of Pakistan (SECP)	11.1	10,015	7,631	11,750	29,396	17,696	18,021	22,581								
Auditor's remuneration	19	287,483	287,483	287,483	862,449	262,202	262,202	262,202								
Transaction charges		398,798	9,225	5,882	413,905	813,515	16,224	11,979								
Legal and professional charges		87,095	87,095	92,095	266,285	94,236	94,236	94,236								
Printing charges		5,953	5,931	5,733	17,617	3,294	3,294	3,294								
Amortisation of preliminary expenses and floatation costs	8.1	21,170	21,170	21,170	63,510	21,228	21,228	21,228								
Bank charges		4,322	1,372	1,582	7,276	13,749	17,573	4,197								
Reimbursement of expenses from the Management Company	7.1	(191,172)	(201,222)	(260,528)	(652,922)	-	-	-								
Total expenses	788,801	309,206	346,988	1,444,995	1,839,096	571,181	564,871	2,975,148								
Net income for the year before taxation	22,030,649	4,362,168	5,403,747	31,796,564	27,838,971	8,135,839	10,498,248	46,473,058								
Taxation	14	-	-	-	-	-	-	-								
Net income for the year after taxation	22,030,649	4,362,168	5,403,747	31,796,564	27,838,971	8,135,839	10,498,248	46,473,058								
Earnings per unit	15															

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND II (FORMERLY: FAYSAL PENSION FUND)**STATEMENT OF COMPREHENSIVE INCOME***FOR THE YEAR ENDED JUNE 30, 2025*

	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Net income for the year after taxation	22,030,649	4,362,168	5,403,747	31,796,564	27,838,971	8,135,839	10,498,248	46,473,058
Other comprehensive income for the year	-	-	-	-	-	-	-	-
Total comprehensive income for the year	22,030,649	4,362,168	5,403,747	31,796,564	27,838,971	8,135,839	10,498,248	46,473,058

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND II (FORMERLY: FAYSAL PENSION FUND)

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net assets at the beginning of the year	57,764,121	49,067,277	58,884,525	165,715,923	29,888,546	41,339,174	53,421,960	124,649,680
Amount received on issuance of units	18	-	-	-	36,604	-	4,481,630	4,518,234
Amount paid on redemption of units	(78,532,514)	(51,260,167)	(55,483,566)	(185,276,247)	-	(407,736)	(9,517,313)	(9,925,049)
Gain / (loss) on sale of investments - net	19,091,403	(115,587)	7,065	18,982,881	15,756,955	(25,863)	(22,667)	15,708,425
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	-	-	-	-	10,432,324	50,730	23,825	10,506,879
Other income - net	2,939,246	4,477,755	5,396,682	12,813,683	1,649,692	8,110,972	10,497,090	20,257,754
Total comprehensive income for the year	22,030,649	4,362,168	5,403,747	31,796,564	27,838,971	8,135,839	10,498,248	46,473,058
Net assets at the end of the year	1,262,256	2,169,278	8,804,706	12,236,240	57,764,121	49,067,277	58,884,525	165,715,923

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND II (FORMERLY: FAYSAL PENSION FUND)

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

Note	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Cash flows from operating activities								
Net income for the year before taxation	22,030,649	4,362,168	5,403,747	31,796,564	27,838,971	8,135,839	10,498,248	46,473,058
Adjustments for:								
Amortisation of preliminary expenses and floatation costs	8	21,170 (61,819)	21,170 (4,786,961)	21,170 (5,743,670)	63,510 (10,592,450)	21,228 (182,832)	21,228 (8,682,153)	21,228 (11,061,961)
Financial income on bank balances and investments								
(Gain) / loss on sale of investments classified as at fair value through profit or loss' - net		(19,091,403) (3,666,228)	115,587	(7,065)	(18,982,881) (3,666,228)	(15,756,955) (3,305,956)	25,863	22,667 (15,708,425) (3,305,956)
Dividend income								
Unrealised appreciation on re-measurement of investments 'classified as at fair value through profit or loss - net	5.5	-	-	-	(10,432,324)	(50,730)	(23,825)	(10,506,879)
		(22,798,280)	(4,650,204)	(5,729,565)	(33,178,049)	(29,656,839)	(8,685,792)	(11,041,891)
		(767,631)	(288,036)	(325,818)	(1,381,485)	(1,817,868)	(549,953)	(543,643)
								(2,911,464)
Decrease / (increase) in assets								
Investments		56,043,521	33,969,899	7,390,304	97,403,724	(2,690,371)	(33,945,032)	(7,389,146)
Deposits and other receivables		(8,423)	(14,218)	2,132,421	2,109,780	1,500,000	-	1,500,000
Receivable from the Management Company		(191,172)	(201,222)	(260,528)	(652,922)	-	-	-
		55,843,926	33,754,459	9,262,197	98,860,582	(1,190,371)	(33,945,032)	(7,389,146)
								(42,524,549)
Increase / (decrease) in liabilities								
Payable to the Management Company		(52,108)	(2,159)	(2,650)	(56,917)	24,363	2,180	2,730
Payable to the Trustee		42,124	32,652	54,107	128,883	130	(180)	390
Payable to the Securities and Exchange								
Commission of Pakistan (SECP)		(7,707)	(10,415)	(12,707)	(30,829)	7,123	4,755	7,932
Accrued expenses and other liabilities		195,439	228,464	226,327	650,230	247,750	137,825	137,238
		177,748	248,542	265,077	691,367	279,366	144,580	148,340
								572,286
Financial income received		19,367,580	7,072,553	6,028,841	32,468,974	144,172	6,365,976	10,873,927
Dividend received		3,723,215	-	-	3,723,215	3,337,446	-	-
Net cash generated from / (used in) operating activities		78,344,838	40,787,518	15,230,297	134,362,653	752,745	(27,984,429)	3,089,478
								(24,142,206)
Cash flows from financing activities								
Total proceeds on issuance of units		-	-	-	36,604	-	2,331,630	2,368,234
Total payments on redemption of units		(78,532,514)	(51,224,232)	(58,420,279)	(188,177,025)	-	(407,736)	(6,612,017)
Net cash (used in) / generated from financing activities		(78,532,514)	(51,224,232)	(58,420,279)	(188,177,025)	36,604	(407,736)	(4,280,387)
								(4,651,519)
Net (decrease) / increase in cash and cash equivalents during the year		(187,676)	(10,436,714)	(43,189,982)	(53,814,372)	789,349	(28,392,165)	(1,190,909)
								(28,793,725)
Cash and cash equivalents at beginning of the year		921,479	12,954,289	52,189,220	66,064,988	132,130	41,346,454	53,380,129
Cash and cash equivalents at end of the year	20	733,803	2,517,575	8,999,238	12,250,616	921,479	12,954,289	52,189,220
								66,064,988

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

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH PENSION FUND II (FORMERLY: FAYSAL PENSION FUND)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Alfalah Pension Fund - II (the Fund) (formerly: Faysal Pension Fund pursuant to the arrangement as mentioned in note 1.5) has been established under a Trust under the Sindh Trust Act, 2020 constituted under a Trust Deed entered into on July 30, 2021 between Faysal Asset Management Limited as the Former Pension Fund Manager and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Fund as a Pension Fund dated September 8, 2021 under the Voluntary Pension System Rules, 2005 (the VPS Rules). The Offering Document was approved by the SECP through its letter no. SCD/AMCW/PW/FAML/FPF/44/2021 dated August 9, 2021.
- 1.2** The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the Voluntary Pension System Rules, 2005 (the VPS Rules) through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry and Agricultural Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
- 1.3** The units of the Fund are offered to the public for subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the VPS Rules and can be redeemed by surrendering them to the Fund. Further, as per the Offering Document, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.
- 1.4** The objective of the Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.
- 1.5** On December 31, 2024, Faysal Asset Management Limited (FAML) (the former management company) entered into Transfer of Management Rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) (the Pension Fund Manager) to transfer the management rights of its conventional Funds to AAML. Accordingly, amended trust deed was executed on December 31, 2024 and Trust Amendment Certificate was issued on the same date. As per the agreement, the management rights of the Fund has been transferred to AAML with effect from January 01, 2025.
- 1.6** The VIS Credit Rating Company Limited has assigned an asset manager rating of AM1 to the pension fund manager on January 02, 2025 (2024: AM1 dated December 29, 2023) and PACRA assigned stability rating of AM1 dated August 30, 2024 (2024: AM2++ dated August 31, 2023).
- 1.7** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.8** The Fund consists of three sub-funds namely, Alfalah Pension Fund II - Equity Sub-Fund (Equity Sub-Fund), Alfalah Pension Fund II - Debt Sub-Fund (Debt Sub-Fund) and Alfalah Pension Fund II - Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the sub-funds is as follows:

Alfalah Pension Fund II - Equity Sub-Fund

Assets of the Equity Sub-Fund shall be invested in equity securities which are listed on the Stock Exchange or in securities of which the application for listing has been approved by the Stock Exchange and Equity Sub-Fund shall be eligible to invest in units of Real Estate Investment Trusts and Exchange Traded Funds provided that entity / sector / group exposure limits as prescribed are complied with. At least ninety percent (90%) of net assets of the Equity Sub-Fund shall remain invested in listed equity securities based on rolling average investment of last ninety days calculated on daily basis. The Pension Fund Manager may make investment maximum up to five (5%) of net assets of Equity Sub-Fund in units of private equity and venture capital funds registered under Private Funds Regulations, 2015. The Pension Fund Manager may make investment maximum up to ten percent (10%) of net assets of Equity Sub-Fund in public offering and pre-initial public offering of equity securities. Investment in equity securities of any single company shall not exceed ten percent (10%) of net assets of Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to thirty percent (30%) or the index weight, whichever is higher, subject to maximum of thirty five percent (35%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in government securities having less than one-year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A". The Pension Fund Manager shall ensure that the investment in equity securities of the certain companies, as specified in the Offering Document, shall not exceed 10% of the net assets of Equity Sub-Fund on monthly average basis.

Alfalalah Pension Fund II - Debt Sub-Fund

The Debt Sub-Fund shall consist of government securities, cash in bank account, money market placements, deposits, certificates of deposit, term deposit receipts, commercial papers, term finance certificates, reverse repo, deposits / placements with microfinance banks and any other approved debt / money market security issued from time-to-time. Rating of any security in the portfolio shall not be lower than "A+". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AA". Rating of any microfinance bank with which funds are placed shall not be lower than "A+". At least twenty five percent (25%) net assets of the Debt Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with scheduled commercial banks having not less than "A+" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Debt Sub-Fund. Exposure in debt security of an entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Debt Sub-Fund or ten percent (10%) of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Debt Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of Debt Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of securities held in the portfolio of the Debt Sub-Fund, excluding securities issued by the Federal Government, shall not exceed five (5) years.

Alfalalah Pension Fund II - Money Market Sub-Fund

The Money Market Sub-Fund shall consist of government securities, cash and near cash instruments (including cash in bank accounts, but excluding term deposit receipts), treasury bills, money market placements, deposits, certificates of deposit, certificates of musharaka, or any other Islamic mode of placement, term deposit receipts, commercial papers, reverse repo. Rating of any security in the portfolio shall not be lower than "AA". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AAA". At least ten percent (10%) net assets of the Money Market Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with scheduled commercial banks having not less than "AA" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Money Market Sub-Fund. Exposure in security of an entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Money Market Sub-Fund or ten percent (10%) of size of the issue of that security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Money Market Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of Money Market Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of assets of the Money Market Sub-Fund shall not exceed ninety (90) days. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months, except government securities where time to maturity may be up to five (5) years.

1.9 The Fund offers four (4) types of allocation schemes, as prescribed by the SECP under VPS Rules 2005 vide its Circular no. 12 of 2021 dated April 06, 2021, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the funds are allocated to the above stated Sub-Funds. A participant has the option to select any allocation scheme in relation to the contributions and shall make such selection at the date of opening his / her individual pension account. A participant may change any allocation scheme selected in relation to his / her contributions to a different allocation scheme selected by him by sending form of the change to the Pension Fund Manager as per the allocation policy approved by the SECP.

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:

- International Financial Reporting Standards (IFRS Accounting Standards) 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 Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Voluntary Pension System Rules, 20005 (the VPS Rules) 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, the VPS Rules and requirements of the Trust Deed differ from the IFRS Accounting Standards, 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, the VPS Rules and the requirements of the Trust Deed have been followed.

2.2 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current period:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current and Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7 and IFRS 7

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

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21	January 01, 2025
Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 01, 2026
Contracts Referencing Nature-dependent Electricity - Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2004
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will currently not have any material impact on the Fund's financial statements in the period of initial application.

2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires the management to exercise judgment in the application of the Fund's accounting policies. The estimates 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 judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments which have been classified as 'at fair value through profit or loss' and which are measured at fair value.

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 Cash and cash equivalents

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

3.2 Financial assets

3.2.1 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.

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments

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

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

3.2.2.2 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 investments at FVOCI. The management considers its investment in equity securities being managed as a group of assets hence has classified 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.

3.2.3 Impairment (other than debt securities)

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and at FVOCI. 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.

3.2.4 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 management's assessment made in line with its provisioning policy approved by the Board of Directors of the Pension Fund Manager 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 Pension Fund Manager 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 Pension Fund Manager. The provisioning policy approved by the Board of Directors has also been placed on the Pension Fund Manager's website as required under the SECP's Circular.

3.2.5 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all the risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

3.3 Financial liabilities

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

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

3.4 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.

3.5 Provisions

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

3.6 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.

3.7 Issuance and redemption of units

The prescribed application form, complete in all respects including payment (on realized basis), received by the Pension Fund Manager or distributor at its / their authorized branches during business hours on any dealing day from any participant shall be immediately credited to the individual pension account of the participant after deducting the front-end fee (sale charges) or takaful contributions (if any). Such amount in the individual pension account shall be used to purchase the units of Sub-Funds as per the allocation scheme selected by the participant, at the net asset value notified by the Pension Fund Manager at the close of that dealing day for each Sub-Fund. Any Form received after business hours will be transferred to the next dealing day. The front end fee is payable to the distributors and the Pension Fund Manager.

The Pension Fund Manager shall make reallocation of the units between the Sub-Funds as per the VPS Rules and Offering Document to ensure that the allocation of units of all the participants are according to the allocation schemes selected by the participants or where no selection has been made, according to the default allocation scheme.

At the date of retirement of the participant, all the units of the Sub-Funds of participant account shall be redeemed at the net asset value notified at close of the day of retirement and the amount due shall be credited to participant individual pension account in the lower volatility scheme where no option is selected by the participant offered by the Pension Fund Manager.

A participant can transfer his individual pension account with the Pension Fund Manager to another Pension Fund Manager or from one pension fund to another pension fund. Units shall be encashed at the net asset value of each Sub-Fund notified at the date of transfer if a dealing day otherwise on the next dealing day.

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

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

3.9 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place;
- Unrealised appreciation / (diminution) arising on remeasurement of investments classified as financial assets 'at fair value through profit or loss' are recorded in the period in which these arise;
- Dividend income is recognised when the Fund's right to receive the same is established i.e. on the commencement of date of book closure of the investee company / institution declaring the dividend;
- Profit on commercial papers, Pakistan Investment Bonds and Market Treasury Bills is recognised on an accrual basis using the effective yield method; and
- Profit on bank balances is recognised on an accrual basis.

3.10 Expenses

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

3.11 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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.

3.12 Earnings / (loss) per unit

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

Earnings / (loss) 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.

4	BALANCES WITH BANKS	Note	2025				2024			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees				Rupees			
	In savings accounts	4.1	733,803	2,517,575	8,999,238	12,250,616	921,479	12,954,289	4,566,414	18,442,182

4.1 Savings accounts of the Fund carry mark-up rates ranging between 8.50% and 10.50% (June 30, 2024: 15.5% to 20.00%) per annum.

5 INVESTMENTS	Note	2025				2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
Investments 'at fair value through profit or loss'									
Listed equity securities	5.1	-	-	-	-	56,043,521	-	-	56,043,521
Government securities - Market Treasury Bills	5.2	-	-	-	-	-	-	55,013,110	55,013,110
Government securities - Pakistan Investment Bonds	5.3	-	-	-	-	-	30,905,600	-	30,905,600
Term finance certificates	5.4	-	-	-	-	-	3,064,299	-	3,064,299
		56,043,521				56,043,521	33,969,899	55,013,110	145,026,530

5.1 Listed equity securities

Name of the investee company	As at July 1, 2024	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid-up capital of the investee company											
Number of shares held																						
Rupees																						
CEMENT																						
Fauji Cement Company Limited	131,800	-	-	131,800	-	-	-	-	-	-	-											
Lucky Cement Limited	3,250	600	-	3,850	-	-	-	-	-	-	-											
Maple Leaf Cement Factory Limited	51,300	-	-	51,300	-	-	-	-	-	-	-											
Attock Cement Pakistan Limited	7,900	-	-	7,900	-	-	-	-	-	-	-											
Pioneer Cement Limited	10,400	-	-	10,400	-	-	-	-	-	-	-											
CHEMICALS																						
Engro Polymer & Chemicals Limited	12,350	-	-	12,350	-	-	-	-	-	-	-											
Nimir Industrial Chemicals Limited	9,000	-	-	9,000	-	-	-	-	-	-	-											
Dyneal Pakistan Limited	3,200	-	-	3,200	-	-	-	-	-	-	-											
COMMERCIAL BANKS																						
Bank Alfalah Limited	47,000	-	-	47,000	-	-	-	-	-	-	-											
Bank AL Habib Limited	19,000	-	-	19,000	-	-	-	-	-	-	-											
Habib Metropolitan Bank Limited	27,900	-	-	27,900	-	-	-	-	-	-	-											
United Bank Limited	15,000	-	-	15,000	-	-	-	-	-	-	-											
FERTILIZER																						
Engro Fertilizers Limited	12,177	3,200	-	15,377	-	-	-	-	-	-	-											
Engro Corporation Limited	6,140	900	-	7,040	-	-	-	-	-	-	-											
Fauji Fertilizer Company Limited	13,900	1,500	-	15,400	-	-	-	-	-	-	-											
OIL & GAS EXPLORATION COMPANIES																						
Oil & Gas Development Company Limited	26,720	-	-	26,720	-	-	-	-	-	-	-											
Mari Petroleum Company Limited	900	-	-	900	-	-	-	-	-	-	-											
Pakistan Petroleum Limited	28,650	-	-	28,650	-	-	-	-	-	-	-											
OIL & GAS MARKETING COMPANIES																						
Waf Energy Pakistan Limited -		4,100	-	4,100	-	-	-	-	-	-	-											
Attock Petroleum Limited	1,300	-	-	1,300	-	-	-	-	-	-	-											
Sui Northern Gas Pipelines Limited	-	12,100	-	12,100	-	-	-	-	-	-	-											
POWER GENERATION & DISTRIBUTION																						
The Hub Power Company Limited	20,675	-	-	20,675	-	-	-	-	-	-	-											
K-Electric Limited	-	100,000	-	100,000	-	-	-	-	-	-	-											
GLASS & CERAMICS																						
Tariq Glass Industries Limited	4,964	-	-	4,964	-	-	-	-	-	-	-											
TRANSPORT																						
Pakistan International Bulk Terminal Limited	78,000	-	-	78,000	-	-	-	-	-	-	-											
AUTOMOBILES PARTS AND ACCESSORIES																						
Exide Pakistan Limited	1,300	-	-	1,300	-	-	-	-	-	-	-											
Thal Limited	2,580	-	-	2,580	-	-	-	-	-	-	-											
INV. BANKS / INV. COS. / SECURITIES COS																						
Dawood Hercules Corp. Limited	-	15,798	-	15,798	-	-	-	-	-	-	-											
ENGINEERING																						
International Industries Limited	3,200	-	-	3,200	-	-	-	-	-	-	-											

Name of the investee company	As at July 1, 2024	Purchased during the year	Bonus / right shares received during the year	Sold during the year	As at June 30, 2025	Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid-up capital of the investee company
	Number of shares held					Rupees			%		
PHARMACEUTICALS											
AGP Limited	8,019	-	-	8,019	-	-	-	-	-	-	-
Citi Pharma Limited	16,000	-	-	16,000	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	1,600	-	-	1,600	-	-	-	-	-	-	-
Haleon Pakistan Limited	4,700	-	-	4,700	-	-	-	-	-	-	-
Highnoon Laboratories Limited	1,800	-	-	1,800	-	-	-	-	-	-	-
						-	-	-	-	-	-
TEXTILE COMPOSITE											
Interloop Limited	27,300	-	-	27,300	-	-	-	-	-	-	-
Nishat Mills Limited	3,600	-	-	3,600	-	-	-	-	-	-	-
						-	-	-	-	-	-
LEATHER & TANNERIES											
Service Industries Limited	980	-	-	980	-	-	-	-	-	-	-
						-	-	-	-	-	-
MISCELLANEOUS											
Pakistan Hotels Developers Limited	-	2,580	-	2,580	-	-	-	-	-	-	-
						-	-	-	-	-	-
TECHNOLOGY & COMMUNICATION											
Systems Limited	3,420	1,000	-	4,420	-	-	-	-	-	-	-
						-	-	-	-	-	-
Total as at June 30, 2025											
Total as at June 30, 2024											
						45,611,197	56,043,521	10,432,324			

5.1.1 The shares of the following companies were pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 of 2007 dated October 23, 2007 issued by the SECP. The details of shares which were pledged are as follows:

Name of the investee company	2025	2024	2025	2024
	Number of shares	----- Rupees -----		
Mari Petroleum Company Limited	-	200	-	542,468
Oil and Gas Development Company Limited	-	8,875	-	1,201,409
Pakistan Petroleum Limited	-	16,000	-	1,873,760
Systems Limited	-	500	-	209,150
	-	25,575	-	3,826,787

5.2 Government securities - Market Treasury Bills

5.2.1 Debt Sub-Fund

5.2.2 Money Market Sub-Fund

Name of the security - Tenor	Issue date	(Face value)				Carrying value as at June 30, 2025	Market value as at June 30, 2025	Unrealised appreciation / (diminution) as at June 30, 2025	Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at June 30, 2025				Net assets of the Fund	Total investments of the Fund
		(Rupees)							%	
Market Treasury Bills - 03 Months	May 30, 2024	49,000,000	-	49,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	November 30, 2023	8,000,000	-	8,000,000	-	-	-	-	-	-
Market Treasury Bills - 12 Months	December 28, 2023	-	50,000,000	50,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	December 12, 2024	-	50,000,000	50,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	March 03, 2025	-	4,000,000	4,000,000	-	-	-	-	-	-
Total as at June 30, 2025										
Total as at June 30, 2024						57,000,000	54,989,285	55,013,110	23,825	93.42%
										100.00%

5.3.2 Money Market Sub-Fund

Name of the security - Tenor	Issue date	(Face value)				Carrying value as at June 30, 2025	Market Value as at June 30, 2025	Unrealised diminution as at June 30, 2025	Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at Jun 30, 2025				Net assets	Total investments
		Rupees							%	
Pakistan Investment Bond - 03 Years	October 7, 2021	-	49,000,000	49,000,000	-	-	-	-	-	-
Total as at Jun 30, 2025										
Total as at Jun 30, 2024										

5.4 Term finance certificates

5.4.1 Debt Sub-Fund

Name of the Investee Company	Profit payments / principal redemptions	Maturity Date	Profit rate	Face Value			As at June 30, 2025	Market Value as at June 30, 2025	Unrealised appreciation as at June 30, 2025	Percentage in relation to	
				As at July 01, 2024	Purchased during the year	Sold / matured during the year				Net assets of the Fund	Total market value of investments of the Fund
				Number of certificates						%	
Kashf Foundation-TFC 2 (AAA, PACRA, non-traded) (Face value of 100,000 per certificate)	Quarterly	October 10, 2026	3 months KIBOR plus base rate of 1.50%	3,000,000	-	3,000,000	-	-	-	-	-
Total as at June 30, 2025				3,000,000	-	3,000,000	-	-	-	-	-
Total as at June 30, 2024							3,000,000	3,000,000	3,064,299	64,299	6.25%
											9.02%

5.5 Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

Note	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Market value of investments	5.1, 5.2, 5.3 & 5.4	-	-	-	56,043,521	33,969,899	55,013,110	145,026,530
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	-	-	-	45,611,197	33,919,169	54,989,285	134,519,651
		-	-	-	10,432,324	50,730	23,825	10,506,879

6 DEPOSITS AND OTHER RECEIVABLES

	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Security deposit with:								
Central Depository Company of Pakistan Limited (CDC)	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
National Clearing Company of Pakistan Limited (NCCPL)	1,000,000	-	-	1,000,000	1,000,000	-	-	1,000,000
1,100,000	100,000	100,000	1,300,000	1,300,000	1,100,000	100,000	100,000	1,300,000
Profit receivable on balances with banks	21,426	18,715	59,882	100,023	235,784	535,069	337,988	1,108,841
Profit receivable on debt securities	-	-	-	-	-	1,884,825	-	1,884,825
Advance tax	8,423	9,218	17,579	35,220	-	-	-	-
Dividend receivable	-	-	-	-	56,987	-	-	56,987
Other receivable	-	15,000	-	15,000	-	10,000	-	10,000
1,129,849	142,933	177,461	1,450,243	1,392,771	2,529,894	437,988	4,360,653	

7 RECEIVABLE FROM THE MANAGEMENT COMPANY

Note	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Receivable from the Management Company	7.1	191,172	201,222	260,528	652,922	-	-	-
		191,172	201,222	260,528	652,922	-	-	-

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

During the year ended June 30, 2025, the Fund was in breach of the TER ratio as prescribed under NBFC Regulations for a Pension fund. As a result, the Fund has recorded receivable from the pension fund manager to comply with the TER.

8	PRELIMINARY EXPENSES AND FLOTATION COSTS	Note	2025				2024			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees				Rupees			
Preliminary expenses and floatation costs at the beginning of the year			36,081	36,081	36,081	108,243	57,309	57,309	57,309	171,927
Less: amortisation during the year	8.1		(21,170)	(21,170)	(21,170)	(63,510)	(21,228)	(21,228)	(21,228)	(63,684)
			14,911	14,911	14,911	44,733	36,081	36,081	36,081	108,243

8.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from October 05, 2021 as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

9	PAYABLE TO THE MANAGEMENT COMPANY	Note	2025				2024			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees				Rupees			
Remuneration payable										
Alfalah Asset Management Limited	9.1	11	18	70	99	-	46,125	1,929	2,416	50,470
Faysal Asset Management Limited		-	-	-	-					
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	9.2	2	3	10	15	5,996	251	314	6,561	
		13	21	80	114	52,121	2,180	2,730	57,031	

9.1 In accordance with the provisions of the VPS Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.50% of net assets of each Sub-Fund calculated on daily basis. During the year, the Pension Fund Manager has charged its remuneration at the rate of 0.1% to 1% (2024: 1.00%) per annum of daily net assets of the Equity Sub-Fund, 0.01% to 0.05% per annum (2024: 0.05%) of daily net assets of the Debt Sub-Fund and 0.01% to 0.05% per annum (2024: 0.05%) of daily net assets of the Money Market Sub-Fund. The remuneration is payable to the Pension Fund Manager monthly in arrears.

9.2 During the year, an aggregate amount of Rs. 0.012 million (2024: Rs. 0.064 million) was charged on account of sales tax on remuneration of the Pension Fund Manager levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024: 13%).

10	PAYABLE TO THE TRUSTEE	Note	2025				2024			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees -----				Rupees -----			
	Remuneration payable to the Trustee	10.1	44,821	36,311	55,515	136,647	8,335	8,061	8,610	25,006
	Sindh Sales Tax payable on remuneration of the Trustee	10.2	6,722	5,450	8,321	20,493	1,084	1,048	1,119	3,251
			<u>51,543</u>	<u>41,761</u>	<u>63,836</u>	<u>157,140</u>	<u>9,419</u>	<u>9,109</u>	<u>9,729</u>	<u>28,257</u>

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the net assets of the pertinent Sub-Fund. During the year, an aggregate amount of Rs. 0.030 million (2024: Rs. 0.030 million) was charged.

10.2 During the year, an aggregate amount of Rs. 0.045 million (2024: Rs. 0.039 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (2024: 13%).

11	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)	Note	2025				2024			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees -----				Rupees -----			
	Fee payable	11.1	<u>9,965</u>	<u>7,581</u>	<u>9,849</u>	<u>27,395</u>	<u>17,672</u>	<u>17,996</u>	<u>22,556</u>	<u>58,224</u>

11.1 In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent 0.04% (2024: 0.04%) of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

12	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	2025				2024			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees -----				Rupees -----			
	Auditor's remuneration payable		280,185	280,186	280,187	840,558	137,712	137,712	137,712	413,136
	Transaction charges payable		127,843	3,639	466	131,948	145,371	4,485	662	150,518
	Legal and professional charges payable		305,458	316,695	269,988	892,141	221,619	229,859	186,254	637,732
	Withholding tax payable		9,615	-	314	9,929	27,958	-	-	27,958
	Other payable		22,857	21,545	21,545	65,947	17,859	21,545	21,545	60,949
			<u>745,958</u>	<u>622,065</u>	<u>572,500</u>	<u>1,940,523</u>	<u>550,519</u>	<u>393,601</u>	<u>346,173</u>	<u>1,290,293</u>

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2025 and June 30, 2024.

14 TAXATION

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001 and hence, no provision for taxation has been made in these 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.

15 EARNINGS PER UNIT

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

16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Alfalah Pension Fund II - Equity Sub-Fund as at June 30, 2025 is 2.32% (2024: 4.15%) which includes 0.16% (2024: 0.29%) representing government levies on the Fund such as sales taxes, fee to the SECP. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

The Total Expense Ratio (TER) of the Alfalah Pension Fund II - Debt Sub-Fund as at June 30, 2025 is 1.20% (2024: 1.26%) which includes 0.07% (2024: 0.07%) representing government levies on the Fund such as sales taxes, fee to the SECP, etc. This ratio is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

The Total Expense Ratio (TER) of the Alfalah Pension Fund II - Money Market Sub-Fund as at June 30, 2025 is 1.02% (2024: 1.00%) which includes 0.11% (2024: 0.07%) representing government levies on the Fund such as sales taxes, fee to the SECP, etc. This ratio is within the maximum limit of 2.00% prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Money Market Scheme'.

17	NUMBER OF UNITS IN ISSUE	2025				2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		-----Units-----				-----Units-----			
	Total units in issue at the beginning of the year	333,749	342,003	402,184	1,077,936	333,388	345,019	439,378	1,117,785
	Add: issuance of units during the year	-	-	-	-	361	-	33,452	33,813
	Less: units redeemed during the year	(328,493)	(328,760)	(350,056)	(1,007,309)	-	3,016	70,646	73,662
	Total units in issue at the end of the year	<u>5,256</u>	<u>13,243</u>	<u>52,128</u>	<u>70,627</u>	<u>333,749</u>	<u>342,003</u>	<u>402,184</u>	<u>1,077,936</u>

18 CONTRIBUTION TABLE

	2025						2024					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Corporate	-	-	-	-	-	-	-	-	-	-	-	-
Individuals	-	-	-	-	-	-	361	36,604	-	-	33,452	4,481,630
	-	-	-	-	-	-	361	36,604	-	-	33,452	4,481,630

19 AUDITOR'S REMUNERATION

Note	2025						2024					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Annual audit fee	170,500	80,667	170,500	80,667	170,500	80,667	511,500	242,001	126,667	73,333	126,667	73,333
Fee for half yearly review of condensed interim financial statements	15,021	266,188	15,021	266,188	15,021	266,188	45,063	798,564	42,780	242,780	42,780	242,780
Out of pocket expenses	21,295	287,483	21,295	287,483	21,295	287,483	63,885	862,449	19,422	262,202	19,422	262,202
Sindh Sales tax	287,483	287,483	287,483	287,483	287,483	287,483	47,622,806	47,622,806	47,622,806	47,622,806	47,622,806	47,622,806

20 CASH AND CASH EQUIVALENTS

Balances with banks	4	733,803	2,517,575	8,999,238	12,250,616	921,479	12,954,289	4,566,414	18,442,182
Government securities -		-	-	-	-	-	-	47,622,806	47,622,806
Market Treasury Bills	5	733,803	2,517,575	8,999,238	12,250,616	921,479	12,954,289	52,189,220	66,064,988

21 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, Bank Alfalah Limited, Bank Alfalah Limited – Employees' Provident Fund, Bank Alfalah Limited – Employees' Gratuity Fund and Alfalah GHP Investment Management Limited – Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family member and key management personnel of the Management Company.

As explained in note 1.5, the management rights of the fund were transferred from the Faysal Asset Management Limited (former Management Company) to Alfalah Asset Management Limited on December 31, 2024. Accordingly, the balances held as at June 30, 2025 and transactions undertaken, subsequent to the date of Transfer of Management Rights, with the former Management Company and Faysal Bank Limited, Faysal Bank Limited – Employees' Provident Fund, Faysal Bank Limited – Employees' Gratuity Fund, Faysal Asset Management Limited – Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund being the associates of

the Management Company, Funds under management of the Management Company and directors and their close family member and key management personnel of the Management Company are no longer considered as related party transactions and balances and therefore not disclosed in these financial statements. Furthermore, the comparative figures for the balances held and transactions undertaken with related party determined as at June 30, 2025 have not been disclosed as these parties were not considered related parties in the prior year therefore the transaction and balances with these parties relating to the prior year are not comparable.

Connected persons includes any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

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

Remuneration to the Pension Fund Manager of the Fund is determined in accordance with the provisions of the VPS Rules.

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

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

Transactions during the year	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees								
Faysal Asset Management Limited - Former Management Company								
Remuneration of the Management Company	68,050	4,713	5,562	78,325	442,404	22,526	28,226	493,156
Sindh sales tax on remuneration of the Management Company	10,208	705	834	11,747	57,513	2,928	3,669	64,110
Alfalah Asset Management Limited - Management Company								
Remuneration of the Management Company	675	535	882	2,092	-	-	-	-
Sindh sales tax on remuneration of the Management Company	101	81	132	314	-	-	-	-
Reimbursement of expenses from the Management Company	191,172	201,222	260,528	652,922	-	-	-	-
Central Depository Company of Pakistan Limited - Trustee								
Remuneration of the Trustee	74,872	73,469	151,662	300,003	100,229	99,955	100,229	300,413
Sindh Sales Tax on remuneration of the Trustee	11,231	11,018	22,749	44,998	13,030	12,994	13,030	39,054
Settlement charges	5,144	4,202	4,000	13,346	20,632	11,703	10,601	42,936
Sindh Sales Tax on settlement charges	731	598	568	1,897	2,682	1,521	1,378	5,581
Security deposit	-	-	-	-	100,000	100,000	100,000	300,000
Faysal Bank Limited - Former Group Company								
Profit on balances with bank	-	201,868	378,862	580,730	77,072	889,064	1,091,000	2,057,136
Bank charges	1,717	1,027	763	3,507	12,235	16,189	2,813	31,237
Alfalah GHP Money Market Fund								
Market Treasury Bills sold	-	9,833,290	45,233,134	55,066,424	-	-	-	-

Amounts / balances outstanding as at year end	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees								
Faysal Asset Management Limited - Former Management Company								
Remuneration payable to the Management Company	-	-	-	-	46,125	1,929	2,416	50,470
Sindh sales tax payable on remuneration of the Management Company	-	-	-	-	5,996	251	314	6,561
Preliminary expenses and floatation costs payable	-	-	-	-	16,545	21,545	21,545	59,635
Outstanding Nil units - Equity Sub-Fund (2024: 300,000)	-	-	-	-	51,922,920	-	-	51,922,920
Outstanding Nil units - Debt Sub-Fund (2024: 300,000)	-	-	-	-	-	43,041,120	-	43,041,120
Outstanding Nil units - Money Market Sub-Fund (2024: 300,000)	-	-	-	-	-	-	43,923,540	43,923,540

Amounts / balances outstanding as at year end	2025				2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees					Rupees			
Alfalah Asset Management Limited - Management Company								
Remuneration payable to the Management Company	11	18	70	99	-	-	-	-
Sindh sales tax payable on remuneration of the Management Company	2	3	10	15	-	-	-	-
Reimbursement receivable from the Management Company	191,172	201,222	260,528	652,922	-	-	-	-
Central Depository Company of Pakistan Limited - Trustee								
Remuneration payable to the Trustee	44,821	36,311	55,515	136,647	8,335	8,061	8,610	25,006
Sindh Sales Tax payable on remuneration of the Trustee	6,722	5,450	8,321	20,493	1,084	1,048	1,119	3,251
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Faysal Bank Limited - Former Group Company								
Profit receivable on savings account	-	-	-	-	41,393	549,166	160,202	750,761
Balances with banks	-	-	-	-	697,352	12,726,829	4,768,032	18,192,213
10% and above								
Outstanding 4,450 units -								
Equity Sub-Fund (2024: Nil)	1,068,726	-	-	1,068,726				
Outstanding 11,913 units -								
Debt Sub-Fund (2024: Nil)	-	1,951,406	-	1,951,406				
Outstanding 48,870 units -								
Money Market Sub-Fund (2024: Nil)	-	-	8,237,575	8,237,575				

22 FINANCIAL INSTRUMENTS BY CATEGORY

2025								
Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund		
At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total
Rupees								
Financial assets								
Balances with banks	733,803	-	733,803	2,517,575	-	2,517,575	8,999,238	-
Investments	-	-	-	-	-	-	-	-
Receivable against issuance of units	-	-	-	-	-	-	-	-
Receivable from the Management Company	191,172	-	191,172	201,222	-	201,222	260,528	-
Deposits and other receivables	1,121,426	-	1,121,426	133,715	-	133,715	159,882	-
	2,046,401	-	2,046,401	2,852,512	-	2,852,512	9,419,648	-
							9,419,648	14,318,561
Financial liabilities								
Payable to the Management Company	13	-	13	21	-	21	80	-
Payable to the Trustee	51,543	-	51,543	41,761	-	41,761	63,836	-
Payable against redemption of units	-	-	-	35,935	-	35,935	1,167	-
Accrued expenses and other liabilities	736,343	-	736,343	622,065	-	622,065	572,186	-
	787,899	-	787,899	699,782	-	699,782	637,269	-
							637,269	2,124,950
2024								
Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund		
At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total
Rupees								
Financial assets								
Balances with banks	921,479	-	921,479	12,954,289	-	12,954,289	4,566,414	-
Investments	-	56,043,521	56,043,521	-	33,969,899	33,969,899	-	55,013,110
Receivable against issuance of units	-	-	-	-	-	-	2,150,000	-
Receivable from the Management Company	-	-	-	-	-	-	-	2,150,000
Deposits and other receivables	1,392,771	-	1,392,771	2,529,894	-	2,529,894	437,988	-
	2,314,250	56,043,521	58,357,771	15,484,183	33,969,899	49,454,082	7,154,402	55,013,110
							62,167,512	169,979,365
Financial liabilities								
Payable to the Management Company	52,121	-	52,121	2,180	-	2,180	2,730	-
Payable to the Trustee	9,419	-	9,419	9,109	-	9,109	9,729	-
Payable against redemption of units	-	-	-	-	-	-	2,937,880	-
Accrued expenses and other liabilities	522,561	-	522,561	393,601	-	393,601	346,173	-
	584,101	-	584,101	404,890	-	404,890	3,296,512	-
							3,296,512	4,285,503

23 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Pension Fund Manager, 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 Pension Fund Manager 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.

23.1 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 Pension Fund Manager manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

Market risk comprises of three types of risk: currency risk, interest rate 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, 2025, the Fund is exposed to such risk on balances with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks, Pakistan Investment Bonds and term finance certificates which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Equity Sub-Fund, the Debt Sub-Fund and the Money Market Sub-Fund would have been higher / lower by Rs. 0.008 million, Rs. 0.025 million and Rs. 0.090 million (2024: Rs. 0.009 million, Rs. 0.469 million and Rs. 0.046 million) respectively.

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund is not exposed to such 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 Debt Sub-Fund and the Money Market Sub-Fund would have no impact (2024: higher / lower by Rs. Nil million and Rs. 0.550 million for Debt Sub-Fund and the Money Market Sub-Fund respectively).

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

The Fund's Interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2025 and June 30, 2024 can be determined as follows:

ALFALAH PENSION FUND II (FORMERLY FAYSAL PENSION FUND) - Equity Sub-Fund

	2025					2024						
	Effective interest rate (%)	Exposed to yield / interest rate risk				Total	Effective interest rate (%)	Exposed to yield / interest rate risk				Total
		Upto three months	More than three months and up to one year	More than one year	Not exposed to yield / interest rate risk			Upto three months	More than three months and up to one year	More than one year	Not exposed to yield / interest rate risk	
Rupees											Rupees	
Financial assets												
Balances with banks	8.50% to 10.50%	733,803	-	-	-	733,803	15.50% to 20.00%	921,479	-	-	921,479	
Investments		-	-	-	-	-		-	-	-	56,043,521	
Deposits and other receivables		-	-	-	1,121,426	1,121,426		-	-	-	1,392,771	
Receivable from the Management Company		-	-	-	191,172	191,172		-	-	-	-	
Receivable against issuance of units		-	-	-	-	-		-	-	-	-	
		733,803	-	-	1,312,598	2,046,401		921,479	-	-	57,436,292	
											58,357,771	
Financial liabilities												
Payable to the Management Company		-	-	-	13	13		-	-	-	52,121	
Payable to the Trustee					51,543	51,543		-	-	-	9,419	
Payable against redemption of units		-	-	-	-	-		-	-	-	522,561	
Accrued expenses and other liabilities		-	-	-	736,343	736,343		-	-	-	584,101	
		-	-	-	787,899	787,899		-	-	-	-	
On-balance sheet gap (a)		733,803	-	-	524,699	1,258,502		921,479	-	-	56,852,191	
Off-balance sheet financial instruments		-	-	-	-	-		-	-	-	-	
Off-balance sheet gap (b)		-	-	-	-	-		-	-	-	-	
Total interest rate sensitivity gap (a + b)		733,803	-	-				921,479	-	-		
Cumulative interest rate sensitivity gap		733,803	733,803	733,803				921,479	921,479	921,479		

ALFALAH PENSION FUND II (FORMERLY FAYSAL PENSION FUND) - Debt Sub-Fund

	2025					2024				
	Effective interest rate (%)	Exposed to yield / interest rate risk			Total	Effective interest rate (%)	Exposed to yield / interest rate risk			Total
		Upto three months	More than three months and up to one year	More than one year			Upto three months	More than three months and up to one year	More than one year	
Rupees										Rupees
Financial assets										
Balances with banks	8.50% to 10.50%	2,517,575	-	-	-	15.50% to 20.00%	12,954,289	-	-	12,954,289
Investments	-	-	-	-	-	14.00% to 22.79%	3,064,299	30,905,600	-	33,969,899
Deposits and other receivables	-	-	-	133,715	133,715	-	-	-	2,529,894	2,529,894
Receivable from the Management Company	-	-	-	201,222	201,222	-	-	-	-	-
Receivable against issuance of units	-	-	-	-	-	-	-	-	2,529,894	49,454,082
	2,517,575	-	-	334,937	2,852,512	16,018,588	30,905,600	-	2,529,894	
Financial liabilities										
Payable to the Management Company	-	-	-	21	21	-	-	-	2,180	2,180
Payable to the Trustee	-	-	-	41,761	41,761	-	-	-	9,109	9,109
Payable against redemption of units	-	-	-	35,935	35,935	-	-	-	393,601	393,601
Accrued expenses and other liabilities	-	-	-	622,065	622,065	-	-	-	404,890	404,890
	-	-	-	699,782	699,782	16,018,588	30,905,600	-	2,125,004	49,049,192
On-balance sheet gap (a)	2,517,575	-	-	(364,845)	2,152,730					
Off-balance sheet financial instruments	-	-	-	-	-	-	-	-	-	-
Off-balance sheet gap (b)	-	-	-	-	-	-	-	-	-	-
Total interest rate sensitivity gap (a + b)	2,517,575	-	-			16,018,588	30,905,600	-		
Cumulative interest rate sensitivity gap	2,517,575	2,517,575	2,517,575			16,018,588	46,924,188	46,924,188		

ALFALAH PENSION FUND II (FORMERLY FAYSAL PENSION FUND) - Money Market Sub-Fund

	2025					2024				
	Effective interest rate (%)	Exposed to yield / interest rate risk			Total	Effective interest rate (%)	Exposed to yield / interest rate risk			Total
		Upto three months	More than three months and up to one year	More than one year			Upto three months	More than three months and up to one year	More than one year	
Rupees										Rupees
Financial assets										
Balances with banks	8.50% to 10.50%	8,999,238	-	-	-	15.50% to 20.00%	4,566,414	-	-	4,566,414
Investments	-	-	-	-	-	20.05% to 20.93%	47,622,806	7,390,304	-	55,013,110
Deposits and other receivables	-	-	-	159,882	159,882	-	-	-	437,988	437,988
Receivable from the Management Company	-	-	-	260,528	260,528	-	-	-	-	2,150,000
Receivable against issuance of units	-	-	-	-	-	-	-	-	2,150,000	2,150,000
	8,999,238	-	-	420,410	9,419,648	52,189,220	7,390,304	-	2,587,988	62,167,512
Financial liabilities										
Payable to the Management Company	-	-	-	80	80	-	-	-	2,730	2,730
Payable to the Trustee	-	-	-	63,836	63,836	-	-	-	9,729	9,729
Payable against redemption of units	-	-	-	1,167	1,167	-	-	-	2,937,880	2,937,880
Accrued expenses and other liabilities	-	-	-	572,186	572,186	-	-	-	346,173	346,173
	-	-	-	637,269	637,269	-	-	-	3,296,512	3,296,512
On-balance sheet gap (a)	8,999,238	-	-	(216,859)	8,782,379	52,189,220	7,390,304	-	(708,524)	58,871,000
Off-balance sheet financial instruments	-	-	-	-	-	-	-	-	-	-
Off-balance sheet gap (b)	-	-	-	-	-	-	-	-	-	-
Total interest rate sensitivity gap (a + b)	8,999,238	-	-			52,189,220	7,390,304	-		
Cumulative interest rate sensitivity gap	8,999,238	8,999,238	8,999,238			52,189,220	59,579,524	59,579,524		

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

The Fund is exposed to equity price risk on investments held by the equity sub fund and 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 and the VPS Rules, 2005.

In case of 1% increase / decrease in KSE 100 index on June 30, 2025, with all other variables held constant, the total comprehensive income / loss of the Equity Sub-Fund for the year would decrease / increase by Rs. Nil million (2024: Rs. 0.560 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, 2025 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KSE 100 Index.

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

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent (10%) of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

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

ALFALAH PENSION FUND II (FORMERLY FAYSAL PENSION FUND) - Equity Sub-Fund

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						
Financial assets						
Balances with banks	733,803	-	-	-	-	733,803
Investments	-	-	-	-	-	-
Deposits and other receivables	21,426	-	-	-	-	21,426
Receivable from the Management Company	191,172	-	-	-	1,100,000	1,121,426
	946,401	-	-	-	-	1,100,000
						2,046,401
Financial liabilities						
Payable to the Management Company	13	-	-	-	-	13
Payable to the Trustee	51,543	-	-	-	-	51,543
Accrued expenses and other liabilities	456,158	280,185	-	-	-	736,343
	507,714	280,185	-	-	-	787,899
Net financial assets	438,687	(280,185)	-	-	-	1,100,000
						1,258,502

2024						
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						
Financial assets						
Balances with banks	921,479	-	-	-	-	921,479
Investments	-	-	-	-	56,043,521	56,043,521
Deposits and other receivables	292,771	-	-	-	1,100,000	1,392,771
	1,214,250	-	-	-	-	57,143,521
						58,357,771
Financial liabilities						
Payable to the Management Company	52,121	-	-	-	-	52,121
Payable to the Trustee	9,419	-	-	-	-	9,419
Accrued expenses and other liabilities	384,849	137,712	-	-	-	522,561
	446,389	137,712	-	-	-	584,101
Net financial assets	767,861	(137,712)	-	-	-	57,143,521
						57,773,670

ALFALAH PENSION FUND II (FORMERLY FAYSAL PENSION FUND) - Debt Sub-Fund

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							
Financial assets							
Balances with banks	2,517,575	-	-	-	-	-	2,517,575
Investments	-	-	-	-	-	-	-
Deposits and other receivables	33,715	-	-	-	-	100,000	133,715
Receivable from the Management Company	201,222	-	-	-	-	-	201,222
	2,752,512	-	-	-	-	100,000	2,852,512
Financial liabilities							
Payable to the Management Company	21	-	-	-	-	-	21
Payable to the Trustee	41,761	-	-	-	-	-	41,761
Payable against redemption of units	35,935	-	-	-	-	-	35,935
Accrued expenses and other liabilities	341,879	280,186	-	-	-	-	622,065
	419,596	280,186	-	-	-	-	699,782
Net financial assets	<u>2,332,916</u>	<u>(280,186)</u>	-	-	-	100,000	<u>2,152,730</u>
2024							
	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							
Financial assets							
Balances with banks	12,954,289	-	-	-	-	-	12,954,289
Investments	-	3,064,299	-	30,905,600	-	-	33,969,899
Deposits and other receivables	2,429,894	-	-	-	-	100,000	2,529,894
	15,384,183	3,064,299	-	30,905,600	-	100,000	49,454,082
Financial liabilities							
Payable to the Management Company	2,180	-	-	-	-	-	2,180
Payable to the Trustee	9,109	-	-	-	-	-	9,109
Accrued expenses and other liabilities	255,889	137,712	-	-	-	-	393,601
	267,178	137,712	-	-	-	-	404,890
Net financial assets	<u>15,117,005</u>	<u>2,926,587</u>	-	<u>30,905,600</u>	-	<u>100,000</u>	<u>49,049,192</u>

ALFALAH PENSION FUND II (FORMERLY FAYSAL PENSION FUND) - Money Market Sub-Fund

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							
Financial assets							
Balances with banks	8,999,238	-	-	-	-	-	8,999,238
Investments	-	-	-	-	-	-	-
Deposits and other receivables	59,882	-	-	-	-	100,000	159,882
Receivable from the Management Company	260,528	-	-	-	-	-	260,528
Receivable against issuance of units	-	-	-	-	-	-	-
	9,319,648	-	-	-	-	100,000	9,419,648
Financial liabilities							
Payable to the Management Company	80	-	-	-	-	-	80
Payable to the Trustee	63,836	-	-	-	-	-	63,836
Payable against redemption of units	1,167	-	-	-	-	-	1,167
Accrued expenses and other liabilities	291,999	280,187	-	-	-	-	572,186
	357,082	280,187	-	-	-	-	637,269
Net financial assets	<u>8,962,566</u>	<u>(280,187)</u>	-	-	-	100,000	<u>8,782,379</u>

2024						
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						
Financial assets						
Balances with banks	4,566,414	-	-	-	-	4,566,414
Investments	-	47,622,806	7,390,304	-	-	55,013,110
Deposits and other receivables	337,988	-	-	-	100,000	437,988
Receivable against issuance of units	2,150,000	-	-	-	-	2,150,000
	7,054,402	47,622,806	7,390,304	-	100,000	62,167,512
Financial liabilities						
Payable to the Management Company	2,730	-	-	-	-	2,730
Payable to the Trustee	9,729	-	-	-	-	9,729
Payable against redemption of units	2,937,880	-	-	-	-	2,937,880
Accrued expenses and other liabilities	208,461	137,712	-	-	-	346,173
	3,158,800	137,712	-	-	-	3,296,512
Net financial assets	3,895,602	47,485,094	7,390,304	-	100,000	58,871,000

23.3 Credit risk

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

2025						
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		
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	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	
Rupees						
Balances with banks	733,803	733,803	2,517,575	2,517,575	8,999,238	8,999,238
Investments	-	-	-	-	-	-
Deposits and other receivables	1,121,426	1,121,426	133,715	133,715	159,882	159,882
Receivable from the Management Company	191,172	191,172	201,222	201,222	260,528	260,528
Receivable against issuance of units	-	-	-	-	-	-
	2,046,401	2,046,401	2,852,512	2,852,512	9,419,648	9,419,648
2024						
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		
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	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	
Rupees						
Balances with banks	921,479	921,479	12,954,289	12,954,289	4,566,414	4,566,414
Investments	56,043,521	-	33,969,899	3,064,299	55,013,110	-
Deposits and other receivables	1,392,771	1,392,771	2,529,894	1,151,569	437,988	437,988
Receivable from the Management Company	-	-	-	-	-	-
Receivable against issuance of units	-	-	-	-	2,150,000	2,150,000
	58,357,771	2,314,250	49,454,082	17,170,157	62,167,512	7,154,402

The maximum exposure to credit risk before any credit enhancement as at June 30, 2025 is the carrying amount of the financial assets. Investment in equity securities, investment in government securities and profit accrued thereon, however, are not exposed to credit risk and have been excluded from the above analysis as investment in government securities are guaranteed by the Government of Pakistan.

However, 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.

23.3.2 Credit quality of financial assets

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

	2025			2024		
	Financial assets exposed to credit risk			Financial assets exposed to credit risk		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
AAA	100.00%	-	-	36.18%	1.58%	17.90%
AA	-	100.00%	100.00%	63.82%	98.42%	82.10%
Term finance certificate						
AAA	-	-	-	-	100.00%	-

23.3.3 Balances with banks and profit accrued thereon

AAA	100.00%	-	-	36.18%	1.58%	17.90%
AA	-	100.00%	100.00%	63.82%	98.42%	82.10%
Term finance certificate						
AAA	-	-	-	-	100.00%	-

Deposits with CDC and NCCPL are highly rated and risk of default is considered minimal.

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, 2025 and June 30, 2024 are unsecured and are not impaired.

24 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 reporting date. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify 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, 2025, and June 30, 2024 the Fund held the following financial instruments measured at fair value:

	2025				2024											
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total								
	Rupees				Rupees											
Equity Sub-Fund																
At fair value through profit or loss																
Listed equity securities	-	-	-	56,043,521	-	-	-	56,043,521								
Debt Sub-Fund																
At fair value through profit or loss																
Government securities - Pakistan Investment Bonds	-	-	-	-	30,905,600	-	-	30,905,600								
Term finance certificates	-	-	-	-	3,064,299	-	-	3,064,299								
	-	-	-	-	33,969,899	-	-	33,969,899								
Money Market Sub-Fund																
At fair value through profit or loss																
Government securities - Market Treasury Bills	-	-	-	-	55,013,110	-	-	55,013,110								

During the year ended June 30, 2025, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

24.1 Valuation techniques used in determination of fair values within level 2

Fair values of investment in Market treasury bills and Pakistan Investment Bonds are measured using average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value of at the end of each trading day.

Fair value of investment in term finance certificates are determined from published pricing rates from MUFAP which are determined by a model based on actual market transactions, incorporating factors like the security's credit rating, maturity period, and expected rate of profit, all while adhering to guidelines set by the Securities and Exchange Commission of Pakistan (SECP) which ensures a standardized approach across the industry.

25 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

The Participants' Sub-Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank pari passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

26 SUPPLEMENTARY NON-FINANCIAL INFORMATION

The information regarding top ten brokers, members of the Investment Committee, fund manager and meetings of the Board of Directors of the Management Company are required under Schedule V of the NBFC Regulations has been disclosed in Annexure to the financial statements.

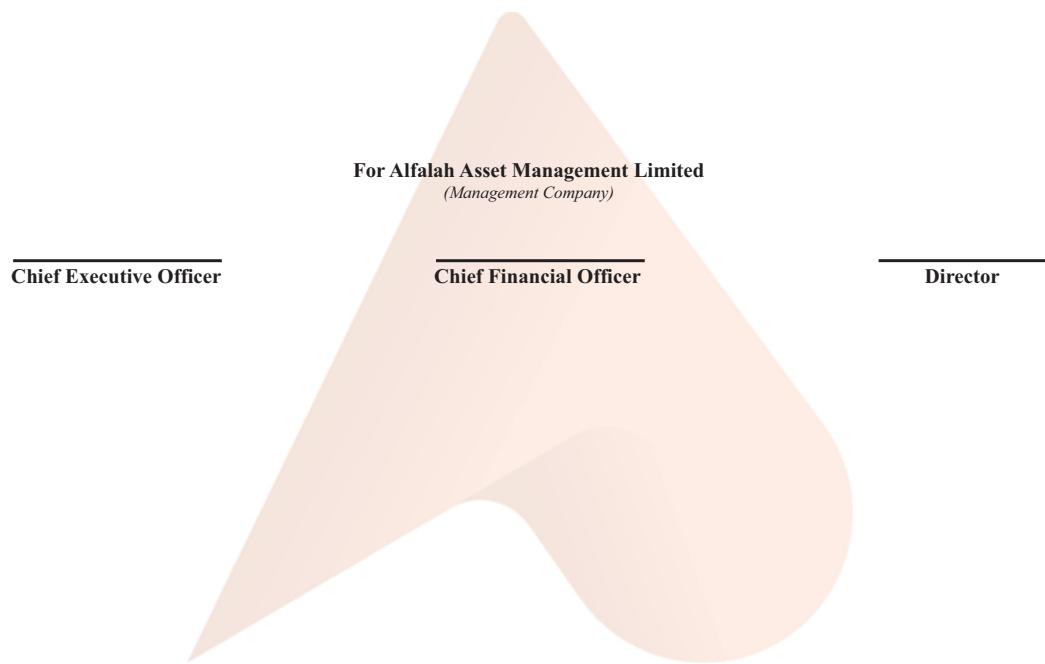
27 GENERAL

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

27.2 Prior year figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the year.

28 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on **August 16, 2025** by the Board of Directors of the Management Company.



SUPPLEMENTARY NON FINANCIAL INFORMATION
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I), AND (J)
OF THE FIFTH SCHEDULE TO THE NON BANKING FINANCE
COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

PERFORMANCE TABLE

	2025	2024	2023	2022
Equity subFund				
Net Income / (loss) for the period	22,030,650	27,838,971	(705,248)	(2,842,042)
(loss) / gain on sale of investments-net	19,091,394	15,756,955	527,619	(1,102,603)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	9	10,432,324	(3,167,698)	(1,798,746)
Dividend Income	3,666,228	3,305,956	3,341,190	631,135
Profit /mark-up income	61,819	182,832	47,674	585,257
Net asset value per unit as at 30 June	240.1631	173.0800	89.6509	91.8611
Total Net assets as at 30 June	1,262,256	57,764,121	29,888,546	32,366,188
Total Contribution received -Gross	-	-	-	-
Debt subFund				
Net Income / (loss) for the period	4,362,168	8,135,839	5,718,923	1,174,631
(loss) / gain on sale of investments-net	(115,587)	(25,863)	(9,816)	(220,456)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	-	-	(13,938)	(170,165)
Dividend Income	-	-	-	-
Profit /mark-up income	388,222	1,487,509	1,209,990	518,763
Net asset value per unit as at 30 June	163.8046	143.4700	119.8170	103.5305
Total Net assets as at 30 June	2,169,276	49,067,277	41,339,174	36,467,233
Total Contribution received -Gross	-	-	-	-
Money Market subFund				
Net Income / (loss) for the period	5,403,747	10,498,248	6,204,513	1,799,024
(loss) / gain on sale of investments-net	7,065	(22,667)	(13,088)	(5,655)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	-	23,825	(15,245)	(3,317)
Dividend Income	-	-	-	-
Profit /mark-up income	860,571	1,528,320	1,303,515	429,142
Net asset value per unit as at 30 June	168.9066	146.4100	121.5853	105.3188
Total Net assets as at 30 June	8,804,706	58,884,525	53,421,960	37,273,126
Total Contribution received -Gross	-	-	-	-